

1 AN ACT concerning insurance.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Insurance Code is amended by
5 changing Sections 500-100 and 500-135 as follows:

6 (215 ILCS 5/500-100)

7 (Section scheduled to be repealed on January 1, 2017)

8 Sec. 500-100. Limited lines producer license.

9 (a) An individual who is at least 18 years of age and whom
10 the Director considers to be competent, trustworthy, and of
11 good business reputation may obtain a limited lines producer
12 license for one or more of the following classes:

13 (1) insurance on baggage or limited travel health,
14 accident, or trip cancellation insurance sold in
15 connection with transportation provided by a common
16 carrier;

17 (2) industrial life insurance, as defined in Section
18 228 of this Code;

19 (3) industrial accident and health insurance, as
20 defined in Section 368 of this Code;

21 (4) insurance issued by a company organized under the
22 Farm Mutual Insurance Company Act of 1986;

23 (5) legal expense insurance;

1 (6) enrollment of recipients of public aid or medicare
2 in a health maintenance organization;

3 (7) a limited health care plan issued by an
4 organization having a certificate of authority under the
5 Limited Health Service Organization Act;~~;~~

6 (8) credit life and credit accident and health
7 insurance and other credit insurance policies approved or
8 permitted by the Director; a credit insurance company must
9 conduct a training program in which an applicant shall
10 receive basic instruction about the credit insurance
11 products that they will be selling.

12 (b) The application for a limited lines producer license
13 must be submitted on a form prescribed by the Director by a
14 designee of the insurance company, health maintenance
15 organization, or limited health service organization
16 appointing the limited insurance representative. The insurance
17 company, health maintenance organization, or limited health
18 service organization must pay the fee required by Section
19 500-135.

20 (c) A limited lines producer may represent more than one
21 insurance company, health maintenance organization, or limited
22 health service organization.

23 (d) An applicant who has met the requirements of this
24 Section shall be issued a perpetual limited lines producer
25 license.

26 (e) A limited lines producer license shall remain in effect

1 as long as the appointing insurance company pays the respective
2 fee required by Section 500-135 prior to January 1 of each
3 year, unless the license is revoked or suspended pursuant to
4 Section 500-70. Failure of the insurance company to pay the
5 license fee or to submit the required documents shall cause
6 immediate termination of the limited line insurance producer
7 license with respect to which the failure occurs.

8 (f) A limited lines producer license may be terminated by
9 the insurance company or the licensee.

10 (g) A person whom the Director considers to be competent,
11 trustworthy, and of good business reputation may be issued a
12 car rental limited line license. A car rental limited line
13 license for a rental company shall remain in effect as long as
14 the car rental limited line licensee pays the respective fee
15 required by Section 500-135 prior to the next fee date unless
16 the car rental license is revoked or suspended pursuant to
17 Section 500-70. Failure of the car rental limited line licensee
18 to pay the license fee or to submit the required documents
19 shall cause immediate suspension of the car rental limited line
20 license. A car rental limited line license for rental companies
21 may be voluntarily terminated by the car rental limited line
22 licensee. The license fee shall not be refunded upon
23 termination of the car rental limited line license by the car
24 rental limited line licensee.

25 (h) A limited lines producer issued a license pursuant to
26 this Section is not subject to the requirements of Section

1 500-30.

2 (i) A limited lines producer license must contain the name,
3 address and personal identification number of the licensee, the
4 date the license was issued, general conditions relative to the
5 license's expiration or termination, and any other information
6 the Director considers proper. A limited line producer license,
7 if applicable, must also contain the name and address of the
8 appointing insurance company.

9 (Source: P.A. 92-386, eff. 1-1-02.)

10 (215 ILCS 5/500-135)

11 (Section scheduled to be repealed on January 1, 2017)

12 Sec. 500-135. Fees.

13 (a) The fees required by this Article are as follows:

14 (1) a fee of \$180 for a person who is a resident of
15 Illinois, and \$250 for a person who is not a resident of
16 Illinois, payable once every 2 years for an insurance
17 producer license;

18 (2) a fee of \$50 for the issuance of a temporary
19 insurance producer license;

20 (3) a fee of \$150 payable once every 2 years for a
21 business entity;

22 (4) an annual \$50 fee for a limited line producer
23 license issued under items (1) through (8) ~~(7)~~ of
24 subsection (a) of Section 500-100;

25 (5) a \$50 application fee for the processing of a

1 request to take the written examination for an insurance
2 producer license;

3 (6) an annual registration fee of \$1,000 for
4 registration of an education provider;

5 (7) a certification fee of \$50 for each certified
6 pre-licensing or continuing education course and an annual
7 fee of \$20 for renewing the certification of each such
8 course;

9 (8) a fee of \$180 for a person who is a resident of
10 Illinois, and \$250 for a person who is not a resident of
11 Illinois, payable once every 2 years for a car rental
12 limited line license;

13 (9) a fee of \$200 payable once every 2 years for a
14 limited lines license other than the licenses issued under
15 items (1) through (8) ~~(7)~~ of subsection (a) of Section
16 500-100, a car rental limited line license, or a
17 self-service storage facility limited line license;

18 (10) a fee of \$50 payable once every 2 years for a
19 self-service storage facility limited line license.

20 (b) Except as otherwise provided, all fees paid to and
21 collected by the Director under this Section shall be paid
22 promptly after receipt thereof, together with a detailed
23 statement of such fees, into a special fund in the State
24 Treasury to be known as the Insurance Producer Administration
25 Fund. The moneys deposited into the Insurance Producer
26 Administration Fund may be used only for payment of the

1 expenses of the Department in the execution, administration,
2 and enforcement of the insurance laws of this State, and shall
3 be appropriated as otherwise provided by law for the payment of
4 those expenses with first priority being any expenses incident
5 to or associated with the administration and enforcement of
6 this Article.

7 (Source: P.A. 95-331, eff. 8-21-07.)

8 Section 99. Effective date. This Act takes effect upon
9 becoming law.