

RULE IMPACT STATEMENT

1. RULES

Proposed PERMANENT rules:

Subchapter 7. Companies

Part 5. OKLAHOMA INSURANCE HOLDING COMPANY SYSTEM REGULATORY ACT

365:25-7-32. Group Capital Calculation [NEW]

2. PURPOSE

365:25-7-32. Updates rules to adopt newer model law provision Group Capital Calculations, which is a requirement for Accreditation with the National Association of Insurance Commissioners (NAIC)..

3. CLASSES AFFECTED:

- a. Regulated entities
- b. Companies going through receivership.
- c. Oklahoma Insurance Department

4. COST IMPACTS ON PRIVATE OR PUBLIC ENTITIES:

Little to none.

5. CLASSES BENEFITTED:

- a. Regulated entities
- b. Companies going through receivership.
- c. Oklahoma Insurance Department

6. ECONOMIC IMPACT:

Little to none.

7. PROBABLE COST TO AGENCY AND EFFECT ON STATE REVENUES:

Little to none.

8. SOURCE OF REVENUE:

Revenues not impacted.

9. MEASURES TAKEN TO MINIMIZE COMPLIANCE COSTS:

Changes do not contain any increased fees. Updates rules to ensure they align with Accreditation requirements.

10. EFFECT ON THE PUBLIC HEALTH, SAFETY, AND ENVIRONMENT:

Little to none.

11. LESS COSTLY/LESS INTRUSIVE METHODS:

No less costly or less intrusive methods have been identified.

12. EFFECT ON PUBLIC HEALTH, SAFETY, AND ENVIRONMENT IF RULE NOT IMPLEMENTED:

If not implemented, the OID will not be in compliance with Accreditation standards, which would negatively impact our ability to have reciprocity with other states.

13. EFFECT ON SMALL BUSINESS:

Little to none.

14. DATE PREPARED:

December 5, 2024