

Proposed Draft of Council Bylaws

LIFE INSURANCE COUNCIL OF SASKATCHEWAN

BYLAW 2 – LICENCES

Section 1. Licences, Privileges and Obligations

- (1) Council may grant the following licences as set out in Schedule A:
 - (a) agent licence;
 - (b) restricted insurance agent licence pursuant to *The Saskatchewan Insurance Amendment Regulations 2009*;
 - (c) salesperson licence;
 - (d) agent or salesperson licence pursuant to section 437 of the Act;
 - (e) agent licence to a transportation company for accident insurance or other authorized insurance pursuant to section 438 of the Act;

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LIFE INSURANCE COUNCIL OF SASKATCHEWAN

SCHEDULE A

PART I

Section 1. Interpretation

(1) In this schedule:

- (a) "agency licence" means an agent licence or a restricted insurance agent licence granted to a sole proprietorship, a partnership or a corporation;
- (b) "licensee" means a holder of a licence issued by council;
- (c) "management" includes direction and/or control of the operations of an insurance agency or an office location of an agency;
- (d) "resident" means an individual who resides predominately in Saskatchewan;
- (e) "supervision" means reasonable and prudent oversight of insurance transactions;
- (f) "transaction" includes any act, advertisement, or other conduct that pertains to the offering of or the sale of insurance.

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LIFE INSURANCE COUNCIL OF SASKATCHEWAN

SCHEDULE A

Licensing Requirements

PART III – Restricted Insurance Agent Licence

Section 1. Requirements for Licensing of a Restricted Insurance Agent

(1) A person applying for a restricted insurance agent licence pursuant to *The Insurance Amendment Regulation, 2009* must meet the following licensing requirements:

- (a) satisfy the council that the applicant is registered with the Corporations Branch of the Government of Saskatchewan;

Section 2. Education and Examination Bylaws

(1) The education requirements set out in Bylaw 3 do not apply to a restricted licensee.

(2) The examination requirements set out in Bylaw 4 do not apply to a restricted licensee.

Section 3. Requirements for Errors and Omissions Insurance

(1) A restricted licensee sponsored by an insurer shall maintain and provide annually proof of a valid policy of errors and omissions insurance that meets the following requirements:

- (a) a minimum of \$1,000,000 coverage and a minimum aggregate limit of \$2,000,000;

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Schedule A – Restricted Insurance Agent Licence

- (b) be broad enough to cover all insurance products which the restricted licensee is licensed to sell as defined by The *Saskatchewan Insurance Act*; and
 - (c) be underwritten by an insurance company licensed to do business in Canada. (REV. 07/08)
- (2) Failure by a licensee to immediately notify council in the event of a cancellation or non renewal of their errors and omissions insurance is misconduct.
- (3) This Section does not apply to banks, credit unions, loan corporations or trust corporations, within the meaning of *the Trust and Loan Corporations Act*, or a member institution of the Canada Deposit Insurance Corporation.