

Pennsylvania Producer's Examination for Surplus Lines Insurance

Series 16-09

60 items - 60 minutes

1.0 Insurance Regulation 20% (12 items)

Licensing regulation for surplus lines

Purpose (40 P.S. § 991.1601)

Definitions (40 P.S. § 991.1602)

Who may be licensed (40 P.S. §§ 991.1603, .1615)

Individuals

Corporations and partnerships

Current licensing requirements (40 P.S. § 991.1615(b))

Disciplinary actions

Grounds (40 P.S. § 991.1623)

Penalties (40 P.S. §§ 310.91, 1171.11, 991.1624–.1625)

Renewals (40 P.S. § 991.1615)

Authority of license (40 P.S. §§ 991.1616)

Unfair insurance practices (40 P.S. §§ 1171.1–.11, 1171.13–.15)

Act 147 of 2002 (40 P.S. § 310.11; 40 P.S. §§ 310.71–310.74)

Prohibited acts (40 P.S. § 310.11)

Commissions and fees (40 P.S. §§ 310.72–310.74)

Producer disclosure (40 P.S. § 310.71)

2.0 Surplus Lines Markets and Practices 80% (48 Items)

Nonadmitted market

Insurance exchanges

Foreign insurers

Alien insurers

London market

Lloyd's of London

Other London companies

Other alien markets

Alternative markets

Risk retention groups (40 P.S. §§ 991.1501–1506)

Purchasing groups (40 P.S. §§ 991.1502, .1508–1512)

Independently procured insurance (40 P.S. § 991.1602, .1622)

Eligible surplus lines insurers

Requirements (40 P.S. § 991.1605; 31 Pa. Code Ch. 124.9–.10)

List of eligible surplus lines insurers (40 P.S. § 991.1605(b))

Withdrawal of eligibility (40 P.S. § 991.1607)

Service of process (40 P.S. § 991.1624)

Surplus lines coverages

Characteristics and uses

Types of coverages available

Requirements for placement of surplus lines insurance (40 P.S. §§ 991.1604, 991.1612)

Diligent search

Declarations (40 P.S. § 991.1609; 31 Pa. Code Ch. 124.5–.6)

Exempt risks (40 P.S. § 991.1610, 991.1604)

Notice to insured (40 P.S. § 991.1608, 31 Pa. Code § 124.2)
Unlicensed insurer
Pennsylvania Property and Casualty Insurance Guaranty Association (40 P.S. §§ 991.1801–.1820)
Evidence of insurance (40 P.S. § 991.1612; 31 Pa. Code Ch. 124.4)
Authority of surplus lines licensee
Binding (40 P.S. §§ 991.1614, .1618; 31 Pa. Code § 124.3)
Records of licensee
Content of records (40 P.S. § 991.1619(a))
Maintenance (40 P.S. § 991.1619(b), (c))
Reporting (40 P.S. § 991.1620, 991.1621)
Surplus lines tax (40 P.S. §§ 991.1621–1622)
Amount
Collection
Remittance
Tax report
Surplus lines advisory organization (40 P.S. § 991.1611)
Surplus lines stamping fee
Functions