



COMMONWEALTH OF PUERTO RICO
OFFICE OF THE COMMISSIONER OF INSURANCE

December 11, 2008

RULING LETTER NUMBER.: 2008-95-AF

TO ALL AUTOMOBILE CLUBS OR ASSOCIATIONS AUTHORIZED TO DO
BUSINESS IN PUERTO RICO

**ANNUAL STATEMENT REQUIRED IN SECTION 21.090 OF THE PUERTO RICO
INSURANCE CODE**

Dear Sirs and Madams:

Section 21.090 of the Puerto Rico Insurance Code provides that all automobile clubs or associations must file a financial statement with the Office of the Insurance Commissioner of Puerto Rico, on or before March 31 of every year, in the form and manner ordered by the Commissioner, and sworn to by the President or one of the principal officers, stating the financial condition as of December 31 of the preceding year.

In recent years, even though the automobile clubs have complied with this requirement, the information reported by these entities lacks uniformity. Therefore, with a view to ensuring that the financial statements be submitted in a uniform manner, by means of this Ruling Letter we are requiring that no later than March 31 of every year all automobile clubs or association file with the Commissioner financial statements as of December 31 of the previous year, signed by the President or one of the principal offices, including the following:

- Balance Sheet - Assets, Liabilities, Capital, and Surplus,
- Income and Expenses Statement and a reconciliation of Capital and Surplus,
- Cash Flow Statement, and

- Notes to the Financial Statements on matters that warrant comment and any other disclosure regarding administration contracts, relationships among affiliates, assets of the automobile club or association used to guarantee loans, among others.

In addition, automobile clubs or associations with a volume of written premiums greater than \$1 million dollars, on or before June 30 of each year, must submit to this Office financial statements certified by a certified public accountant, as established in the generally accepted auditing standards.

Strict compliance with the provisions of this Ruling Letter is hereby ordered.

Very truly yours,

SIGNED

Dorelisse Juarbe-Jiménez
Commissioner of Insurance