



Ohio Legislative Service Commission

Synopsis of Senate Committee Amendments*

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Sub. H.B. 117

130th General Assembly
(S. Insurance and Financial Institutions)

Special purpose captive insurance companies

Provides for the general operation of special purpose financial captive insurance companies (SPFCs), which provide reinsurance of life insurance risks of a domestic parent or affiliated company.

Enables an SPFC to adopt an alternative reserve basis with the approval of the Superintendent of Insurance.

Requires the Superintendent to establish a total capital and surplus requirement for SPFCs that are permitted to use an alternative reserve basis.

Enables an SPFC to enter into an SPFC contract with a counterparty for the provision of insurance or reinsurance of risk.

Enables an SPFC to issue securities.

Enables an SPFC and a counterparty to enter into a secondary SPFC contract under which the counterparty is liable for the losses or other obligations that were securitized.

Regulates the investments an SPFC may make.

Provides for the rehabilitation and liquidation of an SPFC.

Specifies that documents submitted to the Superintendent pursuant to SPFC Law are generally considered to be confidential.

Enables a counterparty to take credit for reinsurance ceded to an SPFC.

* This synopsis does not address amendments that may have been adopted on the Senate Floor.

CIC annual reports

Clarifies the officers of a captive insurance company who must prepare the company's annual report and the procedures relating to the actuarial opinion that accompanies that report.

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