

PRODUCER LAW

MAJOR CHANGES:

- A. Exam changes – No exam now for Variable LOA – Must be registered under Federal and State Securities laws and have passed the Securities examinations to add Variable to an existing Life license.

- B. Removed LOAs:
 - 1. Automobile LOA. It now falls under Personal Lines.
 - 2. Industrial Fire LOA. It now falls under Property.

- C. Amends Limited Lines to include Crop, travel and portable electronics.

- D. Add license types: (Treated like Credit – No exam, no prelicensing)
 - 1. Portable Electronic – Small (Initial License Fee \$500, biennial renewal fee \$100)
 - 2. Portable Electronic – Large (Initial License Fee \$1,000, biennial renewal fee \$500)Insurer Appointment and Appointment Renewal fees apply.
Business Entities will have to have a Designated Responsible Licensed Producer.

- E. Address Change Violations now include e-mail addresses. Changes must be reported to ALDOI within 30 days or will have to pay a penalty of \$50.

- F. CE Exemption Changes:
 - 1. No exemptions other than Newly Licensed less than 12 months and those holding Limited Line Licenses or LOAs.
 - 2. All other CE exemptions are removed, but those producers who are active with exemptions are grandfathered in, unless license goes inactive for over a year, then they no will longer apply.

- E. CE Carryover Hours:
As of 1-1-2013, no CE carryover hours in excess of the required 24 or 12 total hours will be allowed. If you had any excess as of December 31, 2012, it will be used to add to your total calculations for the next CE cycle, but no excess CE hours above the 24 or 12 earned after 12/31/2012 will be allowed.

TEMPORARY PRODUCERS affected by new Producer Law changes effective 1-1-2013:

Individuals with an Industrial Fire Temporary License who has not taken the Industrial Fire exam by December 31, 2012 will have to take a Property Course and then pass the Property exam in order to get the permanent license starting January 1, 2013. You should arrange to take the IF exam before December 31, 2012. That way your Temporary license will automatically convert to the permanent Producer license with the Industrial Fire Line of Authority and in January it will automatically be changed to Property.

Individuals with an Automobile Temporary License who has not taken the Automobile exam by December 31, 2012 will have to take a Personal Lines Course and then pass the Personal Lines exam in order to get the permanent license starting January 1, 2013. You should arrange to take the Automobile exam before December 31, 2012. That way your Temporary license will automatically convert to the permanent Producer license with the Automobile Line of Authority and in January it will automatically be changed to Personal Lines.

PRODUCERS affected by new Producer Law effective 1-1-2013:

All active Producers with Industrial Fire LOAs will have the LOA automatically converted to Property and all producers with Automobile LOA will automatically be converted to Personal Lines sometime around January 11, 2013. Once the LOA is converted, you can then reprint your license to show the correct line.