

— Licensing Section —

The Licensing Section oversees and administers the license and continuing education requirements for all persons seeking licensure in this state. The administration includes reviewing all documents received with regard to the license process to ensure that a person is competent, trustworthy, and qualified to obtain, renew, or amend a license. The section assists and provides information to licensees for obtaining and maintaining statutorily required licenses in compliance with statutes and regulations, with an emphasis on public protection. Recommendations are made to the director concerning possible license violations.

During the 2006 calendar year, the Licensing Section received 25,914 documents. It should be noted that in order to achieve increased efficiency, the Licensing Section eliminated tracking the processing of numerous types of documents. For example, we no longer include resident address changes, license cancellations, or termination of employment documents processed in our statistics as these requests do not result in issuance of a new license.

Paper Documents

Renewals Processed.....	6,825
Licenses Issued.....	9,295
License Amended.....	2,393
Licenses Canceled.....	2,170
License Lapsed.....	2,589
All Documents Received.....	25,914

Electronic Documents

NRR Processed.....	2,850
NRL Processed.....	6,057
Address Correction Requests.....	0

Electronic Application Renewal Filings

In continuing efforts to improve efficiency and simplify the licensing process, the division implemented an electronic application filing process, which resulted in the processing of 4,686 electronic filings.

Bulletins Issued:

- B06-11 Notification was given respective to changes made to Alaska Insurance Laws. Changes included elimination of limited lines representative for Continuing Education Advisory Committee, establishment of a deadline to complete application process, changed the definition of managing general agent (MGA), consistent with the national definition, as well as filing requirements for persons that qualify for exemption from the MGA licensee, modified the quarterly notification; requirement for third party administrators to reporting of only key personnel, a listing of eligible surplus lines insurers published at least semi-annually will no longer be mailed but will be published on division's website, officers and salaried employees of title insurers will be required to obtain a license, and definitions were changed to mirror the National Association of Insurance Commissioners (NAIC) Producer License Model Act.

- B06-07 Property producers and insurers were notified of the education requirements for producers selling flood insurance policies under the National Flood Insurance Program (NFIP). The Federal Emergency Management Agency (FEMA) developed insurance training that would satisfy the NFIP training requirements.

ALASKA LICENSE STATISTICS

JANUARY 1, 2006 - DECEMBER 31, 2006

LICENSE CLASSES AND TYPES

CLASS OF LICENSE	TYPE		ISSUED TO	
INSURANCE PRODUCER:	Resident	Total	Nonresident	Total
	Firm	212	Firm	1,990
	Individual	544	Individual	12,915
	Individual in a Firm	1,469	Individual in a Firm	7,422
	Compliance Officer	215	Compliance Officer	1,982
TOTAL	2,440		24,309	
MANAGING GENERAL AGENTS:	Resident	Total	Nonresident	Total
	Firm	6	Firm	18
	Individual	0	Individual	0
	Individual in a Firm	16	Individual in a Firm	11
	Compliance Officer	5	Compliance Officer	18
Exempt (Not Available)	0	Exempt	21	
TOTAL	27		68	
SURPLUS LINES BROKER:	Resident	Total	Nonresident	Total
	Firm	12	Firm	196
	Individual	2	Individual	14
	Individual in a Firm	57	Individual in a Firm	205
	Compliance Officer	12	Compliance Officer	196
TOTAL	83		611	
INDEPENDENT ADJUSTER:	Resident	Total	Nonresident	Total
	Firm	16	Firm	63
	Individual	66	Individual	33
	Individual in a Firm	70	Individual in a Firm	538
	Compliance Officer	14	Compliance Officer	61
Trainee	2	Trainee (Not Available)	0	
TOTAL	168		695	

CLASS OF LICENSE	TYPE	ISSUED TO		
REINSURANCE INTERMEDIARY MANAGER:	Resident	Total	Nonresident	Total
	Exempt	0	Exempt	0
	Licensed	0	Licensed	2
	TOTAL	0		2
REINSURANCE INTERMEDIARY BROKER:	Resident	Total	Nonresident	Total
	Exempt	0	Exempt	8
	Licensed	2	Licensed	6
	TOTAL	2		14
VIATICAL SETTLEMENTS:	Resident	Total	Nonresident	Total
	Representative	0	Representative	10
	Broker	2	Broker	11
	Provider	0	Provider	5
TOTAL	2		26	
LIMITED LINES:	Resident	Total	Nonresident	Total
	Title	256	Not Available	0
	Travel	84	Travel	9
	Bail Bond	22	Bail Bond	2
	Motor Vehicle Rental	11	Motor Vehicle Rental	0
	Crop	0	Crop	0
	Credit	658	Credit	67
	Miscellaneous	0	Miscellaneous	11
	TOTAL	1,029		89
THIRD-PARTY ADMINISTRATOR:	Resident	Total	Nonresident	Total
	Exempt	1	Exempt	143
	Registered	1	Registered	47
TOTAL	2		190	
TOTAL		2,479		24,387

**ASSESSMENT SYSTEMS, INC. (ASI)
INSURANCE LICENSING PROGRAM
ATTENDANCE SUMMARY — ALASKA**

January 1, 2006 through December 31, 2006

GENERAL REPORT

Examination	Total Tested
Life Producer	503
Accident & Health Producer	368
Property & Casualty Producer	390
Adjuster	54
Surplus Lines Brokers	17
Bail Bond	18
Managing General Agent	10
Reinsurance Manager	0
Reinsurance Broker	2
Title	64
Personal Lines	3
Credit	235
TOTAL TESTS ADMINISTERED:	1,664

LIFE PRODUCER

TEST PART TAKEN: (both parts taken together at same session)

	Tested	PART 1 AND PART 2				PART 1				PART 2			
		Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail
First Timers	257	101	39	156	61	118	46	139	54	157	61	100	39
Repeaters	117	27	23	90	77	32	27	85	73	50	43	67	57
Total	374	128	34	246	66	150	40	224	60	207	55	167	45

TEST PART TAKEN: (only one part taken at session)

	Tested	PART 1				PART 2			
		Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail
First Timers	2	0	0	2	100	0	0	0	0
Repeaters	127	71	56	55	44	1	100	0	0
Total	129	71	55	45	45	1	100	0	0

Number of Candidates
Tested for License
Authority/Test:
503

**ASSESSMENT SYSTEMS, INC. (ASI)
INSURANCE LICENSING PROGRAM
STATE PERFORMANCE — ALASKA**

Administration: January 1, 2006 through December 31, 2006

HEALTH PRODUCER

TEST PART TAKEN: (both parts taken together at same session)

	PART 1 AND PART 2					PART 1				PART 2			
	Tested	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail
First Timers	213	89	42	124	58	105	49	108	51	141	66	72	34
Repeaters	74	19	26	55	74	21	28	53	72	33	45	41	55
Total	287	108	38	179	62	126	44	161	56	174	61	113	39

TEST PART TAKEN: (only one part taken at session)

	PART 1					PART 2				Number of Candidates Tested for License Authority/Test: 368
	Tested	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	
First Timers	2	1	50	1	50	0	0	0	0	
Repeaters	79	55	71	23	29	1	100	0	0	
Total	81	56	70	24	30	1	100	0	0	

PROPERTY AND CASUALTY PRODUCER

TEST PART TAKEN: (both parts taken together at same session)

	PARTS 1A/1B & PART 2					PART 1A				PART 1B				PART 2			
	Tested	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail
First Timers	149	36	24	113	76	64	43	85	57	62	42	87	58	79	53	70	47
Repeaters	78	7	9	71	91	16	21	62	79	14	18	64	82	20	26	58	74
Total	227	43	19	184	81	80	35	147	65	76	33	151	67	99	44	128	56

TEST PART TAKEN: (one part taken at session)

	PART 1A					PART 1B					PART 2					Number of Candidates Tested for License Authority/Test: 390
	Tested	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail	Pass	% Pass	Fail	% Fail			
First Timers	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Repeaters	163	92	56	71	44	30	48	33	52	0	0	0	0			
Total	163	92	56	71	44	30	48	33	52	0	0	0	0			

**ASSESSMENT SYSTEMS, INC. (ASI)
INSURANCE LICENSING PROGRAM
STATE PERFORMANCE — ALASKA**

Administration: January 1, 2006 through December 31, 2006

ADJUSTER

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	28	15	54	13	46
Repeaters	26	14	54	12	46
Total	54	29	54	25	46

Number of Candidates
Tested for License
Authority/Test:
54

SURPLUS LINES

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	9	3	33	6	67
Repeaters	8	4	50	4	50
Total	17	7	41	10	59

Number of Candidates
Tested for License
Authority/Test:
17

BAIL BONDS

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	8	2	25	6	75
Repeaters	10	3	30	7	70
Total	18	5	29	13	72

Number of Candidates
Tested for License
Authority/Test:
18

**ASSESSMENT SYSTEMS, INC. (ASI)
INSURANCE LICENSING PROGRAM
STATE PERFORMANCE — ALASKA**

Administration: January 1, 2006 through December 31, 2006

MANAGING GENERAL AGENT

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	7	4	57	3	43
Repeaters	3	2	67	1	33
Total	10	6	60	4	40

Number of Candidates
Tested for License
Authority/Test:
10

TITLE

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	48	35	73	13	27
Repeaters	16	9	56	7	44
Total	64	44	69	20	31

Number of Candidates
Tested for License
Authority/Test:
64

REINSURANCE MANAGER

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	0	0	0	0	0
Repeaters	0	0	0	0	0
Total	0	0	0	0	0

Number of Candidates
Tested for License
Authority/Test:
0

REINSURANCE BROKER

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	2	1	50	0	0
Repeaters	0	0	0	0	0
Total	2	1	50	0	0

Number of Candidates
Tested for License
Authority/Test:
2

**ASSESSMENT SYSTEMS, INC. (ASI)
INSURANCE LICENSING PROGRAM
STATE PERFORMANCE — ALASKA**

Administration: January 1, 2006 through December 31, 2006

CREDIT PRODUCER

This is a Limited Line Examination

	<u>Tested</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	129	71	55	58	45
Repeaters	106	49	46	57	54
Total	235	120	51	115	49

Number of Candidates
Tested for License
Authority/Test:
235

PERSONAL LINES

TEST PART TAKEN: (both parts taken together at same session)

	<u>Tested</u>	<u>PART 1 AND PART 2</u>				<u>PART 1</u>				<u>PART 2</u>			
		<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	1	0	0	1	100	0	0	1	100	0	0	1	100
Repeaters	2	0	0	2	100	0	0	2	100	0	0	2	100
Total	3	0	0	3	100	0	0	3	100	0	0	3	100

TEST PART TAKEN: (only one part taken at session)

	<u>Tested</u>	<u>PART 1</u>				<u>PART 2</u>			
		<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>	<u>Pass</u>	<u>% Pass</u>	<u>Fail</u>	<u>% Fail</u>
First Timers	0	0	0	0	0				
Repeaters	0	0	0	0	0				
Total	0	0	0	0	0				

Number of Candidates
Tested for License
Authority/Test:
3