

March 18, 2011

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1175

Page 1, line 9, after "year" insert an underscored comma

Page 1, line 11, after "indirectly" insert "to a person"

Page 1, line 12, after "advertising" insert "the"

Page 1, line 12, remove "for the sale or retention of contracts of"

Page 1, remove line 13

Page 1, line 14, remove "cash equivalent is prohibited under this section"

Page 1, line 14, after the underscored period insert "As used in this subdivision, "person" means the named insured, policy owner, or prospective client or the spouse of any of these individuals, but the term does not include a certificate holder, child, or employee of the named insured, policy owner, or prospective client. Subject to the limits of this subdivision, an insurance producer may give a gift card for specific merchandise or services such as a meal, gasoline, or car wash but may not give cash, a cash card, any form of currency, or any refund or discount in premium. An insurance producer may not condition the giving of a gift, prize, promotion article, logo merchandise, meal, or entertainment activity on obtaining a quote or a contract of insurance. Notwithstanding the limitation in this subdivision, an insurance producer may make a donation to a nonprofit organization that is exempt from federal taxation under Internal Revenue Code section 501(c)(3) [26 U.S.C. 501(c)(3)] in any amount as long as the donation is not given as an inducement to obtain a quote or a contract of insurance."

Page 2, line 6, after "year" insert an underscored comma

Page 2, line 8, after "indirectly" insert "to a person"

Page 2, line 8, after "advertising" insert "the"

Page 2, remove line 9

Page 2, line 10, remove "premium or a giving of cash or cash equivalent is prohibited under this section"

Page 2, line 10, after the underscored period insert "As used in this subsection, "person" means the named insured, policy owner, or prospective client or the spouse of any of these individuals, but the term does not include a certificate holder, child, or employee of the named insured, policy owner, or prospective client. Subject to the limits of this subsection, an insurance producer may give a gift card for specific merchandise or services such as a meal, gasoline, or car wash but may not give cash, a cash card, any form of currency, or any refund or discount in premium. An insurance producer may not condition the giving of a gift, prize, promotion article, logo merchandise, meal, or entertainment activity on obtaining a quote or a contract of insurance. Notwithstanding the limitation in this subsection, an insurance producer may make a donation to a nonprofit organization that is exempt from federal taxation under Internal Revenue Code section 501(c)(3) [26 U.S.C. 501(c)(3)] in any amount as long as the donation is not given as an inducement to obtain a quote or a contract of insurance."

Page 2, line 31, after "year" insert an underscored comma

Page 3, line 2, after "indirectly" insert "to a person"

Page 3, line 2, after "advertising" insert "the"

Page 3, remove line 3

Page 3, line 4, remove "premium or a giving of cash or cash equivalent is prohibited under this section"

Page 3, line 4, after the underscored period insert "As used in this subsection, "person" means the named insured, policy owner, or prospective client or the spouse of any of these individuals, but the term does not include a certificate holder, child, or employee of the named insured, policy owner, or prospective client. Subject to the limits of this subsection, an insurance producer may give a gift card for specific merchandise or services such as a meal, gasoline, or car wash but may not give cash, a cash card, any form of currency, or any refund or discount in premium. An insurance producer may not condition the giving of a gift, prize, promotion article, logo merchandise, meal, or entertainment activity on obtaining a quote or a contract of insurance. Notwithstanding the limitation in this subsection, an insurance producer may make a donation to a nonprofit organization that is exempt from federal taxation under Internal Revenue Code section 501(c)(3) [26 U.S.C. 501(c)(3)] in any amount as long as the donation is not given as an inducement to obtain a quote or a contract of insurance."

Renumber accordingly