

State of Arizona
Senate
Fifty-fourth Legislature
First Regular Session
2019

CHAPTER 18
SENATE BILL 1212

AN ACT

AMENDING SECTION 20-1097, ARIZONA REVISED STATUTES; RELATING TO PREPAID
LEGAL INSURANCE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 20-1097, Arizona Revised Statutes, is amended to
3 read:

4 20-1097. Definitions

5 In this article, unless the context otherwise requires:

6 1. "ADMINISTRATIVE FEE" MEANS A FIXED AMOUNT PAID BY A CORPORATION
7 ON A PERIODIC BASIS TO A CONTRACTED ATTORNEY FOR THE CONTRACTED ATTORNEY'S
8 OVERHEAD AND ADMINISTRATIVE COSTS.

9 2. PAY OR REIMBURSE FOR SPECIFIC LEGAL SERVICES DOES NOT INCLUDE
10 PAYMENT OF AN ADMINISTRATIVE FEE ONLY.

11 ~~1.~~ 3. "Prepaid legal insurance ~~contracts~~ CONTRACT" means a
12 contractual obligation to ~~indemnify~~ PAY OR REIMBURSE for specific legal
13 services rendered in the normal and ordinary course of business by an
14 active member of the state bar of Arizona.

15 ~~2.~~ 4. "Prepaid legal insurance corporation" or "corporation" means
16 any corporation organized for the purpose of selling prepaid legal
17 insurance contracts in this state or any insurer licensed pursuant to this
18 title.

APPROVED BY THE GOVERNOR MARCH 22, 2019.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 22, 2019.