

TRANSMITTAL SHEET FOR  
NOTICE OF INTENDED ACTION

Control 482 Department or Agency Department of Insurance\*

Rule No. 482-1-110-.04

Rule Title: Renewal of Licenses.

New  Amend  Repeal  Adopt by Reference

Would the absence of the proposed rule significantly harm or endanger the public health, welfare, or safety? N/A\*

Is there a reasonable relationship between the state's police power and the protection of the public health, safety, or welfare? N/A\*

Is there another, less restrictive method of regulation available that could adequately protect the public? N/A\*

Does the proposed rule have the effect of directly or indirectly increasing the costs of any goods or services involved and, if so, to what degree? N/A\*

Is the increase in costs, if any, more harmful to the public than the harm that might result from the absence of the proposed rule? N/A\*

Are all facets of the rulemaking process designed solely for the purpose of, and so they have, as their primary effect, the protection of the public? N/A\*

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Does the proposed rule have an economic impact? N/A\*

If the proposed rule has an economic impact, the proposed rule is required to be accompanied by a fiscal note prepared in accordance with subsection (f) of Section 41-22-23, Code of Alabama 1975.

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Certification of Authorized Official

I certify that the attached proposed rule has been proposed in full compliance with the requirements of Sections 27-2-17 and 27-7-43, Code of Alabama 1975, and that it complies with all applicable filing requirements of the Alabama Insurance Code.\*

Signature of certifying officer Jim L. Ridling  
Jim L. Ridling  
Commissioner of Insurance

Date: April 20, 2018

\*Note: *The Alabama Department of Insurance is exempt from the Alabama Administrative Procedures Act pursuant to Section 41-22-2(e), Code of Alabama 1975.*

Alabama Department of Insurance

**NOTICE OF INTENDED ACTION**

**AGENCY NAME:** Alabama Department of Insurance

**RULE NO. & TITLE:** Rule 482-1-110-.04: Renewal of Licenses.

**INTENDED ACTION:** Amend rule.


**SUBSTANCE OF PROPOSED ACTION:** The Commissioner of Insurance is proposing to amend the regulation which sets forth the procedures for renewal of licenses for producers and service representatives. The amendments extend the time within which licensees can renew a license from 75 days to 90 days prior to license expiration. The amendments will become effective January 1, 2019, and will apply to licensees whose licenses expire January 31, 2019, and thereafter.

**TIME, PLACE, MANNER OF PRESENTING VIEWS:** Interested persons may submit data, views, or arguments in writing at any time prior to June 7, 2018, to the Alabama Department of Insurance, Attention: Legal Division, Post Office Box 303351, Montgomery, Alabama 36130-3351, or orally by appearing at the public hearing, Suite 502, RSA Tower, 201 Monroe Street, Montgomery, Alabama, beginning at 10:00 AM, on June 14, 2018.

**FINAL DATE FOR COMMENT AND COMPLETION OF NOTICE:**

June 7, 2018

**CONTACT PERSON AT AGENCY:** Reyn Norman  
General Counsel

  
\_\_\_\_\_  
Jim L. Ridling  
Commissioner of Insurance

1 482-1-110-.04 Renewal of Licenses.

2 (1) All producers and service representatives licensed in the State  
3 of Alabama are required to complete an application for license renewal with  
4 the Department, which shall include the payment of the applicable fees, as  
5 set forth below:

6 (a) For individual producers and service representatives,  
7 the biennial license renewal fee as required by Ala. Code § 27-  
8 8A-9(a)(1) ..... \$70.00

9 (b) For business entity producers, the biennial renewal  
10 license fee as required by Ala. Code § 27-4-2(a)(5)b.2. .... \$100.00

11 (2)(a)1. All individual producers and service representatives shall  
12 renew their license biennially based on their month and year of birth as  
13 indicated in subparagraphs 2 and 3, except an initial individual license  
14 shall not expire within the first ~~seventy-five (75)~~ ninety (90) days of its  
15 effective date but will continue until the next biennial expiration date.

16 2. Licensees Born in Odd-numbered Years. The license of an  
17 insurance representative born in an odd-numbered year will expire if not  
18 renewed at the end of the licensee's birth month in every odd-numbered  
19 year.

20 3. Licensees Born in Even-numbered Years. The license of an  
21 insurance representative born in an even-numbered year will expire if not  
22 renewed at the end of the licensee's birth month in every even-numbered  
23 year.

24 (b) Notice is hereby given that beginning approximately ~~seventy-five~~  
25 ~~(75)~~ ninety (90) days prior to license expiration, individual licensees can

1 access the Department's Web site for the purpose of completing their  
2 application for license renewal.

3 (c) All individual licensees shall complete an application for  
4 license renewal on the Department's Web site by the license expiration  
5 date, to include payment of the applicable fee as set forth in Paragraph  
6 (1). Any license not renewed by the license expiration date may still be  
7 renewed during the first 30 days following expiration, with reinstatement  
8 retroactive to the expiration date, but will be subject to a \$50 late fee.

9 (3)(a) Expiration of Business Entity Producer Licenses. All business  
10 entity producer licenses shall expire if not renewed on December 31 of  
11 every even-numbered year, except an initial business entity license issued  
12 on or after October ~~15~~ 1 of an even-numbered year shall not expire until  
13 December 31 of the next even-numbered year.

14 (b) Notice is hereby given that beginning on October ~~15~~ 1 next  
15 preceding license expiration, business entity producers can access the  
16 Department's Web site for the purpose of completing their application for  
17 license renewal.

18 (c) All business entity producers shall complete an application for  
19 license renewal on the Department's Web site prior to license expiration,  
20 to include payment of the applicable fee as set forth in Paragraph (1).  
21 Any license not renewed by the license expiration date may still be renewed  
22 during the first 30 days following expiration, with reinstatement  
23 retroactive to the expiration date, but will be subject to a \$50 late fee.

24 **Author:** Commissioner of Insurance

25 **Statutory Authority:** Ala. Code §§ 27-2-17, 27-2-17.1, 27-7-43 & 27-8A-1,  
26 et seq. (1975)

27 **History:** New September 15, 1994, Effective October 1, 1994; Revised  
28 September 23, 1996, Effective October 3, 1996; Revised December 16, 1998,

1 Effective January 1, 1999; Revised August 19, 2002, Effective August 29,  
2 2002; Revised November 29, 2006, Effective December 9, 2006; Revised  
3 December 11, 2007, Effective December 21, 2007; Revised October 18, 2012,  
4 Effective October 28, 2012; Revised August 12, 2015, Effective January 1,  
5 2016; Revised June 14, 2018, Effective January 1, 2019