

Connecticut Insurance Producer Fees

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December 21, 2020 | 2020-R-0308

Issue

Describe insurance producer fees allowed under state law.

Summary

State law allows insurance producers to charge service fees in accordance with insurance department regulations ([CGS § 38a-707](#) and [Conn. Agencies Regs. §§ 38a-707-1 to 38a-707-9](#)).

Before charging consumers, producers must get signed confirmation of the premium and any associated fees. The permitted service fee amount varies by insurance type (known as a “line”), as shown in Table 1 below. Unless specifically noted, fees may be charged only for initial policies, unless a renewal requires new underwriting ([Conn. Agencies Regs. § 38a-707-8](#)).

Table 1: Connecticut Insurance Producer Fees

Insurance Line	Fee	Regulation
Automobile Assigned Risk	\$35	Conn. Agencies Regs. § 38a-707-2
All Other Automobile	\$35	Conn. Agencies Regs. § 38a-707-2
Non-standard Owners, Landlords, and Tenants; and Non-standard Manufacturers and Contractors	Up to 5% of the premium, capped at \$150	Conn. Agencies Regs. § 38a-707-3
Workers' Compensation Assigned Risk	1% of the premium, with a minimum fee of \$10, but capped at \$250	Conn. Agencies Regs. § 38a-707-4

Table 1 (continued)

Insurance Line	Fee	Regulation
Non-standard Fire and Allied Lines	1% of the premium	Conn. Agencies Regs. § 38a-707-5
“Fair Plan” Fire (i.e., a specific plan for high risk insureds)	None	Conn. Agencies Regs. § 38a-707-5
Substandard Errors and Omissions	\$10 or 5% of the premiums, up to \$250	Conn. Agencies Regs. § 38a-707-6
Surplus Lines	A producer and surplus lines broker involved in the same transaction may charge (1) up to \$250 combined or (2) up to 5% of the premium, capped at \$500 combined. Applies to initial and renewal business.	Conn. Agencies Regs. §§ 38a-707-7 & 38a-707-8(b)

Producers or lines not listed in the table may submit potential fees to the insurance department for individual approval ([Conn. Agencies Regs. § 38a-707-8](#)).

Producers who are federally registered investment advisors are generally exempt from these regulations ([CGS § 38a-707\(d\)](#)).

State regulation also allow producers to charge for reimbursement of (1) inspection report fees, (2) motor vehicle department reports, (3) policy reports, (4) credit card service fees, (5) regulatory fees from other jurisdictions, (6) overnight mail costs, or (7) necessary telephone calls ([Conn. Agencies Regs. § 38a-707-1](#)).

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