



Senate Fiscal Agency
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BILL ANALYSIS



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House Bill 4044 (Substitute H-2 as reported without amendment)

Sponsor: Representative Michele Hoytenga

House Committee: Insurance

Ways and Means

Senate Committee: Insurance and Banking

CONTENT

The bill would amend the Insurance Code to do the following:

- Modify the circumstances under which the Director of the Department of Insurance and Financial Services could not issue a resident or nonresident insurance producer license.
- Include circumstances under which the Director could refuse to issue a license.
- Specify that a provision allowing the Director to place on probation, suspend, or revoke an insurance producer's license or may levy a civil fine or any combination of actions, and not to issue a resident or nonresident insurance producer license if the licensee has been convicted of a felony would apply to an individual who had been convicted of a felony within 10 years before a license application was filed.
- Allow the Director to place on probation, suspend, or revoke an insurance producer's license or could levy a civil fine or any combination of actions, and prohibit him or her from issuing a license, for having been convicted of a felony involving any of the following, regardless of the date of conviction: a) violence or threat of violence against an individual, including domestic violence; b) criminal sexual conduct; and c) a felony of a fiduciary nature or financial nature such as fraud, embezzlement, bribery, or extortion.
- Allow the Director to place on probation, suspend, or revoke an insurance producer's license or could levy a civil fine or any combination of actions, and allow him or her to refuse to issue a resident or nonresident insurance producer license for having been convicted of a felony other than a felony described above.
- Require the Director to issue, after examination, investigation, and interrogatories, a resident or nonresident insurance producer license to an applicant if the Director determined that the applicant possessed good moral character to act as an insurance producer.

MCL 500.1205 & 500.1239

Legislative Analyst: Stephen Jackson

FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Date Completed: 10-23-19

Fiscal Analyst: Elizabeth Raczkowski