



State of Wisconsin

OFFICE OF THE COMMISSIONER OF INSURANCE

Ins 2,6

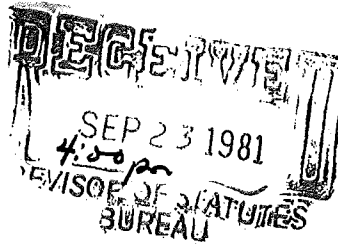
Lee Sherman Dreyfus  
Governor

Susan Mitchell  
Commissioner



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STATE OF WISCONSIN  
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STATE OF WISCONSIN  
OFFICE OF THE COMMISSIONER OF INSURANCE

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

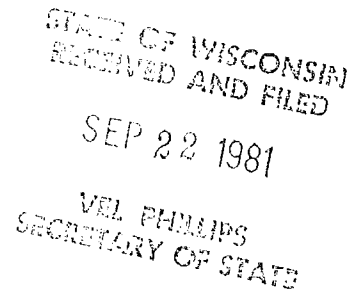
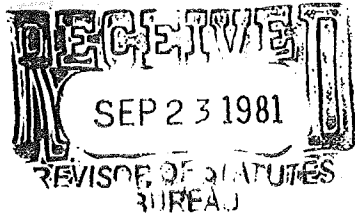
I, Thomas R. Hefty, Deputy Commissioner of Insurance and custodian of the official records of said office, do hereby certify that the annexed order repealing and recreating Ins 2.13 (2) and (9), repealing Ins 6.50 (2) (f), and repealing and recreating Ins 6.63 (4) to (6) was issued by this office September 21, 1981.

I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name in the City of Madison, State of Wisconsin, this 21st day of September, 1981.

Thomas R. Hefty  
Deputy Commissioner of Insurance

11-1-81



ORDER OF THE COMMISSIONER OF INSURANCE

REPEALING AND RECREATING RULES

Relating to qualifications of persons offering for sale variable contracts, and suspension and revocation of an insurance agent license for non-payment.

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ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE

Repeal and recreation of ss. Ins 2.13 (2) and (9), Wis. Adm. Code establishes criteria for an agent to sell variable annuity contracts. The purpose is to interpret s. 628.04 (3), Stats.

The repeal of s. Ins 6.50 (2) (f), Wis. Adm. Code interprets s. 628.04 (3), Stats., and eliminates the separate licensure of an agent selling variable contracts.

The repeal and recreation of s. Ins 6.63 (4) to (6), Wis. Adm. Code interprets s. 628.10 (2) Stats., and establishes that non-payment of regulation fees will result in license suspension 30 days after billing and license revocation 60 days after suspension. Relicensure after revocation shall be through requirements as outlined in s. Ins 6.59 Wis. Adm. Code.

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Pursuant to the authority vested in the Commissioner of Insurance by sections 227.021, 601.41 (3), 628.04 (3), 628.10 (2), Stats., the Commissioner of Insurance hereby adopts rules implementing and interpreting sections 628.10 (2) and 628.04 (3) Stats., as follows:

SECTION 1. Sections Ins 2.13 (2) and Ins 2.13 (9) of the Wisconsin Administrative Code are repealed and recreated to read:

Ins 2.13 (2) DEFINITION. (a) The term "contract on a variable basis" or "variable contract," when used in this rule, shall mean any policy or contract which provides for insurance or annuity benefits which may vary according to the investment experience of any separate account or accounts maintained by the insurer as to such policy or contract, as provided for in s. 632.45 (1), Stats.

(b) "Agent," when used in this rule, shall mean any person who sells or offers to sell any contract on a variable basis.

(9) AGENT QUALIFICATIONS. Any person selling or offering for sale a variable contract must have a valid license as described in s. Ins 6.59, Wis. Adm. Code, authorizing the solicitation of life insurance as listed in s. Ins 6.50 (2) (a), Wis. Adm. Code; and have passed any one of the following alternative security examinations administered by the National Association of Securities Dealers:

1. General Securities Registered Representative Examination
2. Investment Company Products/Variable Contracts Limited Representative Qualification Examination
3. SECO/NASD Non-Member General Securities Examination
4. General Securities Principal Qualification
5. Investment Company Products/Variable Contracts Limited Principal Qualification Examination

SECTION 2. Section Ins 6.50 (2) (f) of the Wisconsin Administrative Code is repealed.

SECTION 3. Section Ins 6.63 (4) to (6) of the Wisconsin Administrative Code is repealed and recreated to read:


(4) If payment of the biennial regulation fee is not made within 30 days after the date of billing, the license will be suspended. If payment is made during the suspension, the license will be reinstated.

(5) The license will be revoked if payment is not made within 60 days after suspension.

(6) Any individual intermediary agent whose license has been revoked shall, in order to be relicensed, satisfy the examination and licensing requirements established by Ins 6.59.

As provided in s. 227.026 (1), Stats., the rule changes shall take place on the first day of the month following their publication.

Dated at Madison, Wisconsin, this 21st day of September, 1981.

  
Thomas R. Hefty  
Deputy Commissioner of Insurance