

2019 Regular Session

HOUSE BILL NO. 410

BY REPRESENTATIVE HOLLIS

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

INSURANCE/PROPERTY: Provides for fees and assessments collected by the Department of Insurance

1 AN ACT

2 To amend and reenact R.S.22:821(B)(introductory paragraph) and (3)(b) and to repeal R.S.
3 22:1476(B) and (C), relative to insurance fees and assessments; to provide for the
4 annual assessment on property and casualty insurers; to provide for fees for producer
5 licenses; to provide for an effective date; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S.22:821(B)(introductory paragraph) and (3)(b) are hereby amended
8 and reenacted to read as follows:

9 §821. Fees

10 * * *

11 B. The commissioner shall collect the following fees ~~and licenses shall be~~
12 ~~collected~~ in advance ~~by the commissioner of insurance~~:

13 * * *

14 (3) For producers' licenses:

15 * * *

16 (b) All other lines:

17 First time applicant. \$75.00

18 Application to add lines. \$50.00

| | | |
|---|--|-----------------|
| 1 | Initial or renewal company appointment | <u>\$30.00</u> |
| 2 | <u>Renewal company appointment of individual</u> | |
| 3 | (yearly <u>by January 1</u>) | \$20.00 |
| 4 | <u>Initial company appointment of business entity.</u> | <u>\$100.00</u> |
| 5 | <u>Renewal company appointment of business entity</u> | |
| 6 | (yearly <u>by August 1</u>). | <u>\$100.00</u> |
| 7 | Producer renewal fee (every two years) | |
| 8 | (i) One line. | \$50.00 |
| 9 | (ii) Two or more lines. | \$55.00 |

10 * * *

11 Section 2. R.S. 22:1476(B) and (C) are hereby repealed in their entirety.

12 Section 3. This Act shall become effective upon signature by the governor or, if not
13 signed by the governor, upon expiration of the time for bill to become law without signature
14 by the governor, as provided in Article III, Section 18 of the Constitution of Louisiana. If
15 vetoed by the governor and subsequently approved by the legislature, this Act shall become
16 effective on the day following such approval.

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 410 Reengrossed 2019 Regular Session Hollis

Abstract: Provides a fee for the company appointment and renewal for insurance producers which shall be collected by the commissioner of insurance and repeals the annual assessment on property and casualty insurers.

Present law provides that the commissioner of insurance shall collect fees on licenses for all insurance producers. Such fees shall include: first time applicant fee of \$75.00, application fee of \$50.00, initial or renewal appointment fee of \$20.00, yearly, and a producer fee in the amount of \$50.00 and \$55.00, to be collected every two years, respectively.

Proposed law increases the initial company appointment of an individual from \$20 to \$30.

Proposed law provides that the renewal company appointment fee shall be \$20 and paid yearly by Jan.1.

Proposed law provides for an initial company appointment of a business entity and a renewal which shall occur yearly by Aug.1 in the amount of \$100.

Present law provides for an assessment on each property and casualty insurer up to 1% of the direct premiums.

Proposed law repeals present law.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 22:821(B)(intro. para.) and (3)(b); Repeals R.S. 22:1476(B) and (C))

Summary of Amendments Adopted by House

The House Floor Amendments to the engrossed bill:

1. Make technical changes.