



General Assembly

January Session, 2007

Committee Bill No. 6051

LCO No. 5039

05039HB06051INS

Referred to Committee on Insurance and Real Estate

Introduced by:
(INS)

AN ACT ALLOWING INSURANCE AGENTS TO OFFER THE HUSKY PLAN.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 38a-702a of the general statutes is repealed and
2 the following is substituted in lieu thereof (*Effective October 1, 2007*):

3 As used in this chapter and chapter 702, unless the context or
4 subject matter otherwise require:

5 (1) "Agent" or "insurance agent" means an insurance producer
6 appointed by an insurer to act on the insurer's behalf pursuant to
7 section 38a-702m.

8 (2) "Business entity" means a corporation, association, partnership,
9 limited liability company, limited liability partnership, or other legal
10 entity.

11 (3) "Commissioner" means the Insurance Commissioner.

12 (4) "Home state" means any state or territory of the United States,
13 including, but not limited to, the District of Columbia, in which an

14 insurance producer maintains the producer's principal place of
15 residence or principal place of business and is licensed to act as an
16 insurance producer.

17 (5) "Insurance" means any of the lines of authority contained in this
18 title and the HUSKY Plan, Part A and Part B.

19 (6) "Insurance producer" or "producer" means a person required to
20 be licensed under the laws of this state to sell, solicit or negotiate
21 insurance.

22 (7) "Insurer" means "insurer", as defined in section 38a-1.

23 (8) "License" means a document issued by the commissioner
24 authorizing a person to act as an insurance producer for the lines of
25 authority specified in the document. The license itself does not create
26 any authority, actual, apparent or inherent, in the holder to represent
27 or commit an insurance carrier.

28 (9) "Limited line credit insurance" includes credit life, credit
29 disability, credit property, credit unemployment, involuntary
30 unemployment, mortgage life, mortgage guaranty, mortgage
31 disability, guaranteed automobile protection insurance and any other
32 form of insurance offered in connection with an extension of credit that
33 is limited to partially or wholly extinguishing that credit obligation
34 that the commissioner determines should be designated a form of
35 limited line credit insurance.

36 (10) "Limited line credit insurance producer" means a person who
37 sells, solicits or negotiates one or more forms of limited line credit
38 insurance coverage to individuals through a master, corporate, group
39 or individual policy.

40 (11) "Limited lines insurance" means those lines of insurance
41 referred to in section 38a-782, or any other line of insurance that the
42 commissioner deems necessary to recognize for the purpose of

43 complying with section 38a-702g.

44 (12) "Limited lines producer" means a person authorized by the
45 commissioner to sell, solicit or negotiate limited lines insurance.

46 (13) "Negotiate" means the act of conferring directly with, or
47 offering advice directly to, a purchaser or prospective purchaser of a
48 particular contract of insurance concerning any of the substantive
49 benefits, terms or conditions of the contract, provided the person
50 engaged in that act either sells insurance or obtains insurance from
51 insurers for purchasers.

52 (14) "Person" means an individual or a business entity.

53 (15) "Sell" means to exchange a contract of insurance by any means,
54 for money or its equivalent, on behalf of an insurance company.

55 (16) "Solicit" means attempting to sell insurance or asking or urging
56 a person to apply for a particular kind of insurance from a particular
57 company.

58 (17) "Terminate" means the cancellation of the relationship between
59 an insurance producer and the insurer or the termination of a
60 producer's authority to transact insurance.

61 (18) "Uniform business entity application" means the National
62 Association of Insurance Commissioners uniform business entity
63 application for resident and nonresident business entities, as amended
64 from time to time.

65 (19) "Uniform application" means the National Association of
66 Insurance Commissioners uniform application for resident and
67 nonresident producer licensing, as amended from time to time.

<p>This act shall take effect as follows and shall amend the following sections:</p>
--

Section 1	October 1, 2007	38a-702a
-----------	-----------------	----------

Statement of Purpose:

To allow licensed insurance agents to offer the HUSKY Plan.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: REP. CARON, 44th Dist.

H.B. 6051