

2017 Regular Session

HOUSE BILL NO. 408

BY REPRESENTATIVE HUVAL

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

INSURANCE: Provides for the change of insurance producer on record

1 AN ACT

2 To amend and reenact R.S. 22:1564(B)(1)(b), relative to the qualifications and licensing of  
3 insurance producers; to provide with respect to producers on record; to provide for  
4 a change in producer; to require quotations and proposals; and to provide for related  
5 matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 22:1564(B)(1)(b) is hereby amended and enacted to read as follows:

8 §1564. Producers of record

9 \* \* \*

10 B.(1)

11 \* \* \*

12 (b) If the insurer receives a producer of record letter for an application, the  
13 insurer shall provide the new producer of record with a quotation or proposal based  
14 on new applications submitted by the new producer of record regardless of any other  
15 outstanding quotations or proposals. If the quotation or proposal is accepted by the  
16 insured, the insurer shall issue the policy with the designated producer of record. If  
17 the insurer receives a written request by the insured to change the producer of record  
18 on an application, the insurer shall give the initial producer of record written notice  
19 fifteen days in advance of the change or removal. If the insurer receives a request to  
20 change a producer of record on an application within fifteen days of the policy

1 inception, the insurer shall provide the required fifteen-day notice; however, any  
2 required change of producer shall be effective on the inception date of the policy.

3 \* \* \*

---

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

---

HB 408 Original

2017 Regular Session

Huval

**Abstract:** Requires an insurer to provide a new producer of record with a new quotation or proposal regardless of any other outstanding quotation or proposal.

Present law provides that any insurer which issues or delivers property, casualty, accident, or health insurance, or bonds in this state shall recognize a producer of record when selected by the owner of the policy or the first-named insured if there are multiple-named insureds in writing. Proposed law retains present law.

Present law provides that if an insurer receives a producer of record letter for an application, the insurer shall provide any quotations or proposals to the producer. Proposed law changes present law to provide that instead of providing the record containing the quotation or proposal, the insurer must submit a new quotation or proposal to the producer of record as if there are no outstanding proposals.

Present law provides that if the quotation or proposal is approved by the insured, the insurer shall issue the policy with the producer on record. Proposed law retains present law.

Present law requires that if the insurer receives a written request by the insured to change the producer of record, the insurer shall give the initial producer of record written notice 15 days in advance of the change or removal. Proposed law retains present law.

(Amends R.S. 22:1564(B)(1)(b))