

Rep. Marcus C. Evans, Jr.

Filed: 3/1/2017

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1	AMENDMENT TO HOUSE BILL 2752
2	AMENDMENT NO Amend House Bill 2752 by replacing
3	everything after the enacting clause with the following:
4 5	"Section 5. The Criminal Identification Act is amended by changing Sections 12 and 13 as follows:
6	20 ILCS 2630/12)
7	Sec. 12. Entry of order; effect of expungement or sealing
8	records.
9	(a) Except with respect to law enforcement agencies, the
10	Department of Corrections, State's Attorneys, or other
11	prosecutors, and as provided in Section 13 of this Act, an
12	expunged or sealed record may not be considered by any private
13	or public entity in employment matters, certification,
14	licensing, revocation of certification or licensure, or
15	registration. Applications for employment must contain
16	specific language which states that the applicant is not

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1 obligated to disclose sealed or expunded records of conviction 2 arrest. The entity authorized to grant a license, or certification, or registration shall include, in an 3 4 application for certification, registration, or licensure, 5 specific language stating that the applicant is not obligated 6 to disclose sealed or expunded records of a conviction or arrest; however, if the inclusion of that language in an 7 application for certification, registration, or licensure is 8 9 not practical, the entity shall publish on its website 10 instructions specifying that applicants are not obligated to 11 disclose sealed or expunded records of a conviction or arrest. Employers and entities authorized to grant professional 12 13 licenses, certifications, or registrations may not ask if an 14 applicant has had records expunged or sealed.

15 (b) A person whose records have been sealed or expunged is 16 not entitled to remission of any fines, costs, or other money paid as a consequence of the sealing or expungement. This 17 amendatory Act of the 93rd General Assembly does not affect the 18 right of the victim of a crime to prosecute or defend a civil 19 20 action for damages. Persons engaged in civil litigation involving criminal records that have been sealed may petition 21 22 the court to open the records for the limited purpose of using them in the course of litigation. 23

24 (Source: P.A. 93-211, eff. 1-1-04; 93-1084, eff. 6-1-05.)

25 (20 ILCS 2630/13)

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Sec. 13. Retention and release of sealed records.

(a) The Department of State Police shall retain records 2 sealed under subsection (c) or (e-5) of Section 5.2 or 3 4 impounded under subparagraph (B) or (B-5) of paragraph (9) of 5 subsection (d) of Section 5.2 and shall release them only as 6 authorized by this Act. Felony records sealed under subsection (c) or (e-5) of Section 5.2 or impounded under subparagraph (B) 7 or (B-5) of paragraph (9) of subsection (d) of Section 5.2 8 9 shall be used and disseminated by the Department only as 10 otherwise specifically required or authorized by a federal or 11 State law, rule, or regulation that requires inquiry into and release of criminal records, including, but not limited to, 12 13 subsection (A) of Section 3 of this Act, except such records 14 shall not be used or disseminated in connection with an 15 application for any professional or business licensure, registration, or certification not involving a health care 16 worker position as defined in the Health Care Worker 17 Self-Referral Act. However, all requests for records that have 18 been expunded, sealed, and impounded and the use of those 19 20 records are subject to the provisions of Section 2-103 of the Illinois Human Rights Act. Upon conviction for any offense, the 21 Department of Corrections shall have access to all sealed 22 23 records of the Department pertaining to that individual.

(b) Notwithstanding the foregoing, all sealed or impounded records are subject to inspection and use by the court and inspection and use by law enforcement agencies and State's 10000HB2752ham001

Attorneys or other prosecutors in carrying out the duties of
 their offices.

3 (c) The sealed or impounded records maintained under 4 subsection (a) are exempt from disclosure under the Freedom of 5 Information Act.

6 (d) The Department of State Police shall commence the 7 sealing of records of felony arrests and felony convictions 8 pursuant to the provisions of subsection (c) of Section 5.2 of 9 this Act no later than one year from the date that funds have 10 been made available for purposes of establishing the 11 technologies necessary to implement the changes made by this 12 amendatory Act of the 93rd General Assembly.

13 (Source: P.A. 97-1026, eff. 1-1-13; 97-1120, eff. 1-1-13;
14 98-399, eff. 8-16-13; 98-463, eff. 8-16-13.)

Section 10. The Illinois Insurance Code is amended by changing Sections 500-30, 500-70, 1525, and 1555 and by adding Sections 500-76 and 1550 as follows:

18 (215 ILCS 5/500-30)

19 (Section scheduled to be repealed on January 1, 2027)

20 Sec. 500-30. Application for license.

(a) An individual applying for a resident insurance producer license must make application on a form specified by the Director and declare under penalty of refusal, suspension, or revocation of the license that the statements made in the 10000HB2752ham001 -5- LRB100 08572 SMS 22383 a

1 application are true, correct, and complete to the best of the 2 individual's knowledge and belief. Before approving the 3 application, the Director must find that the individual:

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(1) is at least 18 years of age;

5 (2) has not committed any act that is a ground for 6 denial, suspension, or revocation set forth in Section 7 500-70 or 500-76 or the individual who committed the act 8 has been sufficiently rehabilitated;

9 (3) has completed, if required by the Director, a 10 pre-licensing course of study before the insurance exam for 11 the lines of authority for which the individual has applied 12 (an individual who successfully completes the Fire and 13 Casualty pre-licensing courses also meets the requirements 14 for Personal Lines-Property and Casualty);

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(4) has paid the fees set forth in Section 500-135; and

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(5) has successfully passed the examinations for the lines of authority for which the person has applied.

(b) A pre-licensing course of study for each class of insurance for which an insurance producer license is requested must be established in accordance with rules prescribed by the Director and must consist of the following minimum hours:

22Class of InsuranceNumber of23Hours24Life (Class 1 (a))2025Accident and Health (Class 1 (b) or 2 (a))2026Fire (Class 3)20

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1 Casualty (Class 2) 20 20 2 Personal Lines-Property Casualty 12.5 3 Motor Vehicle (Class 2(b) or 3(e)) 7.5 hours of each pre-licensing course must be completed in 4 5 a classroom setting, except Motor Vehicle, which would require 6 5 hours in a classroom setting. 7 (c) A business entity acting as an insurance producer must 8 obtain an insurance producer license. Application must be made 9 using the Uniform Business Entity Application. Before 10 approving the application, the Director must find that: 11 (1) the business entity has paid the fees set forth in Section 500-135; and 12 (2) the business entity has designated a licensed 13 14 producer responsible for the business entity's compliance 15 with the insurance laws and rules of this State. (d) The Director may require any documents reasonably 16 17 necessary to verify the information contained in an 18 application. 19 (Source: P.A. 96-839, eff. 1-1-10.) (215 ILCS 5/500-70) 20 21 (Section scheduled to be repealed on January 1, 2027) 22 Sec. 500-70. License denial, nonrenewal, or revocation. 23 (a) The Director may place on probation, suspend, revoke, 24 or refuse to issue or renew an insurance producer's license, may issue a license with monitoring requirements, or may levy a 25

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civil penalty in accordance with this Section or take any combination of actions, for any one or more of the following causes:

(1) providing incorrect, misleading, incomplete, or materially untrue information in the license application;

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6 (2) violating any insurance laws, or violating any 7 rule, subpoena, or order of the Director or of another 8 state's insurance commissioner;

9 (3) obtaining or attempting to obtain a license through
10 misrepresentation or fraud;

11 (4) improperly withholding, misappropriating or 12 converting any moneys or properties received in the course 13 of doing insurance business;

14 (5) intentionally misrepresenting the terms of an 15 actual or proposed insurance contract or application for 16 insurance;

17 (6) <u>for licensees</u>, having been convicted of a felony.
 18 <u>unless the individual demonstrates to the Director</u>
 19 <u>sufficient rehabilitation to warrant the public trust</u>;

20 (7) having admitted or been found to have committed any
21 insurance unfair trade practice or fraud;

(8) using fraudulent, coercive, or dishonest
practices, or demonstrating incompetence,
untrustworthiness or financial irresponsibility in the
conduct of business in this State or elsewhere;

26 (9) having an insurance producer license, or its

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equivalent, denied, suspended, or revoked in any other
 state, province, district or territory;

3 4 (10) forging a name to an application for insurance or to a document related to an insurance transaction;

5 (11) improperly using notes or any other reference 6 material to complete an examination for an insurance 7 license;

8 (12) knowingly accepting insurance business from an
9 individual who is not licensed;

10 (13) failing to comply with an administrative or court 11 order imposing a child support obligation;

12 (14) failing to pay state income tax or penalty or 13 interest or comply with any administrative or court order 14 directing payment of state income tax or failed to file a 15 return or to pay any final assessment of any tax due to the 16 Department of Revenue;

17 (15) failing to make satisfactory repayment to the 18 Illinois Student Assistance Commission for a delinquent or 19 defaulted student loan; or

20 (16) failing to comply with any provision of the
21 Viatical Settlements Act of 2009.

(b) If the action by the Director is to nonrenew, suspend, or revoke a license or to deny an application for a license, the Director shall notify the applicant or licensee and advise, in writing, the applicant or licensee of the reason for the suspension, revocation, denial or nonrenewal of the 10000HB2752ham001 -9- LRB100 08572 SMS 22383 a

applicant's or licensee's license. The applicant or licensee may make written demand upon the Director within 30 days after the date of mailing for a hearing before the Director to determine the reasonableness of the Director's action. The hearing must be held within not fewer than 20 days nor more than 30 days after the mailing of the notice of hearing and shall be held pursuant to 50 Ill. Adm. Code 2402.

8 (c) The license of a business entity may be suspended, 9 revoked, or refused if the Director finds, after hearing, that 10 an individual licensee's violation was known or should have 11 been known by one or more of the partners, officers, or managers acting on behalf of the partnership, corporation, 12 13 limited liability company, or limited liability partnership and the violation was neither reported to the Director nor 14 15 corrective action taken.

(d) In addition to or instead of any applicable denial, suspension, or revocation of a license, a person may, after hearing, be subject to a civil penalty of up to \$10,000 for each cause for denial, suspension, or revocation, however, the civil penalty may total no more than \$100,000.

(e) The Director has the authority to enforce the provisions of and impose any penalty or remedy authorized by this Article against any person who is under investigation for or charged with a violation of this Code or rules even if the person's license or registration has been surrendered or has lapsed by operation of law. 10000HB2752ham001 -10- LRB100 08572 SMS 22383 a

1 (f) Upon the suspension, denial, or revocation of a 2 license, the licensee or other person having possession or 3 custody of the license shall promptly deliver it to the 4 Director in person or by mail. The Director shall publish all 5 suspensions, denials, or revocations after the suspensions, 6 denials, or revocations become final in a manner designed to 7 notify interested insurance companies and other persons.

8 (g) A person whose license is revoked or whose application 9 is denied pursuant to this Section is ineligible to apply for 10 any license for 3 years after the revocation or denial. A 11 person whose license as an insurance producer has been revoked, 12 suspended, or denied may not be employed, contracted, or 13 engaged in any insurance related capacity during the time the 14 revocation, suspension, or denial is in effect.

15 (Source: P.A. 96-736, eff. 7-1-10.)

16 (215 ILCS 5/500-76 new)

17 <u>Sec. 500-76. Applicant convictions.</u>

(a) The Director and the Department shall not require
 applicants to report the following information and shall not
 collect and consider the following criminal history records in
 connection with an insurance producer license application:

22 (1) Juvenile adjudications of delinquent minors as
 23 defined in Section 5-105 of the Juvenile Court Act of 1987,
 24 subject to the restrictions set forth in Section 5-130 of
 25 that Act.

1	(2) Law enforcement records, court records, and
2	conviction records of an individual who was 17 years old at
3	the time of the offense and before January 1, 2014, unless
4	the nature of the offense required the individual to be
5	tried as an adult.
6	(3) Records of arrest not followed by a conviction
7	unless related to the duties and responsibilities of an
8	insurance producer. However, applicants shall not be asked
9	to report any arrests, and an arrest not followed by a
10	conviction shall not be the basis of a denial and may be
11	used only to assess an applicant's rehabilitation.
12	(4) Convictions overturned by a higher court.
13	(5) Convictions or arrests that have been sealed or
14	expunged.
14 15	<u>expunged.</u> (b) When reviewing a conviction of a felony of the
15	(b) When reviewing a conviction of a felony of the
15 16	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a
15 16 17	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of
15 16 17 18	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the
15 16 17 18 19	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the applicant's record, including any of the following:
15 16 17 18 19 20	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the applicant's record, including any of the following: (1) the lack of direct relation of the offense for
15 16 17 18 19 20 21	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the applicant's record, including any of the following: (1) the lack of direct relation of the offense for which the applicant was previously convicted to the duties,
15 16 17 18 19 20 21 22	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the applicant's record, including any of the following: (1) the lack of direct relation of the offense for which the applicant was previously convicted to the duties, functions, and responsibilities of the position for which a
15 16 17 18 19 20 21 22 23	(b) When reviewing a conviction of a felony of the applicant for the purpose of determining whether to grant a license, the Director shall consider any evidence of rehabilitation and mitigating factors contained in the applicant's record, including any of the following: (1) the lack of direct relation of the offense for which the applicant was previously convicted to the duties, functions, and responsibilities of the position for which a license is sought;

1	<pre>conviction;</pre>
2	(3) if the applicant was previously licensed or
3	employed in this State or other states or jurisdictions,
4	then the lack of prior misconduct arising from or related
5	to the licensed position or position of employment;
6	(4) the age of the person at the time of the criminal
7	offense;
8	(5) successful completion of sentence and, for
9	applicants serving a term of parole or probation, a
10	progress report provided by the applicant's probation or
11	parole officer that documents the applicant's compliance
12	with conditions of supervision;
13	(6) evidence of the applicant's present fitness and
14	professional character;
15	(7) evidence of rehabilitation or rehabilitative
16	effort during or after incarceration or during or after a
17	term of supervision, including, but not limited to, a
18	certificate of good conduct under Section 5-5.5-25 of the
19	Unified Code of Corrections or certificate of relief from
20	disabilities under Section 5-5.5-10 of the Unified Code of
21	Corrections; and
22	(8) any other mitigating factors that contribute to the
23	person's potential and current ability to perform the
24	duties and responsibilities of an insurance producer.
25	(c) It is the affirmative obligation of the Director to
26	demonstrate that a prior conviction would impair the ability of

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1	the applicant to engage in the licensed practice. If the
2	Director refuses to issue a license to an applicant, then the
3	Director shall notify the applicant of the denial in writing
4	with the following included in the notice of denial:
5	(1) a statement about the decision to refuse to issue a
6	license;
7	(2) a list of the convictions that were the sole or
8	partial basis for the refusal to issue a license;
9	(3) a list of the mitigating evidence presented by the
10	applicant;
11	(4) reasons for refusing to issue a license specific to
12	the evidence presented in mitigation of conviction items
13	that formed the partial or sole basis for the Director's
14	decision; and
15	(5) a summary of the appeal process or the earliest the
16	applicant may reapply for a license, whichever is
17	applicable.
18	(d) No later than May 1 of each year, the Director shall
19	prepare, publicly announce, and publish a report of summary
20	statistical information relating to new and renewal insurance
21	producer license applications during the preceding calendar
22	year. Each report shall show at minimum:
23	(1) the number of applicants for new or renewal license
24	under this Act within the previous calendar year;
25	(2) the number of applicants for new or renewal license
26	under this Act within the previous calendar year who had

1	any criminal conviction;
2	(3) the number of applicants for new or renewal license
3	under this Act in the previous calendar year who were
4	granted a license;
5	(4) the number of applicants for new or renewal license
6	with a criminal conviction who were granted a license under
7	this Act within the previous calendar year;
8	(5) the number of applicants for new or renewal license
9	under this Act within the previous calendar year who were
10	denied a license;
11	(6) the number of applicants for new or renewal license
12	with a criminal conviction who were denied a license under
13	this Act in the previous calendar year in whole or in part
14	because of a prior conviction;
15	(7) the number of licenses without monitoring
16	requirements issued under this Act in the previous calendar
17	year to applicants with a felony conviction; and
18	(8) the number of probationary licenses with
19	monitoring issued under this Act in the previous calendar
20	year to applicants with a felony conviction.
21	(215 ILCS 5/1525)
22	Sec. 1525. Resident license.

(a) Before issuing a public adjuster license to an
applicant under this Section, the Director shall find that the
applicant:

(1) is eligible to designate this State as his or her 1 home state or is a nonresident who is not eligible for a 2 license under Section 1540; 3 4 (2) is sufficiently rehabilitated in cases in which the 5 applicant has not committed any act that is a ground for denial, suspension, or revocation of a license as set forth 6 7 in Section 1555: (3) is trustworthy, reliable, competent, and of good 8 9 reputation, evidence of which may be determined by the 10 Director; (4) is financially responsible to exercise the license 11 and has provided proof of financial responsibility as 12 13 required in Section 1560 of this Article; and (5) maintains an office in the home state of residence 14 15 with public access by reasonable appointment or regular business hours. This includes a designated office within a 16 home state of residence. 17 18 In addition to satisfying the requirements of (b) 19 subsection (a) of this Section, an individual shall: 20 (1) be at least 18 years of age; (2) have successfully passed the public adjuster 21 examination; 22 23 (3) designate a licensed individual public adjuster 24 responsible for the business entity's compliance with the 25 insurance laws, rules, and regulations of this State; and 26 designate only licensed individual public (4)

adjusters to exercise the business entity's license. 1 (c) The Director may require any documents reasonably 2 necessary to verify the information contained in 3 the 4 application. 5 (Source: P.A. 96-1332, eff. 1-1-11.) (215 ILCS 5/1550 new) 6 7 Sec. 1550. Applicant convictions. 8 (a) The Director and the Department shall not require 9 applicants to report the following information and shall not collect or consider the following criminal history records in 10 connection with a public adjuster license application: 11 12 (1) Juvenile adjudications of delinquent minors as 13 defined in Section 5-105 of the Juvenile Court Act of 1987, 14 subject to the restrictions set forth in Section 5-130 of 15 that Act. (2) Law enforcement records, court records, and 16 conviction records of an individual who was 17 years old at 17 the time of the offense and before January 1, 2014, unless 18 19 the nature of the offense required the individual to be 20 tried as an adult. 21 (3) Records of arrest not followed by a conviction unless related to the duties and responsibilities of a 22 23 public adjuster. However, applicants shall not be asked to 24 report any arrests, and an arrest not followed by a conviction shall not be the basis of a denial and may be 25

1	used only to assess an applicant's rehabilitation.
2	(4) Convictions overturned by a higher court.
3	(5) Convictions or arrests that have been sealed or
4	expunged.
5	(b) When reviewing a conviction of any misdemeanor directly
6	related to the practice of the profession or of any felony of
7	the applicant for the purpose of determining whether to grant a
8	license, the Director shall consider any evidence of
9	rehabilitation and mitigating factors contained in the
10	applicant's record, including any of the following:
11	(1) the lack of direct relation of the offense for
12	which the applicant was previously convicted to the duties,
13	functions, and responsibilities of the position for which a
14	license is sought;
15	(2) the amount of time that has elapsed since the
16	offense occurred;
17	(3) if the applicant was previously licensed or
18	employed in this State or other states or jurisdictions,
19	then the lack of prior misconduct arising from or related
20	to the licensed position or position of employment;
21	(4) whether 5 years since a felony conviction or 3
22	years since release from confinement for the conviction,
23	whichever is later, have passed without a subsequent
24	<pre>conviction;</pre>
25	(5) successful completion of sentence and, for
26	applicants serving a term of parole or probation, a

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progress report provided by the applicant's probation or 1 parole officer that documents the applicant's compliance 2 3 with conditions of supervision; 4 (6) evidence of the applicant's present fitness and 5 professional character; (7) evidence of rehabilitation or rehabilitative 6 7 effort during or after incarceration or during or after a term of supervision, including, but not limited to, a 8 9 certificate of good conduct under Section 5-5.5-25 of the 10 Unified Code of Corrections or certificate of relief from disabilities under Section 5-5.5-10 of the Unified Code of 11 12 Corrections; and 13 (8) any other mitigating factors that contribute to the 14 person's potential and current ability to perform the 15 duties and responsibilities of a public adjuster. 16 (c) It is the affirmative obligation of the Director to demonstrate that a prior conviction would impair the ability of 17 the applicant to engage in the licensed practice. If the 18 19 Director refuses to issue a license to an applicant, then the 20 Director shall notify the applicant of the denial in writing 21 with the following included in the notice of denial: 22 (1) a statement about the decision to refuse to issue a 23 license; 24 (2) a list of the convictions that were the sole or 25 partial basis for the refusal to issue a license; 26 (3) a list of the mitigating evidence presented by the

1	applicant;
2	(4) reasons for refusing to issue a license specific to
3	the evidence presented in mitigation of conviction items
4	that formed the partial or sole basis for the Director's
5	decision; and
6	(5) a summary of the appeal process or the earliest the
7	applicant may reapply for a license, whichever is
8	applicable.
9	(d) No later than May 1 of each year, the Director shall
10	prepare, publicly announce, and publish a report of summary
11	statistical information relating to new and renewal public
12	adjuster license applications during the preceding calendar
13	year. Each report shall show at minimum:
14	(1) the number of applicants for new or renewal license
15	under this Act within the previous calendar year;
16	(2) the number of applicants for new or renewal license
17	under this Act within the previous calendar year who had
18	any criminal conviction;
19	(3) the number of applicants for new or renewal license
20	under this Act in the previous calendar year who were
21	granted a license;
22	(4) the number of applicants for new or renewal license
23	with a criminal conviction who were granted a license under
24	this Act within the previous calendar year;
25	(5) the number of applicants for new or renewal license
26	under this Act within the previous calendar year who were

denied a license; 1 (6) the number of applicants with a criminal conviction 2 3 who were denied a new or renewal license under this Act in 4 the previous calendar year in whole or in part because of a 5 prior conviction; (7) the number of licenses without monitoring 6 requirements issued under this Act in the previous calendar 7 8 year to applicants with convictions; and 9 (8) the number of licenses with monitoring issued under 10 this Act in the previous calendar year to applicants with criminal conviction. 11 12 (215 ILCS 5/1555) 13 Sec. 1555. License denial, nonrenewal, or revocation. 14 (a) The Director may place on probation, suspend, revoke, deny, or refuse to issue or renew a public adjuster's license 15 or may levy a civil penalty or <u>issue a license with mon</u>itoring 16 requirements or any combination of actions, for any one or more 17 18 of the following causes: 19 (1) providing incorrect, misleading, incomplete, or materially untrue information in the license application; 20 21 (2) violating any insurance laws, or violating any regulation, subpoena, or order of the Director or of 22 23 another state's Director; 24 (3) obtaining or attempting to obtain a license through 25 misrepresentation or fraud;

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(4) improperly withholding, misappropriating, or
 converting any monies or properties received in the course
 of doing insurance business;

4 (5) intentionally misrepresenting the terms of an
5 actual or proposed insurance contract or application for
6 insurance;

7 (6) <u>for licensees</u>, having been convicted of a felony or 8 misdemeanor involving dishonesty or fraud, unless the 9 individual demonstrates to the Director sufficient 10 rehabilitation to warrant the public trust;

(7) having admitted or been found to have committed any
 insurance unfair trade practice or insurance fraud;

13 (8) using fraudulent, coercive, or dishonest 14 practices; or demonstrating incompetence, 15 untrustworthiness, or financial irresponsibility in the 16 conduct of business in this State or elsewhere;

(9) having an insurance license or public adjuster
license or its equivalent, denied, suspended, or revoked in
any other state, province, district, or territory;

20 (10) forging another's name to an application for 21 insurance or to any document related to an insurance 22 transaction;

(11) cheating, including improperly using notes or any
 other reference material, to complete an examination for an
 insurance license or public adjuster license;

(12) knowingly accepting insurance business from or

1 2 transacting business with an individual who is not licensed but who is required to be licensed by the Director;

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(13) failing to comply with an administrative or court order imposing a child support obligation;

5 (14) failing to pay State income tax or comply with any 6 administrative or court order directing payment of State 7 income tax;

8 (15) failing to comply with or having violated any of 9 the standards set forth in Section 1590 of this Law; or

10 (16) failing to maintain the records required by11 Section 1585 of this Law.

(b) If the action by the Director is to nonrenew, suspend, 12 13 or revoke a license or to deny an application for a license, 14 the Director shall notify the applicant or licensee and advise, 15 in writing, the applicant or licensee of the reason for the 16 suspension, revocation, denial, or nonrenewal of the applicant's or licensee's license. The applicant or licensee 17 18 may make written demand upon the Director within 30 days after the date of mailing for a hearing before the Director to 19 20 determine the reasonableness of the Director's action. The 21 hearing must be held within not fewer than 20 days nor more 22 than 30 days after the mailing of the notice of hearing and 23 shall be held pursuant to 50 Ill. Adm. Code 2402.

(c) The license of a business entity may be suspended,
 revoked, or refused if the Director finds, after hearing, that
 an individual licensee's violation was known or should have

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been known by one or more of the partners, officers, or managers acting on behalf of the business entity and the violation was neither reported to the Director, nor corrective action taken.

5 (d) In addition to or in lieu of any applicable denial, suspension or revocation of a license, a person may, after 6 hearing, be subject to a civil penalty. In addition to or 7 8 instead of any applicable denial, suspension, or revocation of 9 a license, a person may, after hearing, be subject to a civil 10 penalty of up to \$10,000 for each cause for denial, suspension, 11 or revocation, however, the civil penalty may total no more than \$100,000. 12

(e) The Director shall retain the authority to enforce the provisions of and impose any penalty or remedy authorized by this Article against any person who is under investigation for or charged with a violation of this Article even if the person's license or registration has been surrendered or has lapsed by operation of law.

(f) Any individual whose public adjuster's license is revoked or whose application is denied pursuant to this Section shall be ineligible to apply for a public adjuster's license for 5 years. A suspension pursuant to this Section may be for any period of time up to 5 years.

24 (Source: P.A. 96-1332, eff. 1-1-11.)

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Section 99. Effective date. This Act takes effect January

1 1, 2018.".