

House Engrossed

FILED

MICHELE REAGAN
SECRETARY OF STATE

State of Arizona
House of Representatives
Fifty-third Legislature
First Regular Session
2017

CHAPTER 326
HOUSE BILL 2498

AN ACT

AMENDING SECTION 20-1097.10, ARIZONA REVISED STATUTES; RELATING TO PREPAID
LEGAL INSURANCE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 20-1097.10, Arizona Revised Statutes, is amended
3 to read:

4 20-1097.10. Capital, surplus and reserve requirements

5 The director shall not authorize an applicant to sell prepaid legal
6 insurance contracts within this state unless the applicant:

7 1. Possesses and thereafter maintains unimpaired capital of at
8 least six hundred thousand dollars, EXCEPT THAT AN APPLICANT TO SELL
9 PREPAID LEGAL INSURANCE CONTRACTS THAT ONLY PROVIDE LEGAL SERVICES PLANS
10 RELATED TO THE LAWFUL USE OF FIREARMS SHALL POSSESS AND MAINTAIN
11 UNIMPAIRED CAPITAL OF AT LEAST FIFTY THOUSAND DOLLARS.

12 2. Possesses and thereafter maintains surplus funds in an amount
13 equal to at least fifty ~~per cent~~ PERCENT of the capital requirement
14 prescribed in paragraph 1 of this section.

15 3. Possesses and thereafter maintains an unearned premium reserve
16 ~~which~~ THAT meets the requirements prescribed in section 20-506.

APPROVED BY THE GOVERNOR MAY 22, 2017.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 22, 2017.

Passed the House February 23, 20 17

Passed the Senate May 9, 20 17

by the following vote: 35 Ayes,

by the following vote: 29 Ayes,

25 Nays, 0 Not Voting

0 Nays, 1 Not Voting

[Signature]
Speaker of the House
 Pro Tempore

[Signature]
President of the Senate

[Signature]
Chief Clerk of the House

[Signature]
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill received by the Governor this

10th day of May, 20 17

at 11:54 o'clock A M.

[Signature]
Secretary to the Governor

Approved this 22nd day of

May 2017

at 4:54 o'clock P. M.

[Signature]
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill received by the Secretary of State

this 22 day of May, 20 17

at 6:34 o'clock P M.

[Signature]
Secretary of State

H.B. 2498