

1 State of Arkansas
2 80th General Assembly
3 Regular Session, 1995

A Bill

HOUSE BILL 1367

4 By: Representatives Beatty, Young, J. Wilson, Allen, B.G. Hendrix,
5 Schexnayder, Purdom, M. Wilson, Cunningham and Newman

6
7

For An Act To Be Entitled

8
9 "AN ACT TO DEFINE A TRADE PRACTICE VIOLATION THE CHURNING
10 OF BUSINESS BY A LICENSEE AND TO DEFINE CHURNING OF
11 BUSINESS; AND FOR OTHER PURPOSES."

12
13

Subtitle

14 "TO MAKE AND DEFINE THE CHURNING OF
15 BUSINESS A TRADE PRACTICE VIOLATION."

16

17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

18

19 SECTION 1. Arkansas Code 23-66-206 is hereby amended by adding a new
20 subsection (14) at the end of the existing section to read as follows:

21 "(14) Churning of Business is wherein the licensee replaces an
22 existing policy of life and/or disability insurance and that replacement is
23 not in accordance with § 23-66-307 or that replacement is without objective
24 demonstration by the licensee of the purpose of replacing the policy for the
25 benefit and betterment of the insured."

26

27 SECTION 2. All provisions of this act of a general and permanent
28 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas
29 Code Revision Commission shall incorporate the same in the Code.

30

31 SECTION 3. If any provision of this act or the application thereof to
32 any person or circumstance is held invalid, such invalidity shall not affect
33 other provisions or applications of the act which can be given effect without
34 the invalid provision or application, and to this end the provisions of this
35 act are declared to be severable.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35

SECTION 4. All laws and parts of laws in conflict with this act are hereby repealed.

