

# House Bill 2198

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Pre-session filed (at the request of Governor Theodore R. Kulongoski for Department of Consumer and Business Services)

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Eliminates exemption from continuing education requirements for certain insurance producers transacting life insurance after effective date of Act.

## A BILL FOR AN ACT

1  
2 Relating to life insurance producer continuing education requirements; amending ORS 744.072.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1.** ORS 744.072 is amended to read:

5 744.072. (1) An insurance producer license remains in effect unless revoked or suspended as long  
6 as all applicable fees are paid by the due date and, if the licensee is a resident individual insurance  
7 producer, as long as the licensee has met applicable continuing education requirements for resident  
8 individual insurance producers under subsection (4) of this section by the due date. The renewal fee  
9 is due on the last day of the month in which the second anniversary of the initial issuance date of  
10 the license occurs and on the second anniversary following each renewal. The Director of the De-  
11 partment of Consumer and Business Services may establish another renewal period for the purpose  
12 of coordination with any national registration or licensing system.

13 (2) As a condition for or in connection with the renewal of an insurance producer license the  
14 director may require the insurance producer to file information with the director regarding use  
15 made of the license during the previous year or two years, and especially showing whether the li-  
16 cense has been used principally for the writing of personal or controlled insurance, as defined in  
17 ORS 746.065.

18 (3) The director may require an insurance producer, as a condition for renewal of the insurance  
19 producer license, to fulfill any or all of the requirements then applicable to the original issuance  
20 of the license.

21 (4) The director by rule may establish requirements for continuing education that each resident  
22 individual insurance producer must satisfy as a condition for renewing the resident insurance pro-  
23 ducer license. The hours of education so required shall not exceed 45 hours annually during the first  
24 five years an individual is licensed, 24 hours annually during the next five years an individual is  
25 licensed, and 12 hours annually for individuals licensed for more than 10 years or for individuals  
26 who have received the designation C.P.C.U., C.L.U. or comparable designation recognized by the  
27 director. Continuing education shall not be required for:

28 (a) Any person to whom a license is issued without examination pursuant to ORS 744.067 (5);

29 *[(b) Any retired person who is authorized to transact life insurance only, if the person is 58 years*  
30 *of age or more, has 10 years' experience as a licensed insurance producer, will be servicing existing*  
31 *policies only and requests an exemption from the requirement; or]*

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1       **(b) Any person who before the effective date of this 2009 Act:**

2       **(A) Requests an exemption from the requirement;**

3       **(B) Is authorized to transact only life insurance;**

4       **(C) Is 58 years of age or older;**

5       **(D) Has 10 or more years of experience as a licensed insurance producer; and**

6       **(E) Is servicing only existing policies; or**

7       (c) Any person whose license is indorsed to authorize the person to act as a reinsurance inter-  
8       mediary broker or reinsurance intermediary manager, or both, as described in ORS 744.800, but the  
9       exemption applies solely for the purpose of maintaining the indorsement and does not affect any  
10      continuing education requirement that otherwise applies.

11      (5) In connection with establishing continuing education requirements under subsection (4) of  
12      this section, the director may make arrangements, including contracting with a private service, for  
13      establishing and operating a program and standards for approving and registering continuing edu-  
14      cation programs and their providers.

15      (6) An individual insurance producer who allows the insurance producer license to lapse may  
16      apply to the director to reinstate the same license within 12 months from the due date for renewal  
17      without having to take and pass a written examination, but the insurance producer must pay an  
18      amount for the reinstatement that is equal to double the unpaid renewal fee for any renewal fee paid  
19      after the due date and must complete any continuing education requirements not satisfied to date,  
20      including the period for which the license was lapsed. A license reinstated under this subsection is  
21      effective upon the date that the director grants the reinstatement.

22      (7) An individual insurance producer who is unable to comply with license renewal procedures  
23      due to military service or another extenuating circumstance such as a long term medical disability  
24      may request a waiver from compliance with those procedures. The insurance producer may also re-  
25      quest a waiver of any examination requirement or any penalty imposed for failure to comply with  
26      renewal procedures.

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