

Bill No. CS for SB 312, 2nd Eng.

Amendment No. ____

<u>Senate</u>	CHAMBER ACTION	<u>House</u>
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Senator Lee moved the following amendment to amendment (524683):

Senate Amendment (with title amendment)

On page 1, lines 22-28, delete those lines

and insert: insurance under which a creditor is the primary beneficiary and policyholder and which protects or covers an interest of the creditor arising out of a credit transaction secured by real or personal property. Initiation of such coverage is triggered by the mortgagor's failure to maintain insurance coverage as required by the mortgage or other lending document. Collateral protection insurance is not residential coverage.

Section 2. Paragraphs (e) and (f) of subsection (1) of section 626.321, Florida Statutes, 1998 Supplement are amended to read:

626.321 Limited licenses.--

(1) The department shall issue to a qualified individual, or a qualified individual or entity under paragraphs (c), (d), and (e), a license as agent authorized to

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1 transact a limited class of business in any of the following
2 categories:

3 (e) Credit life or disability insurance.--License
4 covering only credit life or disability insurance. The
5 license may be issued only to an individual employed by a life
6 or health insurer as an officer or other salaried or
7 commissioned representative, or to an individual employed by
8 or associated with a lending or financing institution or
9 creditor, and may authorize the sale of such insurance only
10 with respect to borrowers or debtors of such lending or
11 financing institution or creditor. However, only the
12 individual or entity whose tax identification number is used
13 in receiving or is credited with receiving the commission from
14 the sale of such insurance shall be the licensed agent of the
15 insurer. No individual while so licensed shall hold a license
16 as an agent or solicitor as to any other or additional kind or
17 class of life or health insurance coverage. An entity other
18 than a lending or financial institution defined in s. 626.988
19 holding a limited license under this paragraph shall also be
20 authorized to sell credit property insurance. An entity
21 applying for a license under this section:

22 1. Is required to submit only one application for a
23 license under s. 626.171.

24 2. Is required to obtain a license for each office,
25 branch office, or place of business making use of the entity's
26 business name by applying to the department for the license on
27 a simplified form developed by rule of the department for this
28 purpose.

29 3. Is not required to pay any additional application
30 fees for a license issued to the offices or places of business
31 referenced in subsection (2), but is required to pay the

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1 license fee as prescribed in s. 624.501, be appointed under s.
 2 626.112, and pay the prescribed appointment fee under s.
 3 624.501. The license obtained under this paragraph shall be
 4 posted at the business location for which it was issued so as
 5 to be readily visible to prospective purchasers of such
 6 coverage.

7 (f) Credit insurance.--License covering only credit
 8 insurance, as such insurance is defined in s. 624.605(1)(i),
 9 and no individual or entity so licensed shall, during the same
 10 period, hold a license as an agent or solicitor as to any
 11 other or additional kind of life or health insurance with the
 12 exception of credit life or disability insurance as defined in
 13 paragraph (e). The same licensing provisions as outlined in
 14 paragraph (e) apply to entities licensed as credit insurance
 15 agents under this paragraph.

16
 17 (Redesignate subsequent sections.)

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 19
 20 ===== T I T L E A M E N D M E N T =====

21 And the title is amended as follows:

22 On page 2, line 8, after the semicolon

23
 24 insert:

25 amending s. 626.321, F.S.; providing
 26 requirements for limited licenses for credit
 27 life or disability insurance and credit
 28 insurance;

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