



UTAH STATE SENATE

UTAH STATE CAPITOL COMPLEX • 320 STATE CAPITOL
P.O. BOX 145115 • SALT LAKE CITY, UTAH 84114-5115 • (801) 538-1035

February 22, 2017

Mr. President,

The Business and Labor Committee reports a favorable recommendation on **1st Sub. H.B. 42**, INSURANCE RELATED MODIFICATIONS, by Representative J. A. Dunnigan, with the following amendments:

1. *Page 2, Line 45:*

45 ▶ addresses when an insurer {~~contracts~~} has a contract with a
licensee;

2. *Page 22, Lines 657 through 659:*

657 (3) "ORSA guidance manual" means the current version of the Own Risk and
Solvency
658 Assessment Guidance Manual developed and adopted by the National Association of
Insurance
659 Commissioners and as amended from time to time.

3. *Page 73, Lines 2249 through 2252:*

2249 [(4)] (5) If an insurer {~~contracts~~} has a contract with or lists a licensee
in a report submitted under
2250 Subsection [(2)] (3), there is a rebuttable presumption that in placing a risk with the
insurer the
2251 contracted or appointed licensee or any of the licensee's licensed employees act on behalf
of the

Bill Number



HB0042S01

Action Class



S

Action Code



SCRAMD

2252 insurer.

4. *Page 76, Lines 2333 through 2335:*

2333 [~~(6)~~] (7) If an agency {~~contracts~~} has a contract with or designates a
licensee in reports submitted under
2334 Subsection (2) or [~~(5)~~] (6), there is a rebuttable presumption that the contracted or
designated
2335 licensee acts on behalf of the agency.

5. *Page 77, Lines 2353 through 2361:*

2353 (1) Subject to the other provisions in this section, a title insurer that {~~contracts~~
-} has a contract with or
2354 appoints an individual title insurance producer or an agency title insurance producer is
liable to
2355 a buyer, seller, borrower, lender, or third party that deposits money with the individual
title
2356 insurance producer or agency title insurance producer for the receipt and disbursement of
2357 money deposited with the individual title insurance producer or agency title insurance
producer
2358 for a transaction when a commitment for a policy of title insurance of that title insurer is
2359 ordered, issued, or distributed or a title insurance policy of that title insurer is issued,
except
2360 that once a title insurer is named in an issued commitment only that title insurer is liable
as a
2361 title insurer under this section.

6. *Page 87, Lines 2682 through 2684:*

2682 [~~(7)~~] (8) If a navigator agency {~~contracts~~} has a contract with or
designates a licensee in reports
2683 submitted under Subsection (3) or [~~(6)~~] (7), there is a rebuttable presumption that the
2684 contracted or designated licensee acts on behalf of the navigator agency.

7. *Page 95, Lines 2921 through 2923:*

2921 [(6)] (7) If an agency {~~contracts~~} has a contract with or designates a
licensee in a report submitted under
2922 Subsection (2) or [(5)] (6), there is a rebuttable presumption that the contracted or
designated
2923 licensee acts on behalf of the agency.

8. *Page 102, Lines 3133 through 3136:*

3133 (4) A public adjuster shall keep at the public adjuster's principal place of business
{~~in~~
3134 this state} a copy of each contract entered into in this state for {~~this}~~ the
current year plus three years,
3135 and each contract shall be available at all times for inspection, without notice, by the
3136 commissioner or the commissioner's authorized representative.

9. *Page 102, Lines 3142 through 3146:*

3142 (1) Except as provided by Subsection (2), a public adjuster may receive
compensation
3143 for service provided under this chapter consisting of an hourly fee, a flat rate, a
percentage of
3144 the total amount paid by an insurer to resolve a claim, or another method of
compensation. {~~The~~
3145 total compensation received may not exceed 10% of the amount of the insurance
settlement on
3146 the claim.}

10. *Page 154, Lines 4745 through 4748:*

4745 (1) The amendments in this bill to Section 31A-3-102 and Section 59-7-102 have
4746 retrospective operation for a taxable year beginning on or after January 1, 2017 {~~;~~
except that the
4747 amendments to Subsections 31A-3-102(2)(b) and 59-7-102(1)(g) have retrospective
operation

4748 ~~for a taxable year beginning on or after January 1, 2011~~ }

Respectfully,

Curtis S. Bramble
Chair

Voting: 5-0-3

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