CHAMBER ACTION

<u>Senate</u> <u>House</u>

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Representative(s) Traviesa offered the following:

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Amendment (with title amendment)

Between lines 81 and 82, insert:

Section 1. Paragraph (i) of subsection (1) of section 626.321, Florida Statutes, is 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),(e), and (i), a license as agent authorized to transact a limited class of business in any of the following categories:
- (i) In-transit and storage personal property insurance; communications equipment property insurance, or communications equipment inland marine insurance, and communications equipment service warranty agreement sales.--

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- A license covering only the insurance of personal property not held for resale, covering the risks of transportation or storage in rented or leased motor vehicles, trailers, or self-service storage facilities, as the latter are defined in s. 83.803, may be issued, without examination, only to employees or authorized representatives of lessors who rent or lease motor vehicles, trailers, or self-service storage facilities and who are authorized by an insurer to issue certificates or other evidences of insurance to lessees of such motor vehicles, trailers, or self-service storage facilities under an insurance policy issued to the lessor. A person licensed under this paragraph shall give a prospective purchaser of in-transit or storage personal property insurance written notice that his or her homeowner's policy may provide coverage for the loss of personal property and that the purchase of such insurance is not required under the lease terms.
- 2. A license covering only communications equipment, for the loss, theft, mechanical failure, malfunction of or damage to, communications equipment. The license may be issued only to:
- a. Employees or authorized representatives of a licensed general lines agent;
- b. <u>The lead Each</u> business location of a retail vendor of communications equipment <u>and its branch locations</u>; or
- c. Employees, agents, or authorized representatives of a retail vendor of communications equipment.

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The license authorizes the sale of such policies, or
certificates under a group master policy, only with respect to
the sale of, or provision of communications service for,
communications equipment. A general lines agent is not required
to obtain a license under this subparagraph to offer or sell
communications equipment property insurance or communication
equipment inland marine insurance. The license also authorizes
sales of service warranty agreements covering only
communications equipment to the same extent as if licensed under
s. 634.419 or s. 634.420. The provisions of this chapter
requiring submission of fingerprints do not apply to
communications equipment licenses issued to qualified entities
under this subparagraph. Licensees offering policies under this
subparagraph must receive initial training from, and have a
contractual relationship with, a general lines agent. For the
purposes of this subparagraph, the term "communications
equipment" means handsets, pagers, personal digital assistants,
portable computers, automatic answering devices, and other
devices or accessories used to originate or receive
communications signals or service, and includes services related
to the use of such devices, such as consumer access to a
wireless network; however, the term does not include
telecommunications switching equipment, transmission wires, cell
site transceiver equipment, or other equipment and systems used
by telecommunications companies to provide telecommunications
service to consumers. A branch location of a retail vendor of
communications equipment licensed pursuant to paragraph (2)(b)

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69	may, in lieu of obtaining an appointment from an insurer or
70	warranty association as provided in paragraph (2)(c), obtain a
71	single appointment from the associated lead business location
72	licensee licensed under paragraph (2)(a) and pay the prescribed
73	appointment fee under s. 624.501, provided the lead business
74	location has a single appointment from each insurer or warranty
75	association represented and such appointment provides that it
76	applies to the lead business location and all of its branch
77	locations. Any branch location individually appointed by an
78	insurer under paragraph (2)(c) prior to January 1, 2006, may
79	replace its appointments with an appointment from its lead
80	location at no charge. Branch location appointments shall be
81	renewed on the first annual anniversary of licensure of the lead
82	business location occurring more than 24 months after the
83	initial appointment date and every 24 months thereafter.
84	Notwithstanding s. 624.501, after July 1, 2006, the renewal fee
85	applicable to such branch location appointments shall be \$30 per
86	appointment.

Section 2. Paragraph (f) of subsection (1) of section 626.731, Florida Statutes, is amended to read:

626.731 Qualifications for general lines agent's license.--

(1) The department shall not grant or issue a license as general lines agent to any individual found by it to be untrustworthy or incompetent or who does not meet each of the following qualifications:

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(f) The applicant is not a service representative, a managing general agent licensed in this state, or a special agent or similar service representative of a health insurer which also transacts property, casualty, or surety insurance; except that the president, vice president, secretary, or treasurer, including a member of the board of directors, of a corporate insurer, if otherwise qualified under and meeting the requirements of this part, may be licensed and appointed as a local resident agent.

Section 3. Section 624.1275, Florida Statutes, is created to read:

624.1275 Insurance agents; prohibited exclusion from public bidding and negotiations. -- A licensed insurance agent may not be prohibited or excluded from competing or negotiating for any insurance product or plan purchased, provided, or endorsed by a state agency or any political subdivision of this state on the basis of the compensation or contractual or employment arrangement granted to the agent by an employer, insurer, or licensed agency. The term "political subdivision" has the same meaning set forth in s. 1.01.

Section 4. Subsection (5) is added to section 636.044, Florida Statutes, to read:

636.044 Agent licensing. --

(5) Notwithstanding the provisions of this section, a person registered in accordance with part XI of chapter 559 as a seller of travel may engage in the solicitation and sale of insurance covering the cost of transportation by air ambulance,

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- as defined in s. 401.23(4), that is provided by an air ambulance service licensed pursuant to s. 401.251. The insurance policy providing this coverage is subject to all applicable provisions of this chapter. A seller of travel may solicit and sell such insurance only in connection with the sale of transportation tickets. No such policy shall be in effect for a duration of more than 48 hours or for the duration of a specified one-way or round-trip travel event.
- Section 5. Paragraph (b) of subsection (20) of section 627.64872, Florida Statutes, is amended to read:
 - 627.64872 Florida Health Insurance Plan. --
- (20) COMBINING MEMBERSHIP OF THE FLORIDA COMPREHENSIVE HEALTH ASSOCIATION; ASSESSMENT. --
- (b)1. As a condition of doing business in this state, an insurer shall pay an assessment to the board in the amount prescribed by this section. For operating losses incurred on or after July 1, 2004, by persons enrolled in the Florida Comprehensive Health Association, each insurer shall annually be assessed by the board in the following calendar year a portion of such incurred operating losses of the plan. Such portion shall be determined by multiplying such operating losses by a fraction, the numerator of which equals the insurer's earned premium pertaining to direct writings of health insurance in the state during the calendar year preceding that for which the assessment is levied, and the denominator of which equals the total of all such premiums earned by insurers in the state during such calendar year.

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- 2. The total of all assessments under this paragraph upon an insurer shall not exceed 1 percent of such insurer's health insurance premium earned in this state during the calendar year preceding the year for which the assessments were levied.
- 3. For the purposes of determining assessments under this section, the term "health insurance" means any hospital and medical expense incurred policy, minimum premium plan, stop-loss coverage, health maintenance organization contract, prepaid health clinic contract, multiple-employer welfare arrangement contract, or fraternal benefit society health benefits contract, whether sold as an individual or group policy or contract. The term does not include a policy covering medical payment coverage or personal injury protection coverage in a motor vehicle policy, coverage issued as a supplement to liability insurance, or workers' compensation.
- 4.3. All rights, title, and interest in the assessment funds collected under this paragraph shall vest in this state. However, all of such funds and interest earned shall be used by the plan to pay claims and administrative expenses.
- Section 6. Subsections (5) and (6) are added to section 943.135, Florida Statutes, to read:
 - 943.135 Requirements for continued employment. --
- (5) An employing agency as defined in s. 943.10(4) may require a law enforcement officer and correctional officer as defined in s. 943.10(1), (2), or (3) to successfully pass a physical examination in order to be eligible for the presumption set forth in s. 112.18. The employing agency shall have the

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physical examination performed prior to or immediately upon employment of the officer. This provision shall not affect the applicability of the presumption set forth in s. 112.18 for law enforcement officers or correctional officers who are currently employed by an employing agency.

(6) An employing agency as defined in s. 943.10(4) may set tobacco use standards for law enforcement officers and correctional officers as defined in s. 943.10(1), (2), or (3) employed by a municipality, county, or political subdivision of the state or any agent of the political subdivision who has constitutional authority or statutory authority to employ or appoint an officer.

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190 ======= T I T L E A M E N D M E N T =======

191 Remove line(s) 6 and insert:

An act relating to insurance; amending s. 626.321, F.S.; including service warranty agreement sales covering communications equipment under certain limited licensing provisions; providing for additional appointment authority for certain licensed branch locations of a communications equipment retail vendor; revising certain application, appointment, and licensing requirements for certain entities; providing for payment of appointment fees; providing an exception; requiring renewals of appointments; providing for a renewal fee; amending s. 626.731, F.S.; revising a qualification for licensure as a

general lines agent; creating s. 624.1275, F.S.;
proscribing state agencies and political subdivisions from
prohibiting or excluding licensed insurance agents from
competing or negotiating for certain insurance products or
plans; providing a definition; amending s. 636.044, F.S.;
authorizing certain persons to engage in the solicitation
and sale of certain insurance relating to air ambulance
transportation costs; providing requirements and
limitations; amending s. 627.64872, F.S.; redefining the
term "health insurance" for purposes of determining
assessments under the Florida Health Insurance Plan;
amending s. 943.135, F.S.; authorizing certain employing
agencies to require law enforcement officers and
correctional officers to pass certain physical
examinations for certain purposes; providing criteria,
requirements, and limitations; authorizing certain
employing agencies to set tobacco use standards for law
enforcement officers and correctional officers employed by
local governments; amending s.