

1 HB97  
2 173323-2  
3 By Representatives Faust, Pettus, Rich and Fridy  
4 RFD: Insurance  
5 First Read: 03-FEB-16

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8 SYNOPSIS: Under existing law, an independent insurance  
9 adjuster is generally required to be licensed in  
10 the state by the Insurance Department with certain  
11 reciprocity provisions. An applicant is required to  
12 complete a prelicensing course or examination.

13 This bill would provide that an applicant  
14 for a license as an independent adjuster who has  
15 been employed as an adjuster for 20 years or more  
16 with an insurance company in this state may be  
17 licensed without completing a prelicensing course  
18 or examination.

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20 A BILL  
21 TO BE ENTITLED  
22 AN ACT

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24 Relating to the licensing of independent insurance  
25 adjusters by the Department of Insurance; to amend Section  
26 27-9A-9 of the Code of Alabama 1975, to provide further under  
27 certain conditions for the licensing of an applicant without a

1 prelicensing course or examination if the applicant has  
2 certain experience as an adjuster with an insurance company in  
3 this state.

4 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

5 Section 1. Section 27-9A-9 of the Code of Alabama  
6 1975, is amended to read as follows:

7 "§27-9A-9.

8 "(a) An individual applicant for an independent  
9 adjuster license in this state shall not be required to  
10 complete any prelicensing course or examination if the person  
11 is currently licensed in another state for the same line or  
12 lines of authority based on an independent adjuster  
13 examination or if such state license has expired and the  
14 application is received by this state within 90 days of  
15 expiration. The applicant shall either provide certification  
16 from the other state that the applicant's license is currently  
17 in good standing or was in good standing at the time of  
18 expiration or the state's producer database records maintained  
19 by the NAIC must indicate that the applicant is or was  
20 licensed in good standing. The certification must be of a  
21 license with the same line of authority for which the  
22 individual has applied.

23 "(b) A person licensed as an independent adjuster in  
24 another state based on an independent adjuster examination  
25 who, within 90 days of establishing legal residency in this  
26 state, applies to become a resident independent adjuster

1 licensee pursuant to Section 27-9A-6 shall not be required to  
2 complete a prelicensing course or an examination.

3 "(c) An individual who applies for an independent  
4 adjuster license in this state who was previously licensed as  
5 an independent adjuster in this state shall not be required to  
6 complete a prelicensing course or examination, but this  
7 exemption is only available if the application is received  
8 within 12 months of the cancellation of the applicant's  
9 previous license in this state and if, at the time of  
10 cancellation, the applicant was in good standing in this  
11 state.

12 "(d) An individual applicant for an independent  
13 adjuster license in this state shall not be required to  
14 complete a prelicensing course or examination if the applicant  
15 was previously employed as an adjuster in this state by an  
16 insurance company licensed in this state and the applicant  
17 submits his or her application within two years of leaving the  
18 employment of the company. The insurance company upon request  
19 shall certify to the department the time period that the  
20 applicant was employed by the insurance company and that the  
21 applicant left the employment of the company in good  
22 standing."

23 Section 2. This act shall become effective  
24 immediately following its passage and approval by the  
25 Governor, or its otherwise becoming law.