

1 HB68
2 203361-2
3 By Representative Rich
4 RFD: Insurance
5 First Read: 04-FEB-20
6 PFD: 02/03/2020

8 SYNOPSIS: Under existing law, the Commissioner of
9 Insurance is authorized to conduct examinations of
10 providers, administrators, insurers, or other
11 persons to enforce the provisions of the service
12 contract law.

13 This bill would also specify that any person
14 examined by the Commissioner of Insurance in the
15 enforcement of the service contract law would be
16 liable for the expenses of the examination as
17 provided in Section 27-2-25, Code of Alabama 1975.

18 Under existing law, under the Vehicle
19 Protection Product Act, the Commissioner of
20 Insurance collects certain fees for registering
21 persons operating in this state as a warrantor of
22 vehicle protection products and is authorized to
23 conduct examinations of warrantors, administrators,
24 and other persons to enforce the act.

25 This bill would specify that the fees
26 collected by the Commissioner of Insurance for
27 registering persons operating in this state as a

1 warrantor of a vehicle protection product would be
2 deposited in the Insurance Department Fund. This
3 bill would also specify that any person examined by
4 the Commissioner of Insurance relating to the
5 Vehicle Protection Product Act would be liable for
6 the expenses of examination as provided in Section
7 27-2-25, Code of Alabama 1975.

8
9 A BILL
10 TO BE ENTITLED
11 AN ACT

12
13 Relating to the Commissioner of Insurance; to add
14 Sections 8-32-13 and 8-33-14 to the Code of Alabama 1975, to
15 specify that any person being examined by the commissioner in
16 the enforcement of Chapter 32 of Title 8, Code of Alabama
17 1975, the service contract law, or Chapter 33 of Title 8, Code
18 of Alabama 1975, the Vehicle Protection Product Act, would be
19 liable for the expenses of the examination; and to specify
20 that all fees collected by the commissioner in the enforcement
21 of the Vehicle Protection Product Act would be deposited in
22 the Insurance Department Fund.

23 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

24 Section 1. Sections 8-32-13 is added to the Code of
25 Alabama 1975, to read as follows:

26 §8-32-13.

1 Each person being examined by the commissioner in
2 the enforcement of this chapter shall be liable for and pay
3 the expenses of the examination as provided in Section
4 27-2-25.

5 Section 2. Section 8-33-14, is added to the Code of
6 Alabama 1975, to read as follows.

7 §8-33-14.

8 (a) All fees collected pursuant to this chapter
9 shall be paid into the Insurance Department Fund for the
10 enforcement of this chapter.

11 (b) Each person being examined by the commissioner
12 in the enforcement of this chapter shall be liable for and pay
13 the expenses of the examination as provided in Section
14 27-2-25.

15 Section 3. This act shall become effective
16 immediately following its passage and approval by the
17 Governor, or its otherwise becoming law.