

SENATE BILL No. 1344

May 28, 2008, Introduced by Senators SANBORN, BARCIA, GLEASON, BISHOP, ALLEN and CROPSEY and referred to the Committee on Economic Development and Regulatory Reform.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 1205 (MCL 500.1205), as amended by 2001 PA 228.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1205. (1) A person applying for a resident insurance
2 producer license shall file with the commissioner the uniform
3 application required by the commissioner and shall declare under
4 penalty of refusal, suspension, or revocation of the license that
5 the statements made in the application are true, correct, and
6 complete to the best of the individual's knowledge and belief. An
7 application for a resident insurer producer license shall not be
8 approved unless the commissioner finds that the individual meets

1 all of the following:

2 (a) Is at least 18 years of age.

3 (b) Has not committed any act ~~that is a ground for denial,~~
4 ~~suspension, or revocation under section 1239~~ **LISTED IN SECTION**
5 **1239(1)** .

6 (c) As required under section 1204(2), has completed a
7 prelicensing course of study for the qualifications for which the
8 person has applied.

9 (d) Has paid the fees applicable to the individual under
10 section 240.

11 (e) Has successfully passed the examination required for each
12 qualification for which the person has applied.

13 (2) A business entity acting as an insurance producer shall
14 obtain an insurance producer license. A business entity applying
15 for an insurance producer license shall file with the commissioner
16 the uniform business entity application required by the
17 commissioner. An application for an insurance producer license
18 under this subsection shall not be approved unless the commissioner
19 finds all of the following:

20 (a) The business entity has paid the fees under section
21 240(1)(d) .

22 (b) The business entity has designated an individual licensed
23 producer responsible for the business entity's compliance with this
24 state's insurance laws, rules, and regulations.

25 (c) The business entity has not committed any act ~~that is~~
26 ~~grounds for denial, suspension, or revocation under section 1239~~
27 **LISTED IN SECTION 1239(1)** .

1 (3) The commissioner may require the production of any
2 documents reasonably necessary to verify the information contained
3 in an application.

4 (4) Each insurer that sells, solicits, or negotiates any form
5 of limited line credit insurance shall provide to each individual
6 whose duties will include selling, soliciting, or negotiating
7 limited line credit insurance a program of instruction that may be
8 approved by the commissioner.