STATE OF TENNESSEE
DEPARTMENT OF COMMERCE AND INSURANCE
Financial Affairs Section / Analytical Unit 0576
500 James Robertson Parkway, 4TH Floor
Nashville, Tennessee 37243
(615) 741-1633

TO: Alien Surplus Lines Insurers

FROM: Robert J. Ribe, CFE, CPA
Chief Analyst

DATE: January 24, 2006

RE: Surplus Lines Renewal Information

The Tennessee Department of Commerce and Insurance requires the following filings from all eligible Alien Surplus Lines Insurers in order to continue their eligibility in the State of Tennessee:

2005 Filing Requirements:

1. Pursuant to Tenn. Code Ann. § 56-14-108(b)(2), all Alien Surplus Lines Insurers must be listed on the National Association of Insurance Commissioner's IID Quarterly listing of companies.

2. Pursuant to Tenn. Code Ann. § 56-14-108(b)(3), the *2005 Audited Financial Statement* must be received by **June 1, 2006**. **Late or incomplete filings are subject to a penalty of $100 per day.**

3. Pursuant to Tenn. Code Ann. § 56-14-108(b)(4), an alien insurer must have and maintain in the United States a trust fund for the protection of all policyholders in the United States under terms deemed by the Commissioner of the Department of Commerce and Insurance to be reasonably adequate. Please provide this Division with the company's *Trust Agreement / Certification* for the year 2005.

4. Pursuant to Tenn. Code Ann. § 56-4-101(a)(3), the *Annual Review Fee* to determine continuing eligibility of the surplus lines insurers is two hundred seventy dollars ($270.00) and must be received by **March 1, 2006**.

5. Pursuant to Tenn. Code Ann. § 56-4-101(a)(4), each company's *Annual Statement Filing Fee* of five hundred fifteen dollars ($515.00) must be received by **March 1, 2006**.

FAILURE TO COMPLY WITH THESE REQUIREMENTS WILL RESULT IN THE LOSS OF THE COMPANY'S SURPLUS LINES ELIGIBILITY TO DO BUSINESS IN THE STATE OF TENNESSEE.

Please note: The renewal packet for Surplus Lines Companies will be on the following website in the future www.state.tn.us/commerce/insurance/index.html.

The above documents should be mailed to the following address:

Tennessee Department of Commerce and Insurance
Attn: Hui Wattanaskolpant, Analyst
Financial Affairs Section / Analytical Unit 0576
500 James Robertson Parkway, 4TH Floor
Nashville, Tennessee 37243
(615) 253-2958