

COPY

Title 20 – DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION

**Division 500 – Property and Casualty
Chapter 10 – Mortgage Guaranty Insurance**

PROPOSED AMENDMENT

20 CSR 500-10.200 Financial Regulation. The Department is amending section (3) to give the director discretion to suspend the aggregate liability limit.

PURPOSE: This amendment gives the director of the department of insurance, financial institutions and professional registration discretion to suspend the maximum liability threshold that must be satisfied in order for mortgage guaranty insurance companies to continue writing business in Missouri while, at the same time, maintaining adequate safeguards to protect policyholders, and ensuring the solvency of the insurance industry.

(3) Limit of Aggregate Liability. **Unless a request to suspend the requirements in this section is granted by the director as set forth below, a [A] mortgage guaranty company at any time shall not have outstanding a total liability under its aggregate insurance policies exceeding twenty-five (25) times its policyholder's surplus, this liability to be computed on the basis of the company's liability under its election as provided in subsection (2)(D). Subject to a suspension, which may be granted by the director, [In] in the event that any company has outstanding total liability exceeding twenty-five (25) times its policyholders' surplus, it shall cease transacting new business until a time as its total liability no longer exceeds twenty-five (25) times its policyholders' surplus. Upon the request of a mortgage guaranty company, the director may suspend the requirements in this section for such time and under such conditions as the director may order.**

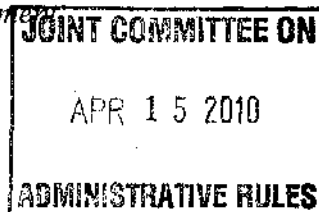
*AUTHORITY: section 374.045, RSMo 2000. * Original rule filed April 11, 1996, effective Nov. 30, 1996. Amended: Filed Dec. 14, 2000, effective July 30, 2001.*

**Original authority: 374.045, RSMo 1967, amended 1993, 1995.*

PUBLIC COST: This proposed amendment will not cost state agencies or political subdivisions more than five hundred dollars (\$500) in the aggregate.

PRIVATE COST: This proposed amendment will not cost private entities more than five hundred dollars (\$500) in the aggregate.

NOTICE OF PUBLIC HEARING AND NOTICE TO SUBMIT COMMENTS: A public hearing will be held on this proposed amendment at 9:00 a.m. on June 17, 2010. The public hearing will be held at the Harry S Truman State Office Building, Room 530, 301 West High Street, Jefferson City, Missouri. Opportunities to be heard at the hearing shall be afforded to any interested person. Interested persons, whether or not heard, may submit a written statement in support of or in opposition to the proposed amendment.



until 5:00 p.m. on June 24, 2010. Written statements shall be sent to Elfin Noce, Department of Insurance, Financial Institutions and Professional Registration, P.O. Box 690, Jefferson City, Missouri 65102.

SPECIAL NEEDS: If you have any special needs addressed by the Americans With Disabilities Act, please notify us at (573) 751-2619 at least five working days prior to the hearing.