

Senate Bill 674

Sponsored by COMMITTEE ON BUSINESS, TRANSPORTATION AND ECONOMIC DEVELOPMENT (at the request of The Surety and Fidelity Association of America)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Eliminates requirement that Director of Department of Consumer and Business Services examine rating organizations at least once every five years.

A BILL FOR AN ACT

1
2 Relating to examination of entities involved in insurance ratemaking; amending ORS 737.515.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1.** ORS 737.515 is amended to read:

5 737.515. (1) The Director of the Department of Consumer and Business Services shall make or
6 cause to be made an examination[:]

7 [*(a) At least once in five years, of each rating organization licensed in this state.*]

8 [*(b) As often as the director deems it expedient,*] of each **rating and** advisory organization com-
9 plying with and referred to in ORS **737.350 or** 737.510 and of each organization referred to in ORS
10 **737.390 as often as the director deems expedient.**

11 (2) The reasonable costs of any such examination shall be paid by the organization examined,
12 upon presentation to it of a detailed account of such costs. The officers, manager, agents and em-
13 ployees of any such organization may be examined at any time under oath and shall exhibit all
14 books, records, accounts, documents or agreements governing its methods of operation.

15 (3) All such examinations shall be conducted as provided in ORS 731.300 to 731.316.

16 (4) In lieu of any such examination the director may accept the report of an examination made
17 by the insurance supervisory official of another state, pursuant to the laws of such state.

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.