

Regular Session, 2013
HOUSE BILL NO. 257
BY REPRESENTATIVE RITCHIE

ACT No. 278

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

1 AN ACT

2 To amend and reenact R.S. 22:2294(B) and to enact R.S. 22:2294(A)(11) and 2303(A)(4),
3 relative to the Louisiana Citizens Property Insurance Corporation; to provide for an
4 additional board member; to allow the Louisiana Chapter of the National Association
5 of Insurance and Financial Advisors to nominate three possible board members; to
6 allow the commissioner of insurance to appoint a board member from the
7 association's nominees; to change the quorum requirement of the board; to provide
8 with respect to rates, rating plans, and rate rules applicable to Louisiana Citizens
9 Property Insurance Corporation; and to provide for related matters.

10 Be it enacted by the Legislature of Louisiana:

11 Section 1. R.S. 22:2294(B) is hereby amended and reenacted and R.S.
12 22:2294(A)(11) and 2303(A)(4) are hereby enacted to read as follows:

13 §2294. Board of directors of corporation

14 A. The governing body of the corporation shall be a board of directors which
15 shall consist of the following members, who shall be representative of the state's
16 population as near as practicable:

17 * * *

18 (11) One member appointed by the commissioner from a list of three
19 nominees from the Louisiana Chapter of the National Association of Insurance and
20 Financial Advisors, or its successor.

21 B. The quorum necessary for transaction of business is hereby established
22 as ~~seven~~ eight members of the board in attendance.

23 * * *

1 §2303. Rates, rating plans, and rate rules applicable

2 A.

3 * * *

4 (4) When it is deemed necessary to implement a parish-wide average rate
5 increase in excess of twenty-five percent on wind and hail insurance coverage in any
6 single parish, the corporation shall notify the House and Senate committees on
7 insurance. Upon such notification, a hearing may be requested by either committee
8 chairman or by a majority of the membership of either committee. In the event of
9 a request for a hearing, the House and Senate committees shall meet jointly. If a
10 joint meeting of the committees is called, the chief executive officer and the staff or
11 consulting actuary for the corporation shall provide testimony at the meeting which
12 specifies, by parish, the basis and methodology used in determining the proposed rate
13 increase.

14 * * *

SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____