

## STATEMENT OF PURPOSE

### RS24057

The proposed legislation accomplishes three things relating to producer/agent/surplus lines broker licensing in Idaho: (1) Idaho Code Section 41-1016(2) currently provides summary order authority to suspend or revoke the Idaho nonresident license where the resident license has been suspended or revoked in the licensee's home state. The proposed legislation amends Idaho Code Section 41-1016(2) adding additional circumstances of terminating a nonresident Idaho license, where the resident license in another state has been voluntarily surrendered or lapsed. This amendment streamlines the process for terminating the license of a nonresident producer who no longer meets a prerequisite for holding such license. (2) Amends Idaho Code Section 41-1026(3) to provide that a former licensee whose license has been revoked may not reapply for a license until not less than one (1) year and up to five (5) years have passed rather than the current one (1) year waiting period. (3) Amends Idaho Code Section 41-1026 to provide a new subsection (4) whereby a person whose application for a producer license has been denied must wait one (1) year before reapplying. Currently, there is no specific time period in which a person must wait before reapplying for a producer license. Individuals who reapply quickly following a denial or revocation waste their time and that of the department in processing and denying the application.

### FISCAL NOTE

No fiscal impact.

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