



Admitted Market Liaison Committee

Duties Under the SLA Constitution

The Admitted Market Liaison Committee is established by Article VIII (4) of the SLA Constitution which states: The Board of Directors may appoint an Admitted Market Liaison Committee of six individual resident members and/or the authorized representative of organization resident members, and if appointed, it shall liaise with the admitted market on matters of common interest and shall also exercise the powers specified in Article XIV.

Article XIV of the SLA Constitution describes arbitration procedures. Article XIV (b) states: It shall be the duty of the Admitted Market Liaison Committee, upon notice of the arbitrator, to review within five days from the date of such notice any questions, controversies or complaints which have come before the arbitrator, and to affirm or reverse his or her findings and recommend remedies, if any, by a majority vote of such committee.

Article XIV (d) states: No member of the Admitted Market Liaison Committee shall vote on any question or controversy in which he, she, or his or her office may be a party.

Power and Authority: Article XIV (2) states: Findings and recommended remedies of the arbitrator or the Admitted Market Liaison Committee, as the case may be, under the powers hereby conferred shall be binding upon members subject to the right of appeal hereinafter provided.

Appeal to the Board of Directors: Article XIV (3) states: The findings and recommended remedies of the Arbitrator or the Admitted Market Liaison Committee, as the case may be, shall be subject to appeal to the Board of Directors. Appeal must be made in writing and filed with the arbitrator within ten (10) days from the date of service of the findings and recommended remedies from which appeal is taken; otherwise the findings or recommended remedies of the arbitrator or the Admitted Market Liaison Committee, as the case may be, shall be final. When an appeal is taken from a decision of the Board of Directors, as the case may be, shall be final. When an appeal is taken from a decision of the Arbitrator or the Admitted Market Liaison Committee, the Board of Directors shall fix a date for a hearing thereon, with due regard to the interests of the parties involved, but in no event later than thirty (30) days after notice of appeal is filed.

Findings and Remedies: Article XIV (6) states: The Association shall have the power to make findings and to prescribe one or more of the following remedies for acts determined by the Association pursuant to this

article to be contrary to law or the lawful provisions of the Association's Constitution, the Association's Plan of Operation, or bulletins: (a) Private reprimand,

(b) Public reprimand, (c) Referral of the findings or recommended remedies, or both, which may include but not limited to recommendations for fines and license suspension or revocation, to the Commissioner, the Attorney General of the State of California, and to any other state or federal law enforcement agencies.

Duties Under the California Insurance Code

Section 1780.56 (a) of the California Insurance Code: The commissioner may delegate one or more duties to a qualified surplus line advisory organization under this chapter. Section 1780.56 (8) To communicate with organizations of admitted insurers with respect to the proper use of the surplus line market.

Duties Under the SLA Plan of Operation

Section VIII of the Plan of Operation describes SLA duties under CIC Section 1780(a)(8): Communicating with organizations of admitted insurers. The section states: The SLA shall, as necessary and appropriate in the furtherance of its duties and delegated and actively supervised by the commissioner under Section 1780.50 et seq., communicate with and respond to questions or comments from organizations of admitted insurers regarding surplus line insurance.