



General Assembly

**Amendment**

January Session, 2005

LCO No. 5705

\*HB0680605705HDO\*

Offered by:  
REP. O'CONNOR, 35<sup>th</sup> Dist.

To: Subst. House Bill No. 6806      File No. 261      Cal. No. 234

**"AN ACT CONCERNING INSURANCE PRODUCER  
COMPENSATION."**

1      After the last section, add the following and renumber sections and  
2      internal references accordingly:

3      "Sec. 501. Subdivision (1) of section 38a-816 of the general statutes is  
4      repealed and the following is substituted in lieu thereof (*Effective*  
5      *October 1, 2005*):

6      (1) Misrepresentations and false advertising of insurance policies.  
7      Making, issuing or circulating, or causing to be made, issued or  
8      circulated, any estimate, illustration, circular or statement, sales  
9      presentation, omission or comparison which: (a) Misrepresents the  
10     benefits, advantages, conditions or terms of any insurance policy; (b)  
11     misrepresents the dividends or share of the surplus to be received, on  
12     any insurance policy; (c) makes any false or misleading statements as  
13     to the dividends or share of surplus previously paid on any insurance  
14     policy; (d) is misleading or is a misrepresentation as to the financial  
15     condition of any person, or as to the legal reserve system upon which

16 any life insurer operates; (e) uses any name or title of any insurance  
17 policy or class of insurance policies misrepresenting the true nature  
18 thereof; (f) is a misrepresentation, including, but not limited to, an  
19 intentional misquote of a premium rate, for the purpose of inducing or  
20 tending to induce to the purchase, lapse, forfeiture, exchange,  
21 conversion or surrender of any insurance policy; (g) is a  
22 misrepresentation for the purpose of effecting a pledge or assignment  
23 of or effecting a loan against any insurance policy; or (h) misrepresents  
24 any insurance policy as being shares of stock."