

**AGENDA  
FINANCIAL SERVICES COMMISSION  
Office of Insurance Regulation**

**October 14, 2008**

**MEMBERS**

Governor Charlie Crist  
Attorney General Bill McCollum  
Chief Financial Officer Alex Sink  
Commissioner Charles Bronson

**Contact: Monte Stevens  
(850-413-2571)**

9:00 A.M.  
LL-03, The Capitol  
Tallahassee, Florida

<b>ITEM</b>	<b>SUBJECT</b>	<b>RECOMMENDATION</b>
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1. Minutes of the Financial Services Commission for July 29, 2008 and August 12, 2008

**(ATTACHMENT 1)**

**FOR APPROVAL**

2. Request for Approval for Publication of Proposed Rule 69O-137.001; Annual and Quarterly Reporting Requirements

Section 624.424, Florida Statutes, requires every authorized insurer to file annual and quarterly statements of its financial condition with the Office of Insurance Regulation (Office). To allow uniformity in filing, the Legislature permitted the Financial Services Commission to adopt, by rule, the form for financial statements approved by the National Association of Insurance Commissioners (NAIC). This rule is being amended to adopt the 2008 NAIC manuals for annual and quarterly statements and the 2008 NAIC accounting practices and procedures manual. The 2008 version of these manuals will replace the 2007 versions adopted in current rule.

**(ATTACHMENT 2)**

**APPROVAL FOR PUBLICATION**

3. Request for Approval for Publication of Proposed Rule 69O-138.001; NAIC Financial Condition Examiners Handbook Adopted

Section 624.316, Florida Statutes, requires the Office to examine the affairs, transactions, accounts and records of authorized insurers. The law allows the Commission to adopt by rule the Financial Condition Examiners Handbook of the NAIC, in order to facilitate uniformity in examinations and reduce the frictional cost of doing business in Florida.

This rule is being amended to adopt the 2008 NAIC Financial Condition Examiners Handbook. The current rule adopted the 2007 version.

**(ATTACHMENT 3)**

**APPROVAL FOR PUBLICATION**

4. Request for Approval for Publication of Proposed Rule 69O-157.302,.303,.304; Long Term Care, Rates

Section 627.9407(7)(c), F.S., provides that rates charged to an insured for renewal of an existing long term care insurance policy may not exceed the price the insurer charges for newly issued policies. The problem this statute addresses relates to "closed blocks" of business. A closed block of business occurs when a particular approved policy is no longer being sold to new customers. There will be a group of policyholders who continue to be renewed but no new customers will be sold that policy.

This statute protects those policyholders in that closed block by precluding an insurer from having higher renewal rates than its rates for new business. This new rule implements this statute by defining terms used in the statute and explaining how calculations are to be done so the insurer can be sure it is in compliance with the statute.

**(ATTACHMENT 4)**

**APPROVAL FOR PUBLICATION**

5. Request for Approval for Publication of Proposed Rule 69O-197.006; Insurance Administrator Annual Report Form

Pursuant to Section 626.89, Florida Statutes, each insurance administrator must file annually with the Office a full and true statement of its financial condition. Pursuant to statute, the Commission may prescribe the form by which this statement is filed. This rule adopts the form to be used by administrators in filing these annual reports.

**(ATTACHMENT 5)**

**APPROVAL FOR PUBLICATION**