

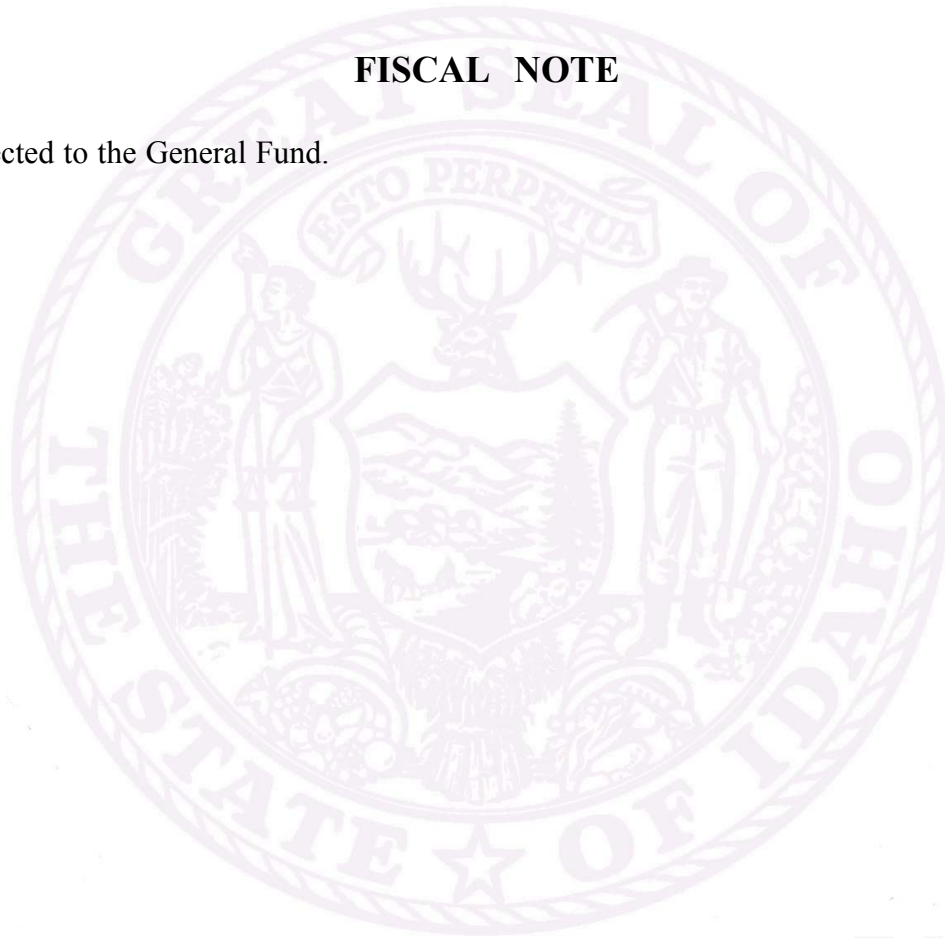
STATEMENT OF PURPOSE

RS21641C1

This act would repeal and replace Title 41, Chapter 38, Holding Company Systems. Many of the provisions from the existing law will remain. The new proposed Chapter 38 is an updated National Association of Insurance Commissioners (NAIC) model law (Insurance Holding Company System Regulatory Act) that is designed to provide more detailed monitoring for systemic risk issues that might exist in non-insurance affiliates of an insurance company and could ultimately jeopardize the solvency of the insurer. This model law will also be required for accreditation of the Idaho Department of Insurance by the NAIC. Accreditation is important to maintain for consistent, streamlined, and fair regulation of insurers.

FISCAL NOTE

None expected to the General Fund.



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