



Sen. Michael E. Hastings

**Filed: 2/21/2018**

10000SB2513sam001

LRB100 17072 SMS 36049 a

1 AMENDMENT TO SENATE BILL 2513

2 AMENDMENT NO. \_\_\_\_\_. Amend Senate Bill 2513 on page 1,  
3 line 5, after "401.3", by inserting "and by changing Section  
4 500-35"; and

5 on page 2, immediately below line 11, by inserting the  
6 following:

7 "(215 ILCS 5/500-35)

8 (Section scheduled to be repealed on January 1, 2027)

9 Sec. 500-35. License.

10 (a) Unless denied a license pursuant to Section 500-70,  
11 persons who have met the requirements of Sections 500-25 and  
12 500-30 shall be issued a 2-year insurance producer license. An  
13 insurance producer may receive qualification for a license in  
14 one or more of the following lines of authority:

15 (1) Life: insurance coverage on human lives including  
16 benefits of endowment and annuities, and may include

1 benefits in the event of death or dismemberment by accident  
2 and benefits for disability income.

3 (2) Variable life and variable annuity products:  
4 insurance coverage provided under variable life insurance  
5 contracts and variable annuities.

6 (3) Accident and health or sickness: insurance  
7 coverage for sickness, bodily injury, or accidental death  
8 and may include benefits for disability income.

9 (4) Property: insurance coverage for the direct or  
10 consequential loss or damage to property of every kind.

11 (5) Casualty: insurance coverage against legal  
12 liability, including that for death, injury, or disability  
13 or damage to real or personal property.

14 (6) Personal lines: property and casualty insurance  
15 coverage sold to individuals and families for primarily  
16 noncommercial purposes.

17 (7) Any other line of insurance permitted under State  
18 laws or rules.

19 (b) An insurance producer license shall remain in effect  
20 unless revoked or suspended as long as the fee set forth in  
21 Section 500-135 is paid and education requirements for resident  
22 individual producers are met by the due date.

23 (1) Before each license renewal, an insurance producer  
24 must satisfactorily complete at least 24 hours of course  
25 study in accordance with rules prescribed by the Director.  
26 Three of the 24 hours of course study must consist of

1 classroom or webinar ethics instruction. The Director may  
2 not approve a course of study unless the course provides  
3 for classroom, seminar, webinar, or self-study instruction  
4 methods. A course given in a combination instruction method  
5 of classroom, seminar, webinar, or self-study shall be  
6 deemed to be a self-study course unless the classroom,  
7 seminar, or webinar certified hours meets or exceeds  
8 two-thirds of total hours certified for the course. The  
9 self-study material used in the combination course must be  
10 directly related to and complement the classroom portion of  
11 the course in order to be considered for credit. An  
12 instruction method other than classroom or seminar shall be  
13 considered as self-study methodology. Self-study credit  
14 hours require the successful completion of an examination  
15 covering the self-study material. The examination may not  
16 be self-evaluated. However, if the self-study material is  
17 completed through the use of an approved computerized  
18 interactive format whereby the computer validates the  
19 successful completion of the self-study material, no  
20 additional examination is required. The self-study credit  
21 hours contained in a certified course shall be considered  
22 classroom hours when at least two-thirds of the hours are  
23 given as classroom or seminar instruction.

24 (2) An insurance producer license automatically  
25 terminates when an insurance producer fails to  
26 successfully meet the requirements of item (1) of

1 subsection (b) of this Section. The producer must complete  
2 the course in advance of the renewal date to allow the  
3 education provider time to report the credit to the  
4 Department.

5 (c) A provider of a pre-licensing or continuing education  
6 course required by Section 500-30 and this Section must pay a  
7 registration fee and a course certification fee for each course  
8 being certified as provided by Section 500-135.

9 (d) An individual insurance producer who allows his or her  
10 license to lapse may, within 12 months after the due date of  
11 the renewal fee, be issued a license without the necessity of  
12 passing a written examination. However, a penalty in the amount  
13 of double the unpaid renewal fee shall be required after the  
14 due date.

15 (e) A licensed insurance producer who is unable to comply  
16 with license renewal procedures due to military service may  
17 request a waiver of those procedures.

18 (f) The license must contain the licensee's name, address,  
19 and personal identification number, the date of issuance, the  
20 lines of authority, the expiration date, and any other  
21 information the Director deems necessary.

22 (g) Licensees must inform the Director by any means  
23 acceptable to the Director of a change of address within 30  
24 days after the change.

25 (h) In order to assist in the performance of the Director's  
26 duties, the Director may contract with a non-governmental

1 entity including the National Association of Insurance  
2 Commissioners (NAIC), or any affiliates or subsidiaries that  
3 the NAIC oversees, to perform any ministerial functions,  
4 including collection of fees, related to producer licensing  
5 that the Director and the non-governmental entity may deem  
6 appropriate.

7 (Source: P.A. 96-839, eff. 1-1-10; 97-113, eff. 7-14-11.)".