S.B. NO. ¹⁴⁰⁸ S.D. 1

A BILL FOR AN ACT

RELATING TO INSURANCE LICENSING.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1 | SECT | ION 1. Section 431:7-101, Hawaii Revised Statutes, is |
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| 2 | amended by | y amending subsections (a) and (b) to read as follows: |
| 3 | "(a) | The commissioner shall collect in advance the |
| 4 | following | fees: |
| 5 | (1) | Certificate of authority: Issuance \$900 |
| 6 | (2) | Organization of domestic insurers and affiliated |
| 7 | | corporations: |
| 8 | | (A) Application and all other papers required |
| 9 | | for issuance of solicitation permit, |
| 10 | | filing \$1,500 |
| 11 | | (B) Issuance of solicitation permit \$150 |
| 12 | (3) | Producer's license: |
| 13 | | (A) Issuance, regular license \$50 |
| 14 | | (B) Issuance, temporary license \$50 |
| 15 | (4) | Nonresident producer's license: Issuance \$75 |
| 16 | (5) | Independent adjuster's license: Issuance \$75 |
| 17 | (6) | Public adjuster's license: Issuance \$75 |

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| 1 | (7) | Workers' compensation claim adjuster's limited |
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| 2 | | license: Issuance \$75 |
| 3 | (8) | Independent bill reviewer's license: |
| 4 | | Issuance |
| 5 | (9) | Limited producer's license: Issuance \$60 |
| 6 | (10) | Managing general agent's license: |
| 7 | | Issuance |
| 8 | (11) | Reinsurance intermediary's license: |
| 9 | | Issuance |
| 10 | <u>(</u> 12) | Surplus lines broker's license: Issuance \$150 |
| 11 | (13) | Service contract provider's registration: |
| 12 | | Issuance |
| 13 | (14) | Approved course provider certificate: |
| 14 | | Issuance |
| 15 | (15) | Approved continuing education course |
| 16 | | certificate: Issuance \$30 |
| 17 | (16) | Vehicle protection product warrantor's |
| 18 | | registration: Issuance \$75 |
| 19 | (17) | Criminal history record check \$20 |
| 20 | (18) | Examination for license: For each |
| 21 | | examination, a fee to be established by the |
| 22 | | commissioner. |

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| 1 | (19) | Limited line motor vehicle rental company |
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| 2 | | producer's license: Issuance \$1000. |
| 3 | (b) | The fees for services of the department of commerce |
| 4 | and consu | mer affairs subsequent to the issuance of a certificate |
| 5 | of author | ity, license, or other certificate are as follows: |
| 6 | (1) | \$600 per year for all services (including extension of |
| 7 | | the certificate of authority) for an authorized |
| 8 | | insurer; |
| 9 | (2) | \$50 per year for all services (including extension of |
| 10 | | the license) for a regularly licensed producer; |
| 11 | (3) | \$75 per year for all services (including extension of |
| 12 | | the license) for a regularly licensed nonresident |
| 13 | | producer; |
| 14 | (4) | \$45 per year for all services (including extension of |
| 15 | | the license) for a regularly licensed independent |
| 16 | | adjuster; |
| 17 | (5) | \$45 per year for all services (including extension of |
| 18 | | the license) for a regularly licensed public adjuster; |
| 19 | (6) | \$45 per year for all services (including extension of |
| 20 | | the license) for a workers' compensation claims |
| 21 | | adjuster's limited license; |

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| 1 | (7) | \$60 per year for all services (including extension of |
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| 2 | | the license) for a regularly licensed independent bill |
| 3 | | reviewer; |
| 4 | (8) | \$45 per year for all services (including extension of |
| 5 | | the license) for a producer's limited license; |
| 6 | (9) | \$75 per year for all services (including extension of |
| 7 | | the license) for a regularly licensed managing general |
| 8 | | agent; |
| 9 | (10) | \$75 per year for all services (including extension of |
| 10 | | the license) for a regularly licensed reinsurance |
| 11 | | intermediary; |
| 12 | (11.) | \$45 per year for all services (including extension of |
| 13 | | the license) for a licensed surplus lines broker; |
| 14 | (12) | \$75 per year for all services (including renewal of |
| 15 | | registration) for a service contract provider; |
| 16 | (13) | \$65 per year for all services (including extension of |
| 17 | | the certificate) for an approved course provider; |
| 18 | (14) | \$20 per year for all services (including extension of |
| 19 | | the certificate) for an approved continuing education |
| 20 | | course; |

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| 1 | (15) | \$75 per year for all services (including renewal of |
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| 2 | | registration) for a vehicle protection product |
| 3 | | warrantor; [and] |
| 4 | (16) | \$20 for a criminal history record check[-]; and |
| 5 | (17) | \$600 per year for all services (including extension of |
| 6 | | the license) for a regularly licensed limited line |
| 7 | | motor vehicle rental company producer. |
| 8 | The | services referred to in paragraphs (1) to $[(\frac{16}{16})]$ (17) |
| 9 | shall not | include services in connection with examinations, |
| 10 | investiga | tions, hearings, appeals, and deposits with a |
| 11 | depository other than the department of commerce and consumer | |
| 12 | affairs." | |
| 13 | SECT | ION 2. Section 431:9-228, Hawaii Revised Statutes, is |
| 14 | amended t | o read as follows: |
| 15 | "§43 | 1:9-228 Place of business. [(a) Every licensed |
| 16 | adjuster, | and independent bill reviewer shall have and maintain |
| 17 | in this S | tate a place of business accessible to the public. |
| 18 | (d) | (a) The place of business of every licensed adjuster |
| 19 | and indep | endent bill reviewer shall be [that wherein] the place |
| 20 | where the | licensee principally conducts transactions under the |
| 21 | licensee' | s [licenses.] <u>license.</u> |
| | | |

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| 1 | [(c)] <u>(b)</u> The licensee shall promptly notify the |
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| 2 | commissioner of any change of business address." |
| 3 | SECTION 3. Statutory material to be repealed is bracketed |
| 4 | and stricken. New statutory material is underscored. |
| 5 | SECTION 4. This Act shall take effect upon its approval. |

Report Title:

Insurance; Licensing; Issuance and Service Fees

Description:

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Re-establishes the issuance and all services fees applicable to limited line motor vehicle rental company producer's licensee. Requires adjusters and independent bill reviewers' place of business be located where the licensee principally conducts transactions under the license. (SD1)