SENATE BILL NO. 27

## BY SENATOR JOHN SMITH

1	AN ACT
2	To amend and reenact R.S. 22:1762, 1763(A), and 1766(A) and (B), relative to motor
3	vehicle rental insurers; to provide with respect to limited licensing; to authorize
4	employees and authorized agents to be licensed under a limited licensee's license
5	when acting for or on behalf of a limited licensee; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 22:1762, 1763(A), and 1766(A) and (B) are hereby amended and
8	reenacted to read as follows:
9	§1762. Definitions
10	As used in this Part, the following words are defined as follows:
11	(1) "Authorized agent" means an agent or representative authorized by
12	the limited licensee to act individually on behalf, and under the supervision, of
13	the limited licensee to offer or sell insurance in connection with and incidental
14	to the rental of vehicles.
15	(2) "Commissioner" shall mean means the commissioner of insurance.
16	(2)(3) "Department" shall mean means the Department of Insurance.
17	(3)(4) "Limited licensee" means a person or entity authorized to sell certain
18	coverages relating to the rental of vehicles pursuant to the provisions of this Part.

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1	(4)(5) "Rental agreement" means any written agreement setting forth the
2	terms and conditions governing the use of a vehicle provided by the rental company
3	for rental or lease.
4	(5)(6) "Rental company" means any person or entity in the business of
5	providing primarily private passenger vehicles to the public under a rental agreement
6	for a period not to exceed ninety days.
7	(6)(7) "Rental period" means the term of the rental agreement.
8	(7)(8) "Renter" means any person obtaining the use of a vehicle from a rental
9	company under the terms of a rental agreement for a period not to exceed ninety
10	days.
11	(8)(9) "Vehicle" or "rental vehicle" means a motor vehicle of the private
12	passenger type including passenger vans, minivans, and sport utility vehicles, and of
13	the cargo type including but not limited to cargo vans, pickup trucks and trucks with
14	a gross vehicle weight of less than twenty-six thousand pounds and which do not
15	require the operator to possess a commercial driver's license.
16	§1763. Limited licensing; fees
17	A. The commissioner may issue to a rental company, whether such rental
18	company is a foreign or domestic company, that has complied with the requirements
19	of this Part, a limited license authorizing the limited licensee and its employees $\underline{\text{and}}$
20	<u>authorized agents</u> to offer or sell insurance in connection with the rental of vehicles.
21	Each such employee and authorized agent shall be deemed to be licensed under
22	the limited licensee's license when acting for or on behalf of the limited licensee.
23	* * *
24	§1766. Authorized employees and agents
25	A. Any limited license issued under this Part shall also authorize any
26	employee employees and any authorized agents of the limited licensee to act
27	individually on behalf, and under the supervision, of the limited licensee with respect
28	to the kinds of coverage specified in this Part.
29	B. Each rental company licensed pursuant to this Part shall conduct a training
30	program in which employees and authorized agents being trained shall receive

basic instruction about the kinds of coverage specified in this Part and offered for purchase by prospective renters of rental vehicles.

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PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_\_

**ENROLLED** 

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