



REINSURANCE ASSOCIATION OF AMERICA

1301 Pennsylvania Avenue, N.W., Suite 900, Washington, D.C. 20004-1701

Telephone: (202) 638-369
Facsimile: (202) 638-093
<http://www.reinsurance.org>

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FOR FURTHER INFORMATION

Reinsurance Association of America
Sandra L. LaFevre
202-783-8313

**HOUSE OF REPRESENTATIVES UNANIMOUSLY PASSES THE NONADMITTED
AND REINSURANCE REFORM ACT OF 2007**

WASHINGTON, DC (June 26, 2007) – The Reinsurance Association of America (RAA) today lauded the passage of H.R. 1065, the Nonadmitted and Reinsurance Reform Act of 2007. Late yesterday, the House of Representatives unanimously approved the legislation designed to streamline the regulation of nonadmitted insurance and reinsurance, which has been hindered by disparate and opposing state laws.

“The bipartisan support for this legislation is to be commended,” said Frank Nutter, president of the RAA. “The Act will greatly enhance the industry’s ability to conduct business in a timely and sensible manner.”

Introduced in February 2007, by Representative Dennis Moore (D-KS), the Act will provide for less onerous regulation of the nonadmitted and reinsurance industry by applying single-state regulation and uniform standards. For reinsurers, the legislation specifically provides for (1) the ceding insurer’s state of domicile as the sole regulatory authority for determining credit for reinsurance for the insurer’s ceded risk, (2) federal preemption of a state’s ability to regulate on an extraterritorial basis in certain circumstances, and (3) the domiciliary state of a reinsurer to be the sole regulator of that reinsurer’s financial solvency.

The RAA will continue to support federal legislation that enables uniformity of regulation for reinsurance at all levels of government.

The Reinsurance Association of America has been the voice of the reinsurance industry since 1968. Headquartered in Washington, D.C., the RAA is a non-profit association committed to an activist agenda that represents the interests of reinsurance professionals across the United States. RAA membership is diverse, including large and small, broker and direct, U.S. companies and U.S. subsidiaries of foreign companies. Together, RAA members write nearly two-thirds of the gross reinsurance coverage provided by U.S. property and casualty reinsurers and affiliates.

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