

Directive No. 90

FIDELITY AND SURETY BONDS

February 20, 1989

Act No. 172 of the 1988 Louisiana Legislative Session provides that for the quoted premium, to require that the quote be a dollar amount and to require the inclusion of the dollar amount of the premium on the policy, to provide for disclosure of the dollar amount, to define terms, to provide for exceptions, to provide for civil and criminal penalties for violation and appeal of penalties, and to provide for related matters.

The act makes no mention of "fidelity and surety" bonds which are specified as a distinct line of insurance under L.R.S.22:6(8).

Therefore, the Commissioner of Insurance finds that it was not the intent of the Legislation, in enacting Act No. 172, to have said act apply to Fidelity and Surety bonds.

The Companies referenced above are hereby directed to act in accordance with this directive.

Douglas D. Green
COMMISSIONER OF INSURANCE