

1 SB26
2 205410-4
3 By Senator Shelnuitt
4 RFD: Banking and Insurance
5 First Read: 02-FEB-21
6 PFD: 12/16/2020

ACT #2021 - 172



1 SB26

2
3
4 ENROLLED, An Act,

5 Relating to insurance, to amend Section 27-3-26.1,
6 Code of Alabama 1975; to provide for an opinion of an
7 appointed actuary; and to permit an insurer to apply for an
8 exception to the requirement for property and casualty
9 insurers to annually file an actuarial opinion based on
10 exemptions set forth in the annual statement instructions
11 provided by the National Association of Insurance
12 Commissioners.

13 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

14 Section 1. Section 27-3-26.1, Code of Alabama 1975,
15 is amended to read as follows:

16 "§27-3-26.1.

17 "(a) Every property or casualty insurer ~~required to~~
18 ~~file an annual statement with the commissioner on March 1 of~~
19 ~~each year preceding, pursuant to Section 27-3-26, doing~~
20 business in this state, unless otherwise exempted by law or by
21 the domiciliary commissioner, shall include a statement of a
22 qualified independent loss reserve specialist setting forth
23 his or her annually submit the opinion of an appointed actuary
24 relating to loss and loss adjustment expense reserves entitled
25 Statement of Actuarial Opinion. This opinion shall be filed in

1 accordance with the appropriate annual statement instructions
2 of the National Association of Insurance Commissioners (NAIC).
3 ~~For the purposes of this section, a qualified independent loss~~
4 ~~reserve specialist shall mean a person who is not a principal,~~
5 ~~director, or indirect owner of the insurer and is a member of~~
6 ~~the Casualty Actuarial Society, or has such other actuarial~~
7 ~~experience as is acceptable to the commissioner to assure a~~
8 ~~professional opinion on the adequacy of loss and loss~~
9 ~~adjustment expense reserves.~~

10 "(b) An insurer may apply for an exemption from this
11 requirement with its domiciliary commissioner, as provided in
12 the appropriate NAIC annual statement instruction or as those
13 instructions may change from time to time.

14 "(c) For purposes of this section "domiciliary
15 commissioner" means the chief insurance regulator for the
16 jurisdiction in which the insurer is domiciled."

17 Section 2. This act shall become effective on the
18 first day of the third month following its passage and
19 approval by the Governor, or its otherwise becoming law.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21



President and Presiding Officer of the Senate



Speaker of the House of Representatives

SB26
Senate 11-FEB-21
I hereby certify that the within Act originated in and passed
the Senate, as amended.

Patrick Harris,
Secretary.

House of Representatives
Passed: 01-APR-21

By: Senator Shelnut

APPROVED 4-8-2021

TIME 8:00 am



GOVERNOR

Alabama Secretary Of State
Act Num....: 2021-172
Bill Num...: S-26

Recv'd 04/08/21 02:50pmSLF

SPONSOR

Shelton
SPONSORS

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

SENATE ACTION

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill, SB 26.

years 27 nays 0 abstain 0

PATRICK HARRIS,
Secretary

I hereby certify that the notice & proof is attached to the Bill, SB _____ as required in the General Acts of Alabama, 1975 Act No. 919.

PATRICK HARRIS,
Secretary

CONFERENCE COMMITTEE

Senate Conferees _____

HOUSE ACTION

DATE: 2-11 2021

RD 1 RFD INSURANCE

REPORT OF STANDING COMMITTEE

This bill having been referred by the House to its standing committee on INSURANCE was acted upon by such committee in session, and returned therefrom to the House with the recommendation that it be Passed w/amend(s) w/sub This 23rd day of February, 2021.

Jeff Woodard Chairperson

DATE: 2-23 2021

RF RD 2 CAL

DATE: _____ 20__

RE-REFERRED RE-COMMITTED

Committee _____

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill, SB 26.

YEAS 94 NAYS 0
JEFF WOODARD,
Clerk