1	ENROLLED
2	COMMITTEE SUBSTITUTE
3	FOR
4	н. в. 2762
5	(By Delegates Miley and Manchin)
6	
7	[Passed April 13, 2013; in effect ninety days from passage.]
8	
9	AN ACT to amend and reenact amend and reenact §33-12B-1 and
10	§33-12B-9 of the Code of West Virginia, 1931, as amended; and
11	to amend said code by adding thereto a new section, designated
12	§33-12B-4a, all relating to insurance; licensure of insurance
13	adjusters; definitions, including a definition of "automated
14	claims adjudication system"; providing exemptions for certain
15	individuals from adjuster licensure in this state; and
16	providing that a resident of Canada may be licensed as a
17	nonresident adjuster if that person has obtained a resident or
18	home state adjuster license in another state.
19	Be it enacted by the Legislature of West Virginia:
20	That $\$33-12B-1$ and $\$33-12B-9$ of the Code of West Virginia,
21	1931, as amended, be amended and reenacted; and that said code be
22	amended by adding thereto a new section, designated §33-12B-4a, all
23	to read as follows:

ARTICLE 12B. ADJUSTERS.

## §33-12B-1. Definitions.

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- 2 (a) An "adjuster" is any individual who, for compensation, fee 3 or commission, investigates and settles claims arising under 4 property, casualty or surety insurance contracts, on behalf solely 5 of either the insurer or insured. A licensed attorney who is 6 qualified to practice law in this state is deemed not to be an 7 adjuster for the purposes of this article.
- 8 (b) "Automated claims adjudication system" means a
  9 preprogrammed computer system designed for the collection, data
  10 entry, calculation and final resolution of portable electronics
  11 insurance claims which:
- 12 (1) May only be used by a licensed adjuster, licensed producer 13 or supervised individuals operating pursuant to section four-a of 14 this article;
- 15 (2) Must comply with all claims payments requirements of the insurance code; and
- 17 (3) Must be certified as compliant with this section by a
  18 licensed adjuster that is an officer of the entity which employs
  19 the individuals operating pursuant to section four-a of this
  20 article.
- 21 (c) "Company adjuster" means an adjuster representing the 22 interests of the insurer, including an independent contractor and 23 a salaried employee of the insurer.
- 24 (d) "Home state" means the District of Columbia or any state

- or territory of the United States in which an adjuster maintains
  his or her principal place of residence or business and in which he
  or she is licensed to act as a resident adjuster. If a person's
  principal place of residence or business does not license adjusters
  for the type of adjuster license sought in this state, he or she
  shall designate as his or her home state any state in which he or
  she has such a license.
  - (e) "Public adjuster" means an independent contractor representing solely the financial interests of the insured named in the policy.
- (f) "Crop adjuster" means a person who adjusts crop insurance claims under the federal crop insurance program administered by the United States Department of Agriculture.

## 14 §33-12B-4a. Exemptions from license.

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Individuals who collect claim information from, or furnish claim information to, insureds or claimants and who conduct data entry including entering data into an automated claims adjudication system are exempt from licensure under this article: *Provided*, That the individuals are under the supervision of a licensed adjuster or licensed producer: *Provided however*, That no more than twenty-five persons are under the supervision of one licensed adjuster or licensed producer.

## 23 §33-12B-9. Licensing of nonresident adjusters.

(a) A nonresident applicant for an adjuster license who holds

- 1 a similar license in his or her home state may be licensed as a
- 2 nonresident adjuster in this state if the applicant's home state
- 3 has established, by law or regulation like requirements for the
- 4 licensing of a resident of this state as a nonresident adjuster.
- 5 (b) As a condition of continuing a nonresident adjuster
- 6 license, the licensee must maintain a license in his or her home
- 7 state.
- 8 (c) If a nonresident adjuster desires to become a resident
- 9 adjuster he or she must apply to become one within ninety days of
- 10 establishing legal residency in this state.
- 11 (d) If a nonresident adjuster has his or her license
- 12 suspended, terminated or revoked by his or her home state, the
- adjuster must immediately notify the commissioner of that action.
- 14 (e) A resident of Canada may be licensed as a nonresident
- adjuster under this section if that person has obtained a resident
- or home state adjuster license in another state.