

provide for criminal sanctions for violations. With the amendments it just makes a uniform reference to service contracts as "motor club service contracts" and defines a type of insurance service offered by these motor clubs as group benefits for accidental injury and death or for any motor club service. The amendments of course cleared up fears the motor clubs had or some of them had that various lines of insurance, they did not have to be tested for the full licensing. Limits the less restrictive motor club representative registration to the selling of group benefits covering accidental injury and death or coverage of other club services set forth in Section 7 amendments. Add insurance services, a type of motor club service. Oh, and then strike the...in the original bill we have ended up with the insurance director's authority to review club names for possible misleading similarity. We have stricken that. That is already performed by the Secretary of State and we provide a little variation from the original bill. We say that financial statements can not be used or required so that the competitors would not sit there and use those one against the other and we have additional due process procedures before the director can revoke a club representative's authority. What we are talking about is, you know, like the Amoco Motor Club, these things where you pay fifteen, or twenty or thirty or so dollars a year and supposedly if you have an accident or need bond or need towing in from a flat tire or whatever they are covered or if you have accidental injury or death you have certain coverage, so on and so forth. These are a form of insurance and so we are trying to make sure that we have some limited regulation and some testing for these people that are going out selling, basically for the protection of the public. I urge advancement of the bill and I will try to answer your question, Senator Chambers.

SPEAKER MARVEL: Senator Chambers, do you wish to be recognized?

SENATOR CHAMBERS: Mr. Chairman and members of the Legislature, now that the committee amendment has been adopted I would like to ask Senator DeCamp a question about new section 4 of the committee amendment which says, "A club or club representative shall not make any reference in any advertising or sales promotional effort to the financial statement of another club filed in accordance with this provision." What is the purpose of that and why is it necessary?

SPEAKER MARVEL: Senator DeCamp.

SENATOR DeCAMP: Mr. President, in this motor club business