## HOUSE BILL NO. 257

INTRODUCED BY WALLIN, SCHULTZ, KITSELMAN, WILLIAMS, KEYSER, SIVERTSEN, BRNST, NORDTVEDT, VINCENT, HARP

#### IN THE HOUSE

January 15, 1981	Introduced and referred to Committee on Business and Industry.
January 28, 1981	Committee recommend bill do pass. Report adopted.
January 29, 1981	Bill printed and placed on members' desks.
January 30, 1981	Second reading, do pass.
February 2, 1981	Considered correctly engrossed.
February 3, 1981	Third reading, passed. Transmitted to Senate.

#### IN THE SENATE

February 4, 1981	Introduced and referred to Committee on Dusiness and Industry.					
March 18, 1981	Committee recommend bill be concurred in. Report adopted.					
March 20, 1981	Second reading, concurred in.					
March 23, 1981	Third reading, concurred in. Ayes, 49; Noes, 0.					

### IN THE HOUSE

March	24,	1981	Returned	from	Senate	<b>.</b>
			Concurred enrolling		Sent	to

Reported correctly enrolled.

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1	HOUSE SILL NO. 257
2	INTRODUCED BY Wally Sold is believed
3	Williams Tays, Swelland Employed Vincent of
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE AN EXCEPTION
5	FROM EXAMINATION FOR MECHANICAL BREAKDOWN INSURANCE AGENTS;
b	AMENDING SECTION 33-17-212, MCA; AND PROVIDING AN IMMEDIATE
7	EFFECTIVE DATE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTAMA:

Section 1. Section 33-17-212, MCA, is amended to read:

#33-17-212. Examination required. (1) After completion
and filing of the application for license as required under

33-17-211, the commissioner shall subject each applicant for
license as agent or solicitor, unless exempted therefrom
under subsection (5) below, to a personal written
examination as to his competence to act as such agent or
solicitor.

- (2) If the applicant is a firm or corporation, the examination shall be so taken by each individual who is to be named in the license as having authority to act for the applicant in its insurance transactions under the license.
- (3) Examination of an applicant for an agent's license shall cover all of the kinds of insurance for which the applicant has applied to be licensed, as constituted by any one or more of the following classifications:

- 1 (a) life insurance:
- 2 (b) disability insurance;
- 3 (c) property insurance; for the purposes of this 4 provision, "marine" insurance shall be deemed to be included 5 in "property" insurance;
  - (d) casualty insurance;
  - (e) vehicle insurance;

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- (f) surety insurance;
- 9 (q) credit life and disability insurance.
- 10 (4) Examination of an applicant for a solicitor's
  11 license shall cover all the kinds of insurance, other than
  12 life, as to which the appointing agent is licensed.
- 13 (5) This section shall not apply to, and no such examination shall be required of:
- 15 (a) any individual lawfully licensed as an agent or 16 solicitor as to the kind or kinds of insurance to be 17 transacted as of or immediately prior to January 1, 1961, 18 and thereafter continuing to be so licensed;
- 19 (b) any applicant for license covering the same kind 20 or kinds of insurance as to which the applicant was licensed 21 in this state, other than under a temporary license, within 22 the 12 months next preceding date of application unless such 23 previous license was suspended, revoked, or continuation 24 thereof refused by the commissioner;
- 25 (c) any applicant for license as numresident agent,

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- subject to reciprocal arrangements as provided for in this code;
- 3 (d) all applicants for license as agent for an insurer
- 4 that confines its business in this state substantially to
- 5 the insuring of the property, interests, and risks of
- 6 fa.mers, if exempted from examination by the commissioner,
- 7 in his discretion, upon written request of the insurer;
- 8 (e) transportation ticket agents of common carriers
- 9 applying for license to solicit and sell only:
- 10 (i) accident insurance ticket policies; or
- (ii) insurance of personal effects while being carried
- 12 as baggage on such common carrier, as incidental to their
- 13 duties as such transportation ticket agents;
- (f) agents\* associations applying for license under
- 15 33-17-205;
- 16 (g) title insurance agents;
- 17 (b) mechanical breakdown insurance agents."
- 18 Section 2. Effective date. This act is effective on
- 19 passage and approval.

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# Approved by Committee on Business and Industry

2 3 A BILL FOR AN ACT ENTITLED: MAN ACT TO PROVIDE AN EXCEPTION FROM EXAMINATION FOR MECHANICAL BREAKDOWN INSURANCE AGENTS; 5 AMENDING SECTION 33-17-212, MCA; AND PROVIDING AN IMMEDIATE 7 EFFECTIVE DATE." 8 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 10 Section 1. Section 33-17-212, XCA, is amended to read: 11 \*33-17-212. Examination required. (1) After completion 12 and filing of the application for license as required under 33-17-211, the commissioner shall subject each applicant for 13 14 license as agent or solicitor, unless exempted therefrom 15 under subsection (5) below, to a personal written 16 examination as to his competence to act as such agent or 17 solicitor. 19 (2) If the applicant is a firm or corporation, the 19 examination shall be so taken by each individual who is to 20 be named in the license as having authority to act for the 21 applicant in its insurance transactions under the license. 22 (3) Examination of an applicant for an agent's license shall cover all of the kinds of insurance for which the 23

applicant has applied to be licensed, as constituted by any

one or more of the following classifications:

1 (a) life insurance; 2 disability insurance; 3 (c) property insurance; for the purposes of this provision, "marine" insurance shall be deemed to be included in "property" insurance; (d) casualty insurance; 7 (e) vehicle insurance; (f) surety insurance; (q) credit life and disability insurance. 10 (4) Examination of an applicant for a solicitor's 11 license shall cover all the kinds of insurance, other than 12 life, as to which the appointing agent is licensed. 13 (5) This section shall not apply to, and no such examination shall be required of: 14 (a) any individual lawfully licensed as an agent or 15 solicitor as to the kind or kinds of insurance to be 16 17 transacted as of or immediately prior to January 1: 1961;

and thereafter continuing to be so licensed;

thereof refused by the commissioner;

(b) any applicant for license covering the same kind or kinds of insurance as to which the applicant was licensed

in this state, other than under a temporary license, within

the 12 months next preceding date of application unless such

previous license was suspended, revoked, or continuation

(c) any applicant for license as nonresident agent,

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\_second readin HB257

- subject to reciprocal arrangements as provided for in this 1 2 code;
- (d) all applicants for license as agent for an insurer 3 that confines its business in this state substantially to 5 the insuring of the property, interests, and risks of farmers, if exempted from examination by the commissioner, in his discretion, upon written request of the insurer;
- 8 (e) transportation ticket agents of common carriers 9 applying for license to solicit and sell only:
- 10 (i) accident insurance ticket policies; or
- 11 (ii) insurance of personal effects while being carried 12 as baggage on such common carrier, as incidental to their duties as such transportation ticket agents; 13
- 14 (f) agents' associations applying for license under 15 33-17-205;
- 16 (q) title insurance agents:

- (h) mechanical breakdown insurance agents. 17
- 18 Section 2. Effective date. This act is effective on passage and approval. 19

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EFFECTIVE DATE."

1 HOUSE BILL NO. 257
2 INTRODUCED BY WILLIAM SET TO PROVIDE AN EXCEPTION
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE AN EXCEPTION
5 FROM EXAMINATION FOR MECHANICAL BREAKDOWN INSURANCE AGENTS;
6 AMENDING SECTION 33-17-212, MCA; AND PROVIDING AN IMMEDIATE

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 33-17-212, MCA, is amended to read:

#33-17-212. Examination required. (1) After completion
and filing of the application for license as required under
33-17-211, the commissioner shall subject each applicant for
license as agent or solicitor, unless exempted therefrom
under subsection (5) below, to a personal written
examination as to his competence to act as such agent or
solicitor.

- (2) If the applicant is a firm or corporation, the examination shall be so taken by each individual who is to be named in the license as having authority to act for the applicant in its insurance transactions under the license.
- (3) Examination of an applicant for an agent's license shall cover all of the kinds of insurance for which the applicant has applied to be licensed, as constituted by any one or more of the following classifications:

- 1 (a) life insurance;
- (b) disability insurance;
- 3 (c) property insurance; for the purposes of this 4 provision, \*marine\* insurance shall be deemed to be included 5 in \*property\* insurance;
- 6 (d) casualty insurance;
- (e) vehicle insurance;
- (f) surety insurance:
- (q) credit life and disability insurance.
- 10 (4) Examination of an applicant for a solicitor's
  11 license shall cover all the kinds of insurance, other than
  12 life, as to which the appointing agent is licensed.
- 13 (5) This section shall not apply to, and no such 14 examination shall be required of:
- 15 (a) any individual lawfully licensed as an agent or 16 solicitor as to the kind or kinds of insurance to be 17 transacted as of or immediately prior to January 1, 1961, 18 and thereafter continuing to be so licensed;
- 19 (b) any applicant for license covering the same kind
  20 or kinds of insurance as to which the applicant was licensed
  21 in this state, other than under a temporary license, within
  22 the 12 months next preceding date of application unless such
  23 previous license was suspended, revoked, or continuation
  24 thereof refused by the commissioner;
- 25 (c) any applicant for license as nonresident agent,

-2- THIRD READING
HB 257

- subject to reciprocal arrangements as provided for in this
  code:
- 3 (d) all applicants for license as agent for an insurer
- 4 that confines its business in this state substantially to
- 5 the insuring of the property, interests, and risks of
- 6 formers, if exempted from examination by the commissioner.
- 7 in his discretion, upon written request of the insurer;
- 8 (e) transportation ticket agents of common carriers
- 9 applying for license to solicit and sell only:
- 10 (i) accident insurance ticket policies; or
- 11 (ii) insurance of personal effects while being carried
- 12 as baggage on such common carrier, as incidental to their
- 13 duties as such transportation ticket agents;
- 14 (f) agents' associations applying for license under
- 15 33-17-205;
- 16 (g) title insurance agents:
- 17 (h) mechanical breakdown insurance agents."
- 18 Section 2. Effective date. This act is effective on
- 19 passage and approval.

1	HOUSE BILL NO. 257
2	INTRODUCED BY WALLIN, SCHULTZ, KITSELMAN, WILLIAMS,
3	KEYSER, SIVERISEN, ERNST, NORDTVEDT, VINCENT, HARP
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5	A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE AN EXCEPTION
6	FROM EXAMINATION FOR MECHANICAL BREAKDOWN INSURANCE AGENTS;
7	AMENDING SECTION 33-17-212. MCA: AND PROVIDING AN IMMEDIATE

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EFFECTIVE DATE."

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 33-17-212, MCA, is amended to read:
"33-17-212. Examination required. (1) After completion
and filing of the application for license as required under
33-17-211, the commissioner shall subject each applicant for
license as agent or solicitor, unless exempted therefrom
under subsection (5) below, to a personal written
examination as to his competence to act as such agent or
solicitor.

- (2) If the applicant is a firm or corporation, the examination shall be so taken by each individual who is to be named in the license as having authority to act for the applicant in its insurance transactions under the license.
- 23 (3) Examination of an applicant for an agent's license
  24 shall cover all of the kinds of insurance for which the
  25 applicant has applied to be licensed, as constituted by any

l	one	or	MOTE	οf	the	following	classifications:
•	OHIE	01	MOLE	O1	tne	TOTTOWING	classifications:

- 2 (a) life insurance:
- 3 (b) disability insurance;
- (c) property insurance; for the purposes of this provision, "marine" insurance shall be deemed to be included in "property" insurance;
  - (d) casualty insurance;
  - (e) vehicle insurance;
- (f) surety insurance;
- 10 (g) credit life and disability insurance.
- 11 (4) Examination of an applicant for a solicitor's
  12 license shall cover all the kinds of insurance, other than
  13 life, as to which the appointing agent is licensed.
- 14 (5) This section shall not apply to, and no such examination shall be required of:
- 16 (a) any individual lawfully licensed as an agent or 17 solicitor as to the kind or kinds of insurance to be 18 transacted as of or immediately prior to January 1, 1961, 19 and thereafter continuing to be so licensed;
- (b) any applicant for license covering the same kind or kinds of insurance as to which the applicant was licensed in this state, other than under a temporary license, within the 12 months next preceding date of application unless such previous license was suspended, revoked, or continuation thereof refused by the commissioner;

	(c)	any	applicant	for license	as	nonresio	lent	aç	jent•
•	subject	to	reciprocal	arrangements	as	provided	for	in	this
3	code:								

- (d) all applicants for license as agent for an insurer that confines its business in this state substantially to the insuring of the property, interests, and risks of farmers, if exempted from examination by the commissioner, in his discretion, upon written request of the insurer;
- 9 (e) transportation ticket agents of common carriers
  10 applying for license to solicit and sell only:
  - (i) accident insurance ticket policies; or
- 12 (ii) insurance of personal effects while being carried 13 as baggage on such common carrier, as incidental to their 14 duties as such transportation ticket agents;
- 15 (f) agents associations applying for license under 16 33-17-205;
  - (q) title insurance agents;

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- 18 (h) mechanical breakdown insurance agents."
- 19 Section 2. Effective date. This act is effective on 20 passage and approval.