

BY: Finance Committee

AMENDMENTS TO SENATE BILL 479

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in the sponsor line, strike “and Robey” and substitute “Robey, Currie, Middleton, Feldman, Glassman, Kelley, Mathias, Pugh, and Ramirez”; in line 4, strike “for certain purposes” and substitute “subject to certain requirements and under certain circumstances; specifying a certain condition of being an authorized insurer”; in line 5, after “Board” insert “for the Chesapeake Employers’ Insurance Company”; in the same line after the semicolon, insert “requiring, to the extent practicable, that the Board reflect a certain diversity of the State;”; and in line 10, after “misconduct;” insert “authorizing the Board to remove certain members under certain circumstances;”.

AMENDMENT NO. 2

On page 2, in line 22, strike “on and after October 1, 2013” and substitute “AS A CONDITION OF BEING AN AUTHORIZED INSURER”.

On page 3, in line 5, strike “**THE**” and substitute “**SUBJECT TO THE REQUIREMENTS OF TITLE 7 OF THIS ARTICLE, THE**”; in the same line, strike “, OWN, OR CONTROL” and substitute “**OR ACQUIRE**”; in line 6, strike “**FOR ANY LAWFUL PURPOSE**” and substitute “**IF THE SUBSIDIARY:**

(1) IS WHOLLY OWNED BY THE COMPANY;

(2) ENGAGES IN A BUSINESS ACTIVITY THAT IS ANCILLARY TO THE WORKERS’ COMPENSATION INSURANCE BUSINESS; AND

(Over)

(3) IS OPERATED FOR THE PURPOSE OF BENEFITING THE COMPANY”;

and in line 20, after “(3)” insert “TO THE EXTENT PRACTICABLE, THE BOARD SHALL REFLECT THE GEOGRAPHIC AND DEMOGRAPHIC, INCLUDING RACE AND GENDER, DIVERSITY OF THE STATE.”

(4)”.

On page 4, in line 18, after “(E)” insert “(1)”; and after line 19, insert:

“(2) THE BOARD MAY REMOVE A MEMBER WHO HAS BEEN SELECTED BY THE POLICYHOLDERS FOR MISCONDUCT, INCOMPETENCE, OR DERELICTION OF DUTIES.”