

2017 Regular Session

HOUSE BILL NO. 503

BY REPRESENTATIVE THIBAUT

INSURERS/AGENTS: Provides relative to the licensing of insurance producers

1 AN ACT

2 To amend and reenact R.S. 22:821(B)(3) and 1546(B)(1)(a), relative to licensing of
3 insurance producers; to provide for licensing fees paid by insurance producers; to
4 provide for licensing of business entities as insurance producers; to provide for
5 disclosure of persons with ten percent or more controlling interest in a resident
6 business entity; to provide for disclosure upon request of persons with ten percent
7 or more controlling interest in a non-resident business entity; and to provide for
8 related matters.

9 Be it enacted by the Legislature of Louisiana:

10 Section 1. R.S. 22:821(B)(3) and 1546(B)(1)(a) are hereby amended and reenacted
11 to read as follows:

12 §821. Fees

13 * * *

14 B.

15 * * *

16 (3) For producers' licenses:

17 (a) ~~Life, health, and accident producer; variable annuity producer~~

18 Surplus Lines:

19 First time applicant. ~~\$75.00~~ \$250.00

20 ~~Additional or renewal company appointment~~

21 ~~(yearly)~~. ~~\$20.00~~

1		Producer renewal <u>Renewal</u> fee	
2		(every two years).	\$50.00 <u>\$350.00</u>
3	(b)	Property and casualty producer <u>All other lines</u> :	
4		First time applicant.	\$75.00
5		<u>Application to add lines</u>	<u>\$50.00</u>
6		Additional <u>Initial</u> or renewal company appointment	
7		(yearly).	\$20.00
8		Producer renewal fee (every two years).	\$50.00
9		(i) <u>One line</u>	<u>\$50.00</u>
10		(ii) <u>Two or more lines</u>	<u>\$55.00</u>
11	(c)	Limited lines producer	
12		First time applicant	\$75.00
13		Each additional line of authority	\$35.00
14		Additional or renewal company appointment	
15		(yearly)	\$20.00
16		Renewal fee (every two years)	\$50.00
17	(d)	Limited lines credit insurance producer	
18		First time applicant	\$75.00
19		Additional or renewal company appointment	
20		(yearly)	\$20.00
21		Renewal fee (every two years)	\$50.00
22	(e)	Surplus lines broker	
23		First time applicant	\$250.00
24		Renewal fee (every two years)	\$350.00
25	(f)	Fee for failure to file producer license renewal timely	
26		(per license).	\$50.00
27	(g)	Fee for duplicate producer license	\$15.00
28		* * *	
29		§1546. Application for license	

Surplus lines broker	
First time applicant.	\$250.00
Renewal fee (every two years).	\$350.00
Fee for failure to file producer license renewal timely (per license).	\$50.00
Fee for duplicate producer license.	\$15.00

Proposed law retains the current fees for surplus lines producers and the fee for failure to timely file a producer license renewal.

Proposed law creates an "all other lines" category of insurance producers for the purpose of unifying the fee structure and renewal periods for the following insurance producer licenses: life, health, and annuities; property and casualty; limited lines; and limited lines credit insurance. Proposed law otherwise retains present law regarding the fee structure for producers in these categories.

Proposed law creates the following fee structure for all other lines of producer licenses:

First time applicant.	\$75.00
Application to add lines.	\$50.00
Initial or renewal company appointment (yearly).	\$20.00
Producer renewal fee (every two years):	
One line.	\$50.00
Two or more lines.	\$55.00

Present law provides that a business entity acting as an insurance producer is required to obtain an insurance producer license and that any person who directly or indirectly controls 10% or more of such entity shall be registered with the Department of Insurance under such business entity's license.

Proposed law changes present law by limiting the requirement to register controlling persons to resident business entities. Proposed law adds a requirement for non-resident business entities to provide that information to the commissioner of insurance upon request.

Effective January 1, 2018.

(Amends R.S. 22:821(B)(3) and 1546(B)(1)(a))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Insurance to the original bill:

1. Provides that the producer renewal fee for all other lines of insurance is \$55.00 for two or more lines.