
DIGEST

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HB 644 Original

2018 Regular Session

Pierre

Abstract: Authorizes the denial of an application for licensure as a third party administrator.

Present law requires the commissioner of insurance to suspend or revoke the license of a third party administrator or impose a fine for each separate violation not to exceed \$5,000 per violation or \$25,000 in the aggregate if the commissioner finds that the administrator is using methods or practices in the conduct of business that render the further transaction of business in this state hazardous or injurious to insured persons or the public.

Proposed law retains present law and further requires the commissioner to deny the application for a license on the same basis.

Present law authorizes the commissioner to suspend or revoke the license of a third party administrator or impose a fine not to exceed \$5,000 per violation or \$25,000 in the aggregate if the commissioner finds the administrator has performed certain acts or meets certain criteria.

Proposed law retains present law and authorizes the commissioner to deny the application for a license on the same basis. Proposed law further adds the basis of having provided incorrect, misleading, incomplete or materially false information or omitted material information in the license application.

(Amends R.S. 22:1654(A)(intro. para.) and (1) and (B)(intro. para.); Adds R.S. 22:1654(B)(8))