



Rep. Thaddeus Jones

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10200HB0241ham001

LRB102 10112 BMS 23337 a

1 AMENDMENT TO HOUSE BILL 241

2 AMENDMENT NO. _____. Amend House Bill 241 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Insurance Code is amended by
5 changing Sections 500-30, 1510, and 1565 as follows:

6 (215 ILCS 5/500-30)

7 (Section scheduled to be repealed on January 1, 2027)

8 Sec. 500-30. Application for license.

9 (a) An individual applying for a resident insurance
10 producer license must make application on a form specified by
11 the Director and declare under penalty of refusal, suspension,
12 or revocation of the license that the statements made in the
13 application are true, correct, and complete to the best of the
14 individual's knowledge and belief. Before approving the
15 application, the Director must find that the individual:

16 (1) is at least 18 years of age;

1 (2) is sufficiently rehabilitated in cases in which
2 the applicant has committed any act that is a ground for
3 denial, suspension, or revocation set forth in Section
4 500-70, other than convictions set forth in paragraph (6)
5 of subsection (a) of Section 500-70; with respect to
6 applicants with convictions set forth in paragraph (6) of
7 subsection (a) of Section 500-70, the Director shall
8 determine in accordance with Section 500-76 that the
9 conviction will not impair the ability of the applicant to
10 engage in the position for which a license is sought;

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

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

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

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

25 Class of Insurance	Number of
	26 Hours

1	Life (Class 1(a))	20
2	Accident and Health (Class 1(b) or 2(a))	20
3	Fire (Class 3)	20
4	Casualty (Class 2)	20
5	Personal Lines-Property Casualty	20
6	Motor Vehicle (Class 2(b) or 3(e))	12.5

7 7.5 hours of each pre-licensing course must be completed
8 in a classroom or webinar setting, except Motor Vehicle, which
9 would require 5 hours in a classroom or webinar setting.

10 (c) A business entity acting as an insurance producer must
11 obtain an insurance producer license. Application must be made
12 using the Uniform Business Entity Application. Before
13 approving the application, the Director must find that:

14 (1) the business entity has paid the fees set forth in
15 Section 500-135; and

16 (2) the business entity has designated a licensed
17 producer responsible for the business entity's compliance
18 with the insurance laws and rules of this State.

19 (d) The Director may require any documents reasonably
20 necessary to verify the information contained in an
21 application.

22 (Source: P.A. 100-286, eff. 1-1-18.)

23 (215 ILCS 5/1510)

24 Sec. 1510. Definitions. In this Article:

25 "Adjusting a claim for loss or damage covered by an

1 insurance contract" means negotiating values, damages, or
2 depreciation or applying the loss circumstances to insurance
3 policy provisions.

4 "Business entity" means a corporation, association,
5 partnership, limited liability company, limited liability
6 partnership, or other legal entity.

7 "Department" means the Department of Insurance.

8 "Director" means the Director of Insurance.

9 "Fingerprints" means an impression of the lines on the
10 finger taken for the purpose of identification. The impression
11 may be electronic or in ink converted to electronic format.

12 "Home state" means the District of Columbia and any state
13 or territory of the United States where the public adjuster's
14 principal place of residence or principal place of business is
15 located. If neither the state in which the public adjuster
16 maintains the principal place of residence nor the state in
17 which the public adjuster maintains the principal place of
18 business has a substantially similar law governing public
19 adjusters, the public adjuster may declare another state in
20 which it becomes licensed and acts as a public adjuster to be
21 the home state.

22 "Individual" means a natural person.

23 "Person" means an individual or a business entity.

24 "Public adjuster" means any person who, for compensation
25 or any other thing of value on behalf of the insured:

26 (i) acts or aids, solely in relation to first party

1 claims arising under insurance contracts that insure the
2 real or personal property of the insured, on behalf of an
3 insured in adjusting a claim for loss or damage covered by
4 an insurance contract;

5 (ii) advertises for employment as a public adjuster of
6 insurance claims or solicits business or represents
7 himself or herself to the public as a public adjuster of
8 first party insurance claims for losses or damages arising
9 out of policies of insurance that insure real or personal
10 property; or

11 (iii) directly or indirectly solicits business,
12 investigates or adjusts losses, or advises an insured
13 about first party claims for losses or damages arising out
14 of policies of insurance that insure real or personal
15 property for another person engaged in the business of
16 adjusting losses or damages covered by an insurance policy
17 for the insured.

18 "Uniform individual application" means the current version
19 of the National Association of Directors (NAIC) Uniform
20 Individual Application for resident and nonresident
21 individuals.

22 "Uniform business entity application" means the current
23 version of the National Association of Insurance Commissioners
24 (NAIC) Uniform Business Entity Application for resident and
25 nonresident business entities.

26 "Webinar" means an online educational presentation during

1 which a live and participating instructor and participating
2 viewers, whose attendance is periodically verified throughout
3 the presentation, actively engage in discussion and in the
4 submission and answering of questions.

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

6 (215 ILCS 5/1565)

7 Sec. 1565. Continuing education.

8 (a) An individual who holds a public adjuster license and
9 who is not exempt under subsection (b) of this Section shall
10 satisfactorily complete a minimum of 24 hours of continuing
11 education courses, including 3 hours of classroom or webinar
12 ethics instruction, reported on a biennial basis in
13 conjunction with the license renewal cycle.

14 The Director may not approve a course of study unless the
15 course provides for classroom, seminar, or self-study
16 instruction methods. A course given in a combination
17 instruction method of classroom or seminar and self-study
18 shall be deemed to be a self-study course unless the classroom
19 or seminar certified hours meets or exceeds two-thirds of the
20 total hours certified for the course. The self-study material
21 used in the combination course must be directly related to and
22 complement the classroom portion of the course in order to be
23 considered for credit. An instruction method other than
24 classroom or seminar shall be considered as self-study
25 methodology. Self-study credit hours require the successful

1 completion of an examination covering the self-study material.
2 The examination may not be self-evaluated. However, if the
3 self-study material is completed through the use of an
4 approved computerized interactive format whereby the computer
5 validates the successful completion of the self-study
6 material, no additional examination is required. The
7 self-study credit hours contained in a certified course shall
8 be considered classroom hours when at least two-thirds of the
9 hours are given as classroom or seminar instruction.

10 The public adjuster must complete the course in advance of
11 the renewal date to allow the education provider time to
12 report the credit to the Department.

13 (b) This Section shall not apply to:

14 (1) licensees not licensed for one full year prior to
15 the end of the applicable continuing education biennium;
16 or

17 (2) licensees holding nonresident public adjuster
18 licenses who have met the continuing education
19 requirements of their home state and whose home state
20 gives credit to residents of this State on the same basis.

21 (c) Only continuing education courses approved by the
22 Director shall be used to satisfy the continuing education
23 requirement of subsection (a) of this Section.

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

25 Section 99. Effective date. This Act takes effect upon

1 becoming law.".