

HOUSE BILL 502

Introduced by Wyatt, et al.

1/30	Introduced
1/31	Referred to State Administration
2/09	Hearing
2/15	Tabled in Committee

1 *House* BILL NO. *502*
 2 INTRODUCED BY *Walter Thomas Peak Lemay*
 3 *O'Connell F. Schindler Lemay*
 4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING INSURERS TO
 5 HONOR AGENT-OF-RECORD LETTERS."
 6
 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
 8 NEW SECTION. Section 1. Agent-of-record letter
 9 defined -- insurer required to honor. (1) As used in this
 10 section, "agent-of-record letter" means a notification, upon
 11 a form approved by the commissioner, by an insured to an
 12 insurer designating a particular agent of that insurer as
 13 his agent of record for purposes of:
 14 (a) paying to the agent of record all commissions and
 15 renewals ordinarily payable to the agent of record as
 16 compensation for servicing the insured's policy;
 17 (b) investigating at the insured's direction all
 18 transactions to the satisfaction of the insured; and
 19 (c) making changes to the insured's policies at the
 20 direction of the insured.
 21 (2) An agent-of-record letter executed and dated by
 22 the insured and delivered to the insurer by first-class mail
 23 requires the insurer, under rules of the commissioner, to
 24 comply with the instructions in the agent-of-record letter.
 25 NEW SECTION. Section 2. Extension of authority. Any

1 existing authority to make rules on the subject of the
 2 provisions of [this act] is extended to the provisions of
 3 [this act].
 4 NEW SECTION. Section 3. Codification instruction.
 5 [Section 1] is intended to be codified as an integral part
 6 of Title 33, chapter 17, part 11, and the provisions of
 7 Title 33, chapter 17, part 11, apply to [section 1].

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