

**COMMONWEALTH OF VIRGINIA
STATE CORPORATION COMMISSION, BUREAU OF INSURANCE
RICHMOND, VIRGINIA 23218**

**HOME SERVICE CONTRACT PROVIDER DEMOGRAPHIC INFORMATION
AND
REQUIREMENTS FOR DOING BUSINESS IN VIRGINIA**

Company Code

Full and Exact Name of Home Service Contract Provider

MAILING ADDRESS :

REGULATORY CONTACT:

Name"aaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaa
Address _____

Phone _____

STATE OF DOMICILE: _____

OFFICERS:

Name	Title
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FULL CORPORATE ADDRESS:
(If different than Mailing Address above)

DIRECTORS:

**THIS FORM SHOULD BE COMPLETED AND UPLOADED TO THE ANNUAL
LICENSE RENEWAL & FINANCIAL FILING SUBMISSION PORTAL NO
LATER THAN MARCH 1, 2017.**

REQUIREMENTS FOR DOING BUSINESS IN VIRGINIA

1. Pursuant to § 2619 D 2 of the Code of Virginia, the Company must maintain a net worth in an amount of not less than 20 percent of the provider fees charged on its contracts currently in force, with a minimum required net worth of not less than \$100,000 and a maximum required net worth of the amount required of insurers under the provisions of Article 5 (§ 38.2-1024 et seq.) of Chapter 10 of Title 38.2.

PLEASE PROVIDE CALCULATIONS HERE OR ATTACH DOCUMENTATION TO THIS FORM.

2. Pursuant to § 2619 D 3 of the Code of Virginia, the Company must have on deposit with the State Treasurer a financial security deposit of the type allowed pursuant to Chapter 45 (§ 2.2-4500 et seq.) of Title 2.2 with a value of at least 5 percent of the gross consideration received on the sale of the home service contract for all home service contracts issued and in force in the Commonwealth, but not less than \$25,000 or more than \$250,000.

PLEASE PROVIDE DETAILS REGARDING THIS DEPOSIT HERE OR ATTACH DOCUMENTATION TO THIS FORM.

3. Pursuant to § 2619 F of the Code of Virginia, please indicate which one of the following requirements the Company is meeting:

_____A. Insurers all home service contracts under a reimbursement insurance policy issued by an insurer licensed, registered, or otherwise authorized to do business in the Commonwealth, and either:

_____ 1. At the time the reimbursement insurance policy is filed with the Commission, and continuously thereafter, (i) maintains surplus as to policyholders of at least \$15 million and (ii) annually files copies of the insurer's audited financial statements, its National Association of Insurance Commissioners Annual Statement, and the actuarial certification required by and filed in the insurer's state of domicile; or

_____ 2. At the time the reimbursement insurance policy is filed with the Commission, and continuously thereafter, (i) maintains surplus as to policyholders of less than \$15 million but at least equal to \$10 million, (ii) demonstrates to the satisfaction of the Commission that the company maintains a ratio of net written premiums, wherever written, to surplus as to policyholders of not greater than 3 to 1, and (iii) annually files copies of the insurer's audited financial statements, its National Association of Insurance Commissioners Annual Statement, and the actuarial certification required by and filed in the insurer's state of domicile;

_____B. Maintains a funded reserve account sufficient to provide for its obligations under its contracts issued and outstanding in this Commonwealth. The reserves shall not be less than 40 percent of gross considerations received on the sale of the home service contract for all in-force contracts. The reserves shall be calculated by taking the gross consideration received on the sale of the home service contract for all in-force contracts, less claims paid, and multiplying the remainder by 40 percent. This reserve account

Company Code: _____

shall be certified by the company along with reasonable documentation thereof. The reserve account shall be subject to examination and review by the Commission; or

____C. Maintains with its parent company a net worth or stockholders' equity of at least \$100 million and upon request, will provide the Commission with a copy of the provider's parent company's most recent Form 10-K or similar document filed with the federal Securities and Exchange Commission within the last calendar year, or if the company does not file with the federal Securities and Exchange Commission, a copy of the company's audited financial statements, which shows a net worth of the provider's parent company of at least \$100 million. If the provider's parent company's federal Securities and Exchange Commission filing or financial statements are filed to meet the provider's financial stability requirement, then the parent company shall agree to guarantee the obligations of the provider relating to home service contracts sold by the provider in this Commonwealth.

IF THE REQUIREMENT BEING MET ABOVE IS ITEM B, PLEASE PROVIDE DETAILS OF CALCULATIONS INVOLVED HERE OR ATTACH DOCUMENTATION TO THIS FORM.

If the requirement being met as identified above is different from what the Bureau was previously notified of, please explain:

Reviewer's Signature

Reviewer's Name: _____

Reviewer's Phone No: _____

Reviewer's Email Address: _____