

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 85th General Assembly
3 Regular Session, 2005
4

As Engrossed: H3/7/05
A Bill

HOUSE BILL 1896

5 By: Representative J. Hutchinson
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8 **For An Act To Be Entitled**

9 AN ACT TO REQUIRE THE *DIVISION OF LEGISLATIVE*
10 *AUDIT* TO DETERMINE THE SOLVENCY OF AN
11 ORGANIZATION OFFERING INSURANCE TO CITIES,
12 COUNTIES, SCHOOL BOARDS, AND OTHER PUBLIC
13 BENEFICIARIES; AND FOR OTHER PURPOSES.
14

15 **Subtitle**

16 *REQUIRES THE DIVISION OF LEGISLATIVE*
17 *AUDIT TO DETERMINE THE SOLVENCY OF AN*
18 *ORGANIZATION OFFERING INSURANCE TO*
19 *CITIES, COUNTIES, SCHOOL BOARDS, AND*
20 *OTHER PUBLIC BENEFICIARIES.*
21
22

23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
24

25 SECTION 1. Arkansas Code Title 23, Chapter 61, Subchapter 1 is amended
26 to add a new section to read as follows:

27 23-61-115. Review of self-insured insurance programs.

28 (a) The self-insured insurance programs shall annually submit its
29 financial statements to the Division of Legislative Audit. The financial
30 statements shall be in the format prescribed by the division. The division
31 shall review the records, accounts, and assets of any entity or organization
32 that:

33 (1) Offers health, casualty, property, accident, or life
34 insurance to public beneficiaries; and

35 (2) Administers or contracts with a third-party administrator to
36 administer the review and payment of insurance claims.



