



Annual Report
of
The Alabama Department
of Insurance
2012

Jim L. Ridling
Commissioner



ROBERT
BENTLEY
GOVERNOR

JIM L. RIDLING
COMMISSIONER

STATE OF ALABAMA
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CHIEF OF STAFF
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CHIEF EXAMINER
RICHARD L. FORD
STATE FIRE MARSHAL
EDWARD S. PAULK
GENERAL COUNSEL
REYN NORMAN

September 30, 2012

The Honorable Robert Bentley
Governor
State of Alabama
Alabama State Capitol

Dear Governor Bentley:

Please accept this annual report of the Alabama Department of Insurance in compliance with Section 27-2-9, Code of Alabama 1975. Statistical information herein is provided by annual statements from companies without audit or verification, and by the National Association of Insurance Commissioners.

Sincerely,

A handwritten signature in cursive script that reads "Jim L. Ridling".

Jim L. Ridling
Commissioner

JLR:klm

EQUAL OPPORTUNITY EMPLOYER

Departmental Revenues/Expenditures

Taxes	\$273,022,608
Fees/Assessments	22,472,303
Penalties	218,701
Total Revenues	\$295,713,612

Total Expenditures **\$17,910,199**

Annual Statement Data

Available for inspection at DOI and at www.aldoi.gov

Examination Overview

No insurers were closed during the year.

No delinquencies were noted.

The Department completed 12 examinations during the year — 2 financial, one market conduct, and nine combined financial/market conduct.

Companies Overview

There were 40 domestic insurers licensed, and 1,381 foreign insurers licensed. They paid the \$273,022,608 in applicable taxes.

Producer Licensing Overview

There were 98,867 licensed insurance producers — 25,880 resident and 72,987 non-resident.

There were 7,191 licensed business entities — 2,497 resident and 5,394 non-resident

Legislative Report

Fifteen bills related to the regulation of insurance passed during the 2012 Regular Session of the Alabama Legislature, making it the Department's most successful sessions in history.

Bills that became law were:

- HB 113 – Producer Licensing Reform
- HB 126 – Unclaimed Life Benefits
- HB 166 – Homeowners' Bill of Rights
- HB 193 – Senior Drivers' Discounts
- HB 323 – Insurance Fraud
- HB 343 – Health Care Sharing Ministries
- HB 403 – Guaranty Fund Reform
- HB 405 – Roofing Contractors
- HB 460 – Title Licensing
- SB 117 – DOI Reauthorization
- SB 134 – State Fire College
- SB 164 – Insurers' Investments Reform
- SB 210 – Clarity Act
- SB 227 – Catastrophe Savings Account
- SB 230 – AIUA Premium Tax Credits

Departmental Operations

The Department made no significant change to its organizational structure in 2011. A copy of the current organizational chart follows on the next page.

ALDOI Organizational Chart

(Effective September 1, 2009)

