

NOTICE

- TO: All Licensed Independent Insurance Adjusters, and Other Interested Parties
- **FROM:** Licensing Services Division, Producer Licensing Bureau
- DATE: December 20, 2021
- **RE:** New Exemptions to Independent Insurance Adjuster Bond Requirement

On January 1, 2022, exemptions to the independent insurance adjuster surety bond (bond) requirement will take effect. Specifically, <u>Assembly Bill 1511</u> (Chapter 624, Statutes of 2021) amended California Insurance Code (Cal. Ins. Code) sections 14050, 14051, and 14052 to provide the following bond exemptions.

- An applicant for individual independent insurance adjuster license is not required to file a bond stated in Cal. Ins. Code section 14050(a) <u>if</u> the applicant will be adjusting claims on behalf of, and under the direction of, an employer¹ who has filed a bond and registered the individual using the CDI <u>Adjuster Online Services</u> or submits a form <u>CDI-183</u> and submits it with the application.
- Independent insurance adjusters, unlicensed employees, and qualified managers who adjust claims on the employer's behalf are exempt from filing a bond <u>if</u> their employer refiles their adjuster bond with CDI and registers their name with the bond. [Cal. Ins. Code section 14050(b)(2)]

As of January 1, 2022, if the employer is currently using the CDI <u>Adjuster Online</u> <u>Services</u> a bond re-submission is not required. The online service will now display the employer's bond on the employee registration record. Please log-in and review the bond and employee registration list to confirm the information is accurate.

Employers who do not use CDI's <u>Adjuster Online Services</u> should re-submit their bond and attach the revised <u>CDI-183</u> providing the employee list. This registration exempts the employer's insurance adjuster licensees from the requirement to hold an adjuster bond.

Please direct questions to CDI's Producer Licensing Bureau's Adjuster Unit by email at Sac.adjuster@insurance.ca.gov or by calling the Adjuster Unit at (916) 492-3085.

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¹ An employer is a licensee who is a qualified manager, as described in Section 14029, or a representative of an association, organization, partnership, limited liability company, or corporation who has filed an adjuster surety bond with CDI.