

ASSEMBLY, No. 2818

STATE OF NEW JERSEY

INTRODUCED MARCH 20, 1997

By Assemblymen RUSSO and ZECKER

1 AN ACT requiring the registering of limited insurance representatives
2 with the Superior Court in certain cases and amending P.L.1987,
3 c.293.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State
6 of New Jersey:

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8 1. Section 16 of P.L.1987, c.293 (C.17:22A-16) is amended to
9 read as follows:

10 16. a. The commissioner shall establish, by rule or regulation, the
11 kind or kinds of insurance that may be marketed through limited
12 insurance representatives. A person may act as a limited insurance
13 representative for the kind of insurance authorized from the date on
14 which he is registered and until the date of termination, pursuant to the
15 provisions of this act.

16 b. Any insurance company authorized in this State to transact the
17 kind or kinds of insurance that may be marketed through limited
18 insurance representatives, may contract, in writing, with any person to
19 act as its limited insurance representative and agent. An insurance
20 company shall register with the commissioner the name and business
21 address of each limited insurance representative, together with any
22 other information that the commissioner may require. The insurance
23 company shall provide written notice to the commissioner when any
24 limited insurance representative contract is terminated.

25 c. Prior to contracting with any person to act as a limited insurance
26 representative pursuant to subsection b. of this section, the insurance
27 company shall satisfy itself that the person to be registered is capable,
28 competent and worthy; has established a permanent, bona fide office
29 in this State; and has successfully completed any educational and
30 examination requirements that the commissioner may by rule or
31 regulation provide.

32 d. A limited insurance representative shall be subject to suspension
33 or revocation of registration privileges, or imposition of a fine, for any
34 violation of applicable standards of conduct as described in section 17

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

1 of this act, or violation of any other specific standards of conduct that
2 the commissioner may provide by rule or regulation for limited
3 insurance representatives. A limited insurance representative is subject
4 to the limitations set forth in section 18 of this act.

5 e. A limited insurance representative shall maintain a permanent
6 office in this State where the following items shall be kept:

7 (1) A copy of the written agreement between himself and the
8 insurance company for which he serves as a limited insurance
9 representative;

10 (2) Evidence of the completion of educational and examination
11 requirements as prescribed by rule or regulation;

12 (3) A prominently displayed sign advising the public of the name
13 of the insurance company represented and the kind of insurance
14 available;

15 (4) Records of every insurance policy or contract written by the
16 limited insurance representative;

17 (5) Any information which may be required by court rule pursuant
18 to the provisions of subsection e. of this section; and

19 ~~[(5)]~~ (6) Any other items or records that the commissioner may
20 require by rule or regulation and any records.

21 f. An insurance company shall register with the Clerk of the
22 Superior Court the name and address of each limited insurance
23 representative authorized to write bail, together with any other
24 information that the Rules of Court may require. The insurance
25 company shall provide written notice to the Clerk of the Superior
26 Court when any limited insurance representative contract authorized
27 to write bail is terminated.

28 (cf: P.L.1987, c.293, s.16).

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30 2. This act shall take effect 30 days following enactment.

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33 STATEMENT

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35 This bill would require insurance companies to register with the
36 Superior Court the names and addresses of limited insurance
37 representatives authorized to write bail.

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40 _____
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42 Requires insurance companies to register with the Superior Court the
43 names of representatives authorized to write bail.