

1 **836-071-0108**

2 **Limited Class Insurance Licenses**

3 For the purpose of ORS 744.062, the Director establishes the following classifications for limited class
4 insurance licenses, for use on and after July 1, 2005:

5 (1) Under a "limited class credit insurance" license, the licensee may transact the following classes of
6 insurance when the insurance is offered in connection with an extension of credit that is limited to partially
7 or wholly extinguishing that credit obligation:

8 (a) Credit life insurance. Under this class, an insurance producer may transact credit life insurance as
9 approved under ORS 743.371(1).

10 (b) Credit health insurance. Under this class an insurance producer may transact credit health insurance
11 as approved under ORS 743.371(2).

12 (c) Credit unemployment and involuntary unemployment insurance. Under this class an insurance
13 producer may transact approved liability coverage for unemployment.

14 (d) Credit property insurance. Under this class, an insurance producer may transact insurance against
15 property loss or damage that may result in failure of debtors to pay their obligations to the insured,
16 including but not limited to motor vehicle physical damage insurance. This class does not include
17 mortgage insurance.

18 (e) Mortgage guarantee insurance. Under this class, an insurance producer may transact only the
19 insurance that is issued by an authorized mortgage insurer under ORS 742.282 to 742.286.

20 (f) Mortgage life or disability insurance, or mortgage life and disability insurance. Under this class, a
21 lending institution may transact mortgage cancellation insurance as approved under ORS 743.303(1)(b)
22 and (5).

23 (g) Gap insurance. This class applies to a person described in ORS 731.036(9) who does not qualify for
24 the exemption in 731.036(9) because the person imposes an additional charge to waive the amount
25 described in 731.036(9)(b) pursuant to an agreement to lease or to finance the purchase of a motor
26 vehicle.

27 (2) Under a "limited class insurance" license, the licensee may transact the following classes of
28 insurance:

29 (a) Crop insurance. Under this class, an insurance producer may place insurance providing protection
30 against damage to crops from unfavorable weather conditions, fire or lightning, flood, hail, insect
31 infestation, disease or other yield-reducing conditions or perils provided by the private insurance market,
32 or that is subsidized by the Federal Crop Insurance Corporation, including multi-peril crop insurance.

33 (b) Surety insurance. Under this class an insurance producer may place insurance or a bond that covers
34 obligations to pay the debts of, or answer for the default of another, including faithlessness in a position of
35 public or private trust as approved under ORS 742.350 to 742.376. For the purpose of this limited line
36 license, surety does not include surety bail bonds.

37 (c) Mechanical breakdown insurance. Under this class an insurance producer may place insurance that
38 provides repair or replacement service, or indemnification for repair or replacement service, for

1 operational or structural failure of property due to defects in materials or workmanship or normal wear and
2 tear, including but not limited to motor vehicles, mobile equipment, boats, appliances and electronics.

3 ~~(3) Under a "trip travel insurance" license, the licensee may place insurance for trip cancellation, trip
4 interruption, baggage, accidental death, sickness and accident, disability and personal effects. Trip travel
5 coverage provides reimbursement of expenses resulting from an emergency in connection with travel.
6 The following provisions apply to this limited license:~~

7 ~~(a) An insurance producer may transact trip travel insurance that covers the risks of a specific trip and
8 sold in connection with transportation provided by a common carrier, owner of a transportation ticket
9 agency or filed with a city, county or state as a tour business.~~

10 ~~(b) The limited license under this subsection may be endorsed for an employee or owner, either of whom
11 is engaged in the sale of transportation tickets.~~

12 ~~(c) The individual coverage may not be more than the duration of a specified trip.~~

13 ~~(d) The limited license under this subsection is issued for the sale of coverage provided by an insurer
14 holding a certificate of authority for casualty insurance or by an insurer holding a certificate of authority for
15 health insurance when the insurer insures only accidental death, sickness and accident or disability
16 coverages.~~

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18 (3)Travel insurance. Under this class as defined in ORS 744.101, **a limited travel insurance producer
19 and any travel retailer offering travel insurance on behalf of and at the direction of a limited travel
20 insurance producer shall comply with the requirements set forth in OAR 836-071-0450.**

21 (4) For the purpose of making the transition to a mechanical breakdown insurance limited class insurance
22 license under section (2) of this rule rather than as a limited class credit insurance license under section
23 (1) of this rule, the change shall apply to renewals of limited class credit insurance licenses applied for on
24 or after January 1, 2013. A licensee transacting mechanical breakdown insurance under a limited class
25 credit insurance license may continue to do so until the first renewal of the limited class credit license
26 after January 1, 2013.

27 Stat. Auth.: ORS 731.244, 744.062, 744.104, 744.111

28 Stats. Implemented: ORS 744.062, 744.101, 744.104, 744.111

29 Hist.: ID 8-2005, f. 5-18-05, cert. ef. 8-1-05; ID 18-2012, f. & cert. ef. 11-7-12

30 **836-071-0450 Requirements for Limited Travel Insurance Producer and Travel Retailer**

31 **(1) In order to comply with ORS 744.104(2)(b) a limited travel insurance producer shall:**

32 **(a) Establish and maintain a register containing all of the information required under ORS
33 744.104(2) (a);**

34 **(b) Include on the register:**

35 **(A)The license number of any person described in ORS 744.104(d) and ORS 744.104 (e) who is a
36 licensed insurance producer; or**

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- 1 **(B) The fingerprints and background check results of any person described in ORS 744.104(d) and**
2 **ORS 744.104 (e) who is not a licensed insurance producer; and**
- 3 **(c) Use the model form provided by the Director of the Department of Consumer and Business**
4 **Services at www.insurance.oregon.gov or a substantially similar form filed with and approved by**
5 **the director;**
- 6 **(d) Update retained information recorded on the register at least annually**
- 7 **(e) Maintain the register in such a manner that the document and all necessary required**
8 **attachments are available to be submitted in electronic form to the director within 30 days of a**
9 **request as under ORS 744.104(2)(c);**
- 10 **(f) Maintain records of the register after the expiration of a policy as required under ORS 744.068;**
11 **and**
- 12 **(g) Notify the director in writing of any material changes in the affidavit described in ORS**
13 **744.104(2)(b)(C) within 30 days of the material change.**
- 14 **(2) All persons specified in ORS 744.104(2)(d) must:**
- 15 **(a) Hold a license as an insurance producer under ORS 744.052 to 744.089;**
- 16 **(3) All persons specified in ORS 744.104 (2) (e) must:**
- 17 **(a) Furnish fingerprints and results from criminal history check as defined under OAR 836-072-**
18 **0010 to the limited travel insurance producer keeping the register required under ORS 744.104(2)**
- 19 **(4) A program of instruction or training described under ORS 744.104(2)(g) shall:**
- 20 **(a) Include compliance with requirements under ORS 744.104 (3) and (4);**
- 21 **(b) Address the types of insurance offered by the limited travel insurance producer and ethical**
22 **sales practices; and**
- 23 **(c) Be provided at least annually for all active travel retail employees.**
- 24 Stat. Auth.: ORS 731.244, 744.062 , 744.104, 744.111
25 Stats. Implemented: ORS 744.062, 744.101, 744.104, 744.107
26 Hist.: New.