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1	Proposal by Chuck Storrow on behalf of AIG
2	TO THE HOUSE OF REPRESENTATIVES:
3	The Committee on Commerce and Economic Development to which was
4	referred House Bill No. 34 entitled "An act relating to the process of licensing
5	travel insurance agents" respectfully reports that it has considered the same and
6	recommends that the bill be amended by striking out all after the enacting
7	clause and inserting in lieu thereof the following:
8	Sec. 1. 8 V.S.A. § 4813a is amended to read:
9	§ 4813a. DEFINITIONS
10	As used in this subchapter:
11	(1) "Business entity" means a corporation, association, partnership,
12	limited liability company, limited liability partnership, or other legal entity.
13	* * *
14	(6) "Limited lines insurance" means travel accident or travel baggage
15	insurance, as that term is defined in subdivision 15 of this section, or any other
16	line of insurance that the Commissioner deems necessary to recognize for the
17	purposes of complying with subsection 4813h(d) of this subchapter, or any
18	other line of insurance the Commissioner, by regulation rule, shall deem deems
19	essential for the transaction of business in this State and which does not require
20	the professional competency demanded for an insurance producer's license.
21	* * *

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1	(15) <u>"Travel insurance" means insurance coverage for personal risks</u>
2	incident to planned travel, including interruption or cancellation of a trip or
3	event; loss of baggage or personal effects; damages to accommodations or
4	rental vehicles; or sickness, accident, disability, or death occurring during
5	travel. It does not include major medical plans which provide comprehensive
6	medical protection for travelers with trips lasting six months or longer,
7	including for example, those working overseas as an expatriot or deployed
8	military personnel.
9	(16) "Uniform Application" means the current version of the NAIC
10	Uniform Application for resident and nonresident producer licensing.
11	(16)(17) "Uniform Business Entity Application" means the current
12	version of the NAIC Uniform Business Entity Application for resident and
13	nonresident business entities.
14	Sec. 2. 8 V.S.A. § 4813f(d) is added to read:
15	(d) As soon as practicable, but not later than December 31, 2015, the
16	Commissioner shall adopt rules establishing a business entity limited lines
17	producer license for the sale of travel insurance. The rules shall be consistent
18	with the Limited Lines Travel Insurance Model Act adopted by the Executive
19	Committee of the National Conference of Insurance Legislators on November
20	18, 2012. The rules shall specify that a business entity limited lines travel
21	insurance producer, its designated responsible producer, and the appointing

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1	insurer are responsible for all actions of the travel retailer related to the offer
2	and dissemination of travel insurance and shall use reasonable means to ensure
3	the travel retailer's compliance with the rules, as applicable.
4	Sec. 3. EFFECTIVE DATE
5	This act shall take effect on passage.
6	
7	
8	
9	(Committee vote:)
10	
11	Representative
12	FOR THE COMMITTEE