

BY: Economic Matters Committee

AMENDMENTS TO HOUSE BILL NO. 597  
(First Reading File Bill)

AMENDMENT NO. 1

In line 2, strike “Unfair Trade Practices” and substitute “Prohibited Acts”; in line 4, strike “a” and substitute “an insurance producer, employee of an insurance producer, or other”; strike beginning with “financing” in line 5 down through “company” in line 6 and substitute “facilitate an agreement to finance a certain insurance premium”; in line 8, strike “adding to” and substitute “repealing and reenacting, with amendments,”; and in line 10, strike “27-222” and substitute “23-502”.

AMENDMENT NO. 2

Strike in their entirety lines 16 through 19, inclusive, and substitute:

“23-502.

(A) A person may not pay any part of an initial service fee or any other fee or charge to an insurance producer, employee of an insurance producer, or to any other person as an inducement to financing an insurance contract with a premium financing company.

(B) AN INSURANCE PRODUCER, EMPLOYEE OF AN INSURANCE PRODUCER, OR ANY OTHER PERSON MAY NOT ACCEPT, DIRECTLY OR INDIRECTLY, ANY VALUABLE CONSIDERATION AS AN INDUCEMENT TO FACILITATE AN AGREEMENT TO FINANCE AN INSURANCE PREMIUM THAT CONTAINS AN ASSIGNMENT OF OR IS OTHERWISE SECURED BY THE UNEARNED PREMIUM OR REFUND OBTAINABLE FROM AN INSURER ON CANCELLATION OF AN INSURANCE CONTRACT.”.