

# SB2635



## 98TH GENERAL ASSEMBLY

### State of Illinois

2013 and 2014

SB2635

Introduced 1/21/2014, by Sen. Antonio Muñoz

#### SYNOPSIS AS INTRODUCED:

215 ILCS 5/804.1

Amends the Mine Subsidence Insurance Article of the Illinois Insurance Code. Increases the membership of the Board of Directors of the Illinois Mine Subsidence Insurance Fund from 11 to 13, adding 2 members who shall be public directors. Provides that of the 2 members added by the amendatory Act, one shall be appointed for a term to expire in 2016 and one shall be appointed for a term to expire in 2017.

LRB098 15273 RPM 50293 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning regulation.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Illinois Insurance Code is amended by  
5 changing Section 804.1 as follows:

6 (215 ILCS 5/804.1)

7 Sec. 804.1. Management of the Fund.

8 (a) The Fund shall be managed by a 13-member ~~an 11 member~~  
9 Board of Directors, 6 of whom shall be insurance industry  
10 directors, 6 ~~4~~ of whom shall be public directors, and one of  
11 whom shall be an Illinois licensed insurance producer. The  
12 industry directors shall be elected annually in the manner  
13 provided in Articles of Governance adopted by the Fund. The  
14 public directors shall be appointed by the Director, and shall  
15 not be employees of or otherwise affiliated with the insurance  
16 industry. The Illinois licensed insurance producer shall be  
17 appointed by the Director.

18 (b) The members of the Governing Committee of the Illinois  
19 Mine Subsidence Insurance Fund established by Article XXXVIII  
20 who are members of the Governing Committee as of December 31,  
21 1993 shall become the members of the Board of Directors of the  
22 Fund established by this Article on the effective date of this  
23 Act, and shall continue to hold office until the next annual

1 meeting of the Fund.

2 (c) No later than the date of the next annual meeting of  
3 the Fund following the effective date of this Act, the Director  
4 shall appoint 4 public directors, one for a one-year term, one  
5 for a 2-year ~~two-year~~ term and 2 for 3-year ~~three-year~~ terms.  
6 No later than the date of the next annual meeting of the Fund  
7 following the effective date of this amendatory Act of 1994,  
8 the Director shall appoint the Illinois licensed insurance  
9 producer for a 2-year term. Of the 2 members added by this  
10 amendatory Act of the 98th General Assembly, one shall be  
11 appointed for a term to expire in 2016 and one shall be  
12 appointed for a term to expire in 2017. Thereafter, all public  
13 directors and the licensed insurance producer shall be  
14 appointed for 3-year ~~3-year~~ terms.

15 (d) As soon as practical after the effective date of this  
16 Act, the Fund shall adopt Articles of Governance, which shall  
17 be submitted to the Director for his review and approval.

18 (Source: P.A. 88-379; 88-667, eff. 9-16-94; 89-206, eff.  
19 7-21-95.)