## Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

## House Bill No. 982

## **BY: Committee**

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

- SECTION 1. Section 7, Chapter 467, Laws of 2019, which
- 12 provides for the effective date of the Mississippi First
- 13 Responders Health and Safety Act, is amended as follows:
- 14 Section 7. This act shall take effect and be in force from
- 15 and after July 1,  $\star$   $\star$  2022.
- SECTION 2. Section 25-15-409, Mississippi Code of 1972, is
- 17 amended as follows:
- 18 25-15-409. (1) The state, municipality, county or fire
- 19 protection district shall, no later than January 1, \* \* \* 2023,
- 20 show proof of insurance coverage that meets the requirements of



- 21 this article to the \* \* \* Commissioner of Insurance, or shall show
- 22 satisfactory proof of the ability to pay such compensation to
- 23 ensure adequate coverage for all eligible first responders.
- 24 (2) The \* \* \* Commissioner of Insurance shall adopt such
- 25 rules and regulations as are reasonable and necessary to implement
- 26 the provisions of this article. Such regulations shall include
- 27 the process by which a first responder files a claim for cancer
- 28 and the process by which claimants can appeal a denial of
- 29 benefits.
- 30 (3) The \* \* \* Commissioner of Insurance shall adopt rules to
- 31 establish firefighter cancer prevention best practices as it
- 32 relates to personal protective equipment, decontamination, fire
- 33 suppression, apparatus and fire stations.
- 34 **SECTION 3.** Section 83-34-4, Mississippi Code of 1972, is
- 35 brought forward as follows:
- 36 83-34-4. (1) Nonadmitted insurers shall not be assessable
- 37 insurers of the association. All surplus lines insurance
- 38 producers placing insurance through nonadmitted insurers shall
- 39 collect from the insured and remit to the association a
- 40 nonadmitted policy fee on all premiums for all insurance written
- 41 by such surplus lines insurance producer for a policy from a
- 42 nonadmitted insurer for any and all risks in this state, except
- 43 that policies or portions thereof that cover residential
- 44 earthquake risks or residential flood risks that are not written
- 45 through the National Flood Insurance Program shall be exempt from

- 46 the nonadmitted policy fee. By procuring or selling insurance on
- 47 property in this state from a nonadmitted insurer, each surplus
- 48 lines insurance producer placing insurance through a nonadmitted
- 49 insurer agrees to be bound by the provisions of this chapter and
- 50 to collect and remit the nonadmitted policy fee provided for
- 51 herein.
- 52 (2) The nonadmitted policy fee shall be a percentage of the
- 53 total policy premium but the nonadmitted policy fee shall not be
- 54 considered premium and is not subject to premium taxes or
- 55 commissions. However, failure to pay the nonadmitted policy fee
- 56 shall be treated the same as failure to pay premium. "Total
- 57 policy premium" includes taxes and commissions.
- 58 (3) The nonadmitted policy fee percentage shall be three
- 59 percent (3%).
- 60 (4) Within twenty (20) days of the end of the quarter,
- 61 surplus lines insurance producers placing insurance through
- 62 nonadmitted insurers shall remit directly to the association all
- 63 nonadmitted policy fees collected in the preceding quarter. In
- 64 addition to the nonadmitted policy fee provided for herein,
- 65 surplus lines insurance producers placing insurance through
- 66 nonadmitted insurers shall collect and remit excess deficit
- 67 surcharges as provided by this chapter. Surplus lines insurance
- 68 producers placing insurance through nonadmitted insurers may
- 69 designate another surplus lines insurance producer that actually



- 70 procured the insurance from the nonadmitted carrier to collect and 71 remit the nonadmitted policy fees.
- 72 (5) Each insured in this state who directly procures or
- 73 renews insurance with a nonadmitted insurer on properties, risks
- 74 or exposures located or to be performed, in whole or in part, in
- 75 this state, other than insurance procured through a surplus lines
- 76 licensee, shall be subject to the nonadmitted policy fee which
- 77 shall be paid by the insured according to the procedures provided
- 78 for premium taxes in Section 83-21-17(5).
- 79 (6) Monies derived from the nonadmitted policy fee collected
- 80 under this section may be used by the association, in addition to
- 81 any uses provided for in Section 83-34-3(4), for education, public
- 82 outreach, training of building officials and other programs
- 83 targeted to reduce the number of policies within the association;
- 84 however, beginning on July 1, 2018, and ending on June 30, 2019,
- 85 before any fees are remitted to the association, One Million Five
- 86 Hundred Thousand Dollars (\$1,500,000.00) shall be diverted and
- 87 deposited into the Capital Expense Fund, and Four Million Five
- 88 Hundred Thousand Dollars (\$4,500,000.00) shall be diverted and
- 89 deposited into the Rural Fire Truck Fund or Supplementary Rural
- 90 Fire Truck Fund. Further, beginning July 1, 2019, and ending on
- 91 June 30, 2020, before any fees are remitted to the association,
- 92 Three Million Five Hundred Thousand Dollars (\$3,500,000.00) shall
- 93 be diverted and deposited into the Rural Fire Truck Fund or
- 94 Supplementary Rural Fire Truck Fund.



- 95 (7) This section shall stand repealed from and after July 1,
- 96 2022.
- 97 **SECTION 4.** Section 83-34-7, Mississippi Code of 1972, is
- 98 brought forward as follows:
- 99 83-34-7. (1) The Board of Directors of the Mississippi
- 100 Insurance Underwriting Association as presently constituted shall
- 101 serve as the temporary board of directors of the association.
- 102 Such temporary board of directors shall prepare and submit a plan
- 103 of operation in accordance with Section 83-34-13 and shall serve
- 104 until the permanent board of directors shall take office in
- 105 accordance with the plan of operation. The permanent board shall
- 106 consist of five (5) representatives of the members to be appointed
- 107 by the temporary board of directors subject to the approval of the
- 108 commissioner and three (3) agents from the coast area to be
- 109 appointed by the commissioner. The terms of the members of the
- 110 board of directors in place before March 22, 2007, shall expire on
- 111 March 22, 2007, and such persons shall cease to serve on the board
- 112 and shall relinquish all power and control of the association.
- 113 (2) (a) From and after March 22, 2007, the board of
- 114 directors of the association shall consist of the following:
- 115 (i) The State Treasurer;
- 116 (ii) Five (5) of the assessable insurer companies,
- 117 three (3) to be appointed by the commissioner, one (1) to be
- 118 appointed by the Governor, and one (1) to be appointed by the
- 119 Lieutenant Governor; each such assessable insurer appointed shall

- 120 designate a representative knowledgeable in the matters of the
- 121 association and authorize such representative to act and vote on
- 122 its behalf;
- 123 (iii) Three (3) agents with no less than ten (10)
- 124 years' experience in the property and casualty industry, two (2)
- 125 of whom are residents in the coast area, and one (1) of whom is
- 126 not a resident of the coast area; one (1) such coast area agent to
- 127 be appointed by the Governor, one (1) such coast area agent to be
- 128 appointed by the Lieutenant Governor, and the noncoast area agent
- 129 to be appointed by the commissioner; and
- 130 (iv) Two (2) business leaders who have been
- 131 residents of the coast area for no less than ten (10) years and
- 132 who have no less than ten (10) years' experience in management of
- 133 a business, one (1) to be appointed by the Governor, and one (1)
- 134 to be appointed by the Lieutenant Governor.
- 135 Except for the State Treasurer, the board members
- 136 shall serve three-year terms with each term beginning on January
- 1, and the initial terms shall be staggered in the following 137
- 138 manner:
- The initial term for three (3) of the 139 (i)
- 140 assessable insurers shall begin on March 22, 2007, and expire on
- 141 December 31, 2010, thereafter to be appointed for three-year
- 142 terms;
- 143 (ii) The initial term for one (1) of the
- assessable insurers shall begin on March 22, 2007, and expire on 144

- 145 December 31, 2009, thereafter to be appointed for three-year
- 146 terms;
- 147 (iii) The initial term for one (1) of the
- 148 assessable insurers shall begin on March 22, 2007, and expire on
- 149 December 31, 2008, thereafter to be appointed for three-year
- 150 terms;
- 151 (iv) The initial term for one (1) of the agents
- 152 shall begin on March 22, 2007, and expire on December 31, 2010,
- 153 thereafter to be appointed for three-year terms;
- 154 (v) The initial term for one (1) of the agents
- shall begin on March 22, 2007, and expire on December 31, 2009,
- 156 thereafter to be appointed for three-year terms;
- 157 (vi) The initial term for one (1) of the agents
- 158 shall begin on March 22, 2007, and expire on December 31, 2008,
- 159 thereafter to be appointed for three-year terms;
- 160 (vii) The initial term for one (1) of the business
- 161 leaders shall begin on March 22, 2007, and expire on December 31,
- 162 2010, thereafter to be appointed for three-year terms;
- 163 (viii) The initial term for one (1) of the
- 164 business leaders shall begin on March 22, 2007, and expire on
- 165 December 31, 2008, thereafter to be appointed for three-year
- 166 terms.
- 167 (3) On or before March 22, 2007, the appropriate public
- 168 official shall make such appointments and request such

- resignations from the existing board as are appropriate to comply with this section.
- 171 (4) The board shall be staffed by as many employees as it
  172 deems necessary.
- 173 (5) The board of directors has the power to act and make 174 binding decisions on behalf of the association on all issues.
- 175 **SECTION 5.** This act shall take effect and be in force from 176 and after July 1, 2020, and shall stand repealed on June 30, 2020.

## Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 7, CHAPTER 467, LAWS OF 2019, TO
REVISE THE EFFECTIVE DATE OF THE MISSISSIPPI FIRST RESPONDERS
HEALTH AND SAFETY ACT; TO AMEND SECTION 25-15-409, MISSISSIPPI
CODE OF 1972, TO REVISE THE DATE BY WHICH THE STATE, MUNICIPALITY,
COUNTY OR FIRE PROTECTION DISTRICT MUST SHOW PROOF OF INSURANCE
COVERAGE THAT MEETS THE REQUIREMENTS OF THE MISSISSIPPI FIRST
RESPONDERS HEALTH AND SAFETY ACT; TO BRING FORWARD SECTIONS
83-34-4 AND 83-34-7, MISSISSIPPI CODE OF 1972, FOR PURPOSE OF
POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.

