

The Saskatchewan Insurance Regulations, 2003

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Chapter S-26 Reg 8 (effective October 3, 2003) as amended by Saskatchewan Regulations [91/2006](#), [32/2008](#), [32/2010](#), [9/2014](#), [102/2015](#) and [75/2018](#).

NOTE:

This consolidation is not official. Amendments have been incorporated for convenience of reference and the original statutes and regulations should be consulted for all purposes of interpretation and application of the law. In order to preserve the integrity of the original statutes and regulations, errors that may have appeared are reproduced in this consolidation.

CHAPTER S-26 REG 8
The Saskatchewan Insurance Act

PART I
Title, Interpretation and Fees

Title

- 1 These regulations may be cited as *The Saskatchewan Insurance Regulations, 2003*.

Interpretation

- 2 In these regulations, “**Act**” means *The Saskatchewan Insurance Act*.

17 Oct 2003 cS-26 Reg 8 s2.

Fees

- 3 The fees payable pursuant to the Act are set out in the Appendix.

17 Oct 2003 cS-26 Reg 8 s3.

Licence condition

- 3.1(1) In this section:

(a) “**eligible period**” means the period commencing on the day on which a contract for life insurance takes effect and ending on the day on which the last person whose life is insured by the contract reaches the age of 120;

(b) “**life insurance premium**” means the premium under a contract for life insurance but does not include any amount paid, transferred, credited or deposited to a side account;

(c) “**side account**” means an account associated with a life insurance policy that holds amounts in excess of the maximum amount permitted to be held in a life insurance policy that is exempt from accrual taxation pursuant to the *Income Tax Act* (Canada);

(d) “**variable insurance contract**” means:

(i) an annuity or a life insurance policy with respect to which all or any part of the reserves vary in amount with the market value of a specified group of assets segregated from the other assets of the insurer; or

(ii) a life insurance policy that permits the holder to participate in the profits of the insurer.

- (2) Subject to subsection (3), for the purposes of section 34 of the Act, with respect to a contract for life insurance, during the eligible period:

(a) no licensed insurer shall receive or accept for deposit funds or payments in excess of the amount required to pay the life insurance premium for the eligible period; and

- (b) with respect to a contract for life insurance that is not exempt from accrual taxation pursuant to the *Income Tax Act* (Canada), no licensed insurer shall receive or accept for deposit funds or payments in excess of the life insurance premium required to keep the contract for life insurance in force until the end of the eligible period.
- (3) This section does not apply to a variable insurance contract.
- (4) Each contract for life insurance issued by a licensed insurer is deemed to contain the restrictions set out in this section.

2 Nov 2018 SR 75/2018 s2.

PART II

Reciprocal Insurance Exchanges

Fire insurance

- 4(1) For the purposes of clause 380(a) of the Act, the prescribed number of separate fire risks in Saskatchewan or elsewhere is 75.
- (2) For the purposes of clause 380(b) of the Act, the prescribed amount is \$1,500,000.

17 Oct 2003 cS-26 Reg 8 s4.

Automobile insurance

- 5(1) For the purposes of clause 380.1(a) of the Act, the prescribed number of automobiles is 500.
- (2) For the purposes of clause 380.1(b) of the Act, the prescribed limit is \$1,000,000.

17 Oct 2003 cS-26 Reg 8 s5.

Reserve Fund

6 Every reciprocal insurance exchange must maintain, with its attorney, a reserve fund in cash or approved securities in the amount A calculated in accordance with the following formula:

$$A = [0.50 \times (B - C)] + [(D - E) - (F - G)]$$

where:

B is the amount of premiums collected or credited to the accounts of subscribers on reciprocal contracts that are in force but have one year or less until expiration;

C is the amount paid to licensed insurers to reinsure the reciprocal contracts mentioned in item B;

D is the amount of premiums collected or credited to the accounts of subscribers on reciprocal contracts that are in force but have more than one year until expiration;

E is the amount of premiums mentioned in item D that are attributable to the expired portions of the reciprocal contracts mentioned in item D;

F is the amount paid to licensed insurers to reinsure the reciprocal contracts mentioned in item D; and

G is the amount paid to licensed insurers mentioned in item F that is attributable to the expired portions of the reciprocal contracts mentioned in item D.

17 Oct 2003 cS-26 Reg 8 s6.

Guarantee fund

7(1) In this section, “**unearned premiums**” means the portion of premiums collected or credited to the accounts of subscribers on reciprocal contracts that are attributable to the unexpired portion of those reciprocal contracts.

(2) A reciprocal insurance exchange shall maintain a guarantee fund in cash or approved securities in the amount A calculated in accordance with the following formula:

$$A = B - C + D$$

where:

B is all liabilities, other than unearned premiums, associated with the operation of the reciprocal insurance exchange, including liabilities under reciprocal contracts undertaken by the reciprocal insurance exchange;

C is the amount that is recoverable from licensed insurers that have reinsured the reciprocal contracts mentioned in item B; and

D is \$50,000.

17 Oct 2003 cS-26 Reg 8 s7.

PART III

Insurance with Unlicensed Insurers

Document to be submitted

8 For the purposes of clause 465(a) of the Act, a licensed agent must submit a document that contains the following information respecting each person the licensed agent acted for pursuant to section 464.1 of the Act:

- (a) the name of the insured;
- (b) a description of the nature of the insurance;
- (c) the name of any licensed insurer who refused to provide coverage to the insured;
- (d) the name of the unlicensed insurer who is providing coverage to the insured;
- (e) the amount of insurance obtained from the unlicensed insurer;

- (f) the premium paid to the unlicensed insurer;
- (g) the particulars of the calculation used to determine the amount of tax payable pursuant to section 463 of the Act;
- (h) a declaration by the licensed agent that, to the best of his or her knowledge:
 - (i) sufficient insurance was not obtainable at reasonable rates from an insurer licensed pursuant to the Act; or
 - (ii) sufficient insurance was not obtainable on the terms stipulated by the insured from an insurer licensed pursuant to the Act.

17 Oct 2003 cS-26 Reg 8 s8.

PART IV Exemptions from Act

Medical Services Incorporated

9 The Act does not apply to Medical Services Incorporated.

17 Oct 2003 cS-26 Reg 8 s9.

Exemption re Canadian Blood Services

9.1 The Act does not apply to:

- (a) CBS Insurance Company Limited; or
- (b) Canadian Blood Services Captive Insurance Company Limited.

6 Oct 2006 SR 91/2006 s2.

Designated provincial insurers

10(1) In this section, “**designated provincial insurer**” means:

- (a) Additional Municipal Hail Limited;
- (b) Co-operative Hail Insurance Company Limited;
- (c) Germania Mutual Insurance Company;
- (d) GMS Insurance Inc.;
- (e) Mennonite Mutual Fire Insurance Company of Saskatchewan;
- (f) Palliser Insurance Company Limited;
- (g) Rain and Hail Insurance Corporation;
- (h) Robin Hood Employees’ Mutual Insurance Association;
- (i) Assurepro Insurance Company Limited;
- (j) SGI Canada Insurance Services Ltd.

(2) Subject to subsection (3), subsections 81(1) and (2) of the Act do not apply to a designated provincial insurer to the extent that those subsections restrict the designated provincial insurer from investing in the shares of another corporation.

(3) A designated provincial insurer may invest in the shares of another corporation only if the investment:

- (a) is not prohibited by subsections 81(3) to (12) of the Act; and
- (b) is an investment that a reasonable and prudent person would make with respect to a portfolio of investments and loans with a view to avoiding undue risk and of obtaining a reasonable return.

(4) Subject to subsection (5), subsections 81(1) and (2) of the Act do not apply to a designated provincial insurer to the extent that those subsections restrict the designated provincial insurer from investing in bonds, debentures or other evidences of indebtedness.

(5) A designated provincial insurer may invest in bonds, debentures or other evidences of indebtedness only if the investment complies with the following conditions:

- (a) the investment is a permitted investment pursuant to clause 81(1)(h) of the Act;
- (b) at the time the investment is made, the investment has a rating that would be generally accepted as investment grade with a bond rating agency that in the ordinary course of its business rates the debt obligations of issuers of like obligations;
- (c) the total amount invested by the designated provincial insurer in the bonds, debentures or other evidences of indebtedness of any corporation or group of affiliated or associated corporations would, if the investment is made, not exceed 5% of the designated provincial insurer's total investment;
- (d) the total amount invested by the designated provincial insurer pursuant to this section, when combined with the total amount invested by the designated provincial insurer pursuant to clauses 81(1)(d), (e) or (f) of the Act, or any two or more of those clauses would, if the investment is made, not exceed 25% of the designated provincial insurer's total investment.

(6) Section 294 of the Act does not apply to a mutual insurance company that is a designated provincial insurer.

17 Oct 2003 cS-26 Reg 8 s10; 9 May 2008 SR
32/2008 s2.

Exemption re Mennonite Mutual Fire Insurance Company of Saskatchewan

10.1(1) In this section, “**company**” means Mennonite Mutual Fire Insurance Company of Saskatchewan.

(2) Subject to subsection (3), subsection 81(5) of the Act does not apply to the company.

(3) As a condition of being exempted from complying with subsection 81(5) of the Act, the company shall limit its investment in real property for its own use and benefit to 10% of its total assets.

4 Dec 2015 SR 102/2015 s2.

Exemption re Saskatchewan Teachers' Federation

11(1) In this section:

- (a) **“annual return”** means the annual return required by subsection 86(2) of the Act;
 - (b) **“Federation”** means the Saskatchewan Teachers' Federation.
- (2) Subject to subsections (3) and (4), sections 81 and 85.1, and clause 86(3)(b) of the Act do not apply to the Federation.
- (3) As a condition of being exempted from complying with section 81 of the Act, the Federation may only invest in accordance with the *Pension Benefits Standards Regulations*, 1985 (Canada), S.O.R./87-19.
- (4) As a condition of being exempted from complying with section 85.1 and clause 86(3)(b) of the Act, the Federation shall:
- (a) designate in its bylaws the period commencing on July 1 in one year and ending on June 30 in the following year as its financial year; and
 - (b) file the annual return within 120 days after the end of the financial year with respect to which the return relates.

17 Oct 2003 cS-26 Reg 8 s11.

Exemption re BCAA Insurance Corporation

12(1) In this section **“corporation”** means BCAA Insurance Corporation.

- (2) Subject to subsection (3), section 85.1 of the Act does not apply to the corporation.
- (3) As a condition of being exempted from complying with section 85.1 of the Act, the corporation shall designate in its bylaws the period commencing on October 1 in one year and ending on September 30 in the following year as its financial year.

17 Oct 2003 cS-26 Reg 8 s12.

Subsection 431(2) of Act

13(1) Subsection 431(2) of the Act does not apply to the holder of a licence as an agent for life insurance if the holder is:

- (a) an individual who has been licensed as an agent for life insurance for at least two years; or
 - (b) a firm or corporation having a member, agent or employee who is an individual mentioned in clause (a).
- (2) The holder of a licence mentioned in subsection (1) may act as an agent for the following but only if the holder does not represent himself or herself to the public by advertisement or otherwise as the agent of any insurer for whom the holder of the licence has not been authorized to act:
- (a) the insurer whose name is stated in the licence;
 - (b) without a separate licence, any other insurer for life insurance.

17 Oct 2003 cS-26 Reg 8 s13.

Sections 416 to 439 of Act

14 Sections 416 to 439 of the Act do not apply to the Saskatchewan Association of Rural Municipalities, or to a salaried employee of that Association while that person is acting on behalf of the Association, in connection with fidelity bonds, insurance on registered mail or burglary insurance provided to municipalities or for the benefit of municipalities.

17 Oct 2003 cS-26 Reg 8 s14.

Section 447 of Act

15 Section 447 of the Act does not apply to a licensed general agent, or to a salaried employee of a licensed general agent while acting on behalf of that licensed general agent, in the adjustment of losses.

17 Oct 2003 cS-26 Reg 8 s15.

PART IV.1**Exemptions from Act for Restricted Licensees****Interpretation of Part****15.1 In this Part:**

- (a) **“business day”** means a day other than a Saturday, Sunday or holiday;
- (b) **“cargo type insurance”** means insurance covering goods in transit;
- (c) **“creditor’s disability insurance”** means a group insurance policy, or a creditor’s group insurance policy, that will pay all or part of the amount of a debt of a debtor to the creditor insured under the policy, in the event of bodily injury to, or an illness or disability of:
 - (i) if the debtor is an individual, the debtor or the spouse of the debtor;
 - (ii) an individual who is a guarantor of all or part of the debt;
 - (iii) if the debtor is a corporation, any director or officer of the corporation;
or
 - (iv) if the debtor is an entity other than an individual or a corporation, an individual who is essential to the ability of the debtor to meet the debtor’s financial obligations;
- (d) **“creditor’s life insurance”** means a group insurance policy, or a creditor’s group insurance policy, that will pay to a creditor insured under the policy all or part of the amount of a debt of a debtor or, if the debt is with respect to a small business or a farm, fishery or ranch, all or part of the amount of the credit limit of a line of credit, in the event of the death of:
 - (i) if the debtor is an individual, the debtor or the spouse of the debtor;
 - (ii) an individual who is a guarantor of all or part of the debt;

- (iii) if the debtor is a corporation, any director or officer of the corporation;
or
 - (iv) if the debtor is an entity other than an individual or a corporation, an individual who is essential to the ability of the debtor to meet the debtor's financial obligations;
- (e) **“creditor's loss of employment insurance”** means a policy of an insurer that will pay, without any individual assessment of risk, all or part of the amount of a debt of a debtor to the creditor insured under the policy in the event that:
- (i) if the debtor is an individual, the debtor becomes involuntarily unemployed; or
 - (ii) an individual who is a guarantor of all or part of the debt becomes involuntarily unemployed;
- (f) **“creditor's vehicle inventory insurance”** means insurance against direct and accidental loss or damage to vehicles that are held in stock for display and sale purposes by a debtor of a creditor, if some or all of those vehicles have been financed by the creditor;
- (g) **“deposit-taking institution”** means:
- (i) a bank;
 - (ii) a credit union;
 - (iii) a trust corporation that holds a valid licence issued pursuant to *The Trust and Loan Corporations Act, 1997*;
- (h) **“equipment warranty insurance”** means the subclass of boiler and machinery insurance that provides insurance against loss of or damage to a motor vehicle, or recreational, marine, farm implement or construction equipment, arising from its mechanical failure, but does not include automobile insurance or insurance incidental to automobile insurance;
- (i) **“export credit insurance”** means a policy of an insurer that provides insurance to an exporter of goods or services against a loss incurred by the exporter due to a non-payment for exported goods or services;
- (j) **“financial institution”** means:
- (i) a bank or a credit union;
 - (ii) an entity licensed pursuant to *The Trust and Loan Corporations Act, 1997* or an entity incorporated, continued or licensed pursuant to a similar Act of Parliament or of any province or territory of Canada;
 - (iii) an entity licensed to transact insurance pursuant to the Act or an entity incorporated, continued or licensed pursuant to a similar Act of Parliament or of any province or territory of Canada;
 - (iv) a cooperative credit society within the meaning of the *Cooperative Credit Associations Act* (Canada) that is incorporated, continued or regulated by or pursuant to an Act or an Act of any province or territory of Canada;

- (v) an association incorporated or continued pursuant to the *Cooperative Credit Associations Act* (Canada);
 - (vi) an entity that is incorporated, continued or licensed pursuant to an Act of Parliament or of any province or territory that is primarily engaged in dealing in securities, including portfolio management and investment counselling;
 - (vii) a foreign financial institution;
- (k) **“financing corporation”** means a financing corporation, as defined in *The Trust and Loan Corporations Act, 1997*, that holds a valid licence issued pursuant to *The Trust and Loan Corporations Act, 1997* but does not include a person carrying on the business of advancing money if the money being advanced:
- (i) is in an amount of \$1,500 or less;
 - (ii) is for a term of 62 days or less; and
 - (iii) is in exchange for a post-dated cheque, a pre-authorized debit or a future payment of a similar nature, but not for any guarantee, suretyship, overdraft protection or security on property and not through a margin loan, pawnbroking, a line of credit or a credit card;
- (l) **“foreign financial institution”** means an entity that:
- (i) is engaged in the business of banking or in the trust, loan or insurance business, the business of a cooperative credit society or the business of dealing in securities or is otherwise engaged primarily in the business of providing financial services; and
 - (ii) is not incorporated or continued pursuant to an Act of Parliament or of any province or territory of Canada;
- (m) **“highway transport vehicle”** means a truck, power unit or semi-trailer as defined in *The Traffic Safety Act*;
- (n) **“highway transport vehicle gap insurance”** means insurance respecting a highway transport vehicle that:
- (i) is paid to a creditor under the loan being used to finance the purchase of the highway transport vehicle on the primary insurer’s determination that the highway transport vehicle is a total loss or total write-off; and
 - (ii) is calculated as the difference between:
 - (A) the amount outstanding on a loan used to finance the purchase of a highway transport vehicle; and
 - (B) the value of the highway transport vehicle as assessed by the primary insurer of the debtor;

- (o) “**highway transport vehicle payment insurance**” means insurance respecting a highway transport vehicle that:
- (i) is obtained from an insurer;
 - (ii) is paid to a purchaser or lessor of a highway transport vehicle on a determination by the primary insurer of the highway transport vehicle that the highway transport vehicle is a total loss or total write-off; and
 - (iii) is calculated as the value of the initial payment made by the purchaser or lessor of the highway transport vehicle to the highway transport vehicle dealer at the time of:
 - (A) entering into the purchase agreement respecting the highway transport vehicle; or
 - (B) entering into the lease of the highway transport vehicle;
- (p) “**line of credit**” means a commitment on the part of a financial institution to lend to a debtor, without a predetermined repayment schedule, one or more amounts, where the aggregate amount outstanding does not exceed a predetermined credit limit;
- (q) “**mortgage broker**” means a mortgage broker, as defined in *The Mortgage Brokers Act*, that holds a valid licence issued pursuant to that Act;
- (r) “**mortgage insurance**” means an insurance policy that provides insurance to the mortgagee against loss caused by a default on the part of a debtor who is an individual under a loan from the mortgagee that is secured by a mortgage on real property or on an interest in real property;
- (s) “**personal life insurance**” means a group insurance policy that provides insurance to an individual:
- (i) whereby the insurer undertakes to pay one or more sums of money in the event of bodily injury to, or the death of, that individual caused by an accident; or
 - (ii) whereby the insurer undertakes to pay a certain sum for each day that the individual is hospitalized in the event of:
 - (A) bodily injury to that individual caused by an accident; or
 - (B) an illness or disability of that individual;
- (t) “**restricted licence**” means a restricted licence that is issued pursuant to this Part;
- (u) “**restricted licensee**” means a person or partnership that holds a valid restricted licence;
- (v) “**small business**” means a business that:
- (i) in the case of a corporation, is a small business corporation within the meaning of subsection 248(1) of the *Income Tax Act* (Canada); or
 - (ii) in the case of a business that is not a corporation, would, if incorporated, be a small business corporation within the meaning of subsection 248(1) of the *Income Tax Act* (Canada);

- (w) **“travel insurance”** means:
- (i) a policy of an insurer that provides insurance to an individual with respect to a trip by the individual away from the place where the individual ordinarily resides, without any individual assessment of risk, against:
 - (A) loss that results from the cancellation or interruption of the trip;
 - (B) loss of, or damage to, personal property that occurs while on the trip; or
 - (C) loss that is caused by the delayed arrival of personal baggage while on the trip; or
 - (ii) a group insurance policy that provides insurance to an individual with respect to a trip by the individual away from the province or territory in which the individual ordinarily resides:
 - (A) against expenses incurred while on the trip that result from an illness or disability of the individual that occurs on the trip;
 - (B) against expenses incurred while on the trip that result from bodily injury to, or the death of, the individual caused by an accident while on the trip;
 - (C) whereby the insurance company undertakes to pay one or more sums of money in the event of an illness or the disability of the individual that occurs on the trip, or of bodily injury to, or the death of, the individual that is caused by an accident while on the trip;
 - (D) against expenses incurred by the individual for dental care necessitated by an accident while on the trip; or
 - (E) in the event that the individual dies while on the trip, against expenses incurred for the return of that individual's remains to the place where the individual was ordinarily resident before death, or for travel expenses incurred by a relative of that individual who must travel to identify that individual's remains.

16 Apr 2010 SR 32/2010 s2.

Application for restricted licence

- 15.11(1)** The following may apply to the superintendent for a restricted licence:
- (a) a deposit-taking institution;
 - (b) a financing corporation;
 - (c) a mortgage broker;
 - (d) an operator of any of the following:
 - (i) a travel agency;
 - (ii) an automobile dealership, a marine dealership, a recreational vehicle dealership, a farm implement dealership or a construction equipment dealership;

- (iii) a customs brokerage;
 - (iv) a freight-forwarding business;
 - (e) a transportation company;
 - (f) an agent of a business or operator mentioned in clauses (a) to (e) who is engaged by that business or operator through an agency contract that, in the opinion of the superintendent, provides adequate authority for the agent to meet the obligations of a restricted licensee on behalf of the business or operator.
- (2) Every application for a restricted licence for a class of insurance must include a written recommendation recommending the issuance of the restricted licence from an insurer that:
- (a) is licensed to undertake that class of insurance; and
 - (b) has entered into an agency contract with the applicant.
- (3) In its application for a restricted licence, an applicant must designate an individual to be responsible for receiving notices and other documents pursuant to the Act.
- (4) Subsection 423(1) of the Act does not apply to an application for a restricted licence.

16 Apr 2010 SR 32/2010 s2.

Issuance and terms and conditions of restricted licence

15.2(1) On receipt of an application pursuant to section 15.11, the superintendent may issue the restricted licence that is the subject of the application if the superintendent is satisfied that:

- (a) the application complies with this Part;
 - (b) the applicant has paid the fee required by section 15.7; and
 - (c) the applicant meets the requirements and satisfies the criteria for the licence set out in the Act and has otherwise complied with the Act.
- (2) The superintendent may specify:
- (a) subject to subsection (3), the classes or types of insurance with respect to which a restricted licensee may act or offer to act as an insurance agent; and
 - (b) categories of business activities with respect to which a restricted licensee may or may not act or offer to act as an insurance agent.
- (3) The following are the classes or types of insurance with respect to which the superintendent may authorize a restricted licensee to act or offer to act as an insurance agent:
- (a) cargo type insurance;
 - (b) creditor's disability insurance;
 - (c) creditor's life insurance;

- (d) creditor's loss of employment insurance;
 - (e) creditor's vehicle inventory insurance;
 - (f) equipment warranty insurance;
 - (g) export credit insurance;
 - (h) highway transport vehicle gap insurance;
 - (i) highway transport vehicle payment insurance;
 - (j) mortgage insurance;
 - (k) personal life insurance;
 - (l) travel insurance;
 - (m) any other class or type of insurance that, in the opinion of the superintendent, is similar to or contains significant features of any of the classes or types of insurance mentioned in clauses (a) to (l).
- (4) Subject to any terms and conditions imposed on a restricted licence, a restricted licensee's restricted licence authorizes the restricted licensee and the restricted licensee's employees to act or offer to act as an insurance agent with respect to the class or type of insurance that:
- (a) is specified in the restricted licence; and
 - (b) is offered by the restricted licensee in the course of the conduct by the restricted licensee of the business activity specified in the restricted licence.
- (5) No restricted licensee shall fail to comply with the provisions of this Part.

16 Apr 2010 SR 32/2010 s2.

Certain provisions of Act not to apply

- 15.21(1) Sections 416 and 417 and subsections 422(3) and (4) of the Act do not apply to an individual who is acting in the course of his or her employment with a restricted licensee.
- (2) Section 418 of the Act does not apply to a restricted licensee.
- (3) Section 438 of the Act does not apply to insurance with respect to which a restricted licence may be issued.

16 Apr 2010 SR 32/2010 s2.

Procedures to ensure employees are knowledgeable

- 15.3(1) Every restricted licensee shall:
- (a) establish reasonable procedures to ensure that its employees who are soliciting, negotiating or effecting insurance for the restricted licensee are knowledgeable about the insurance being solicited, negotiated or effected; and
 - (b) ensure that the procedures established pursuant to clause (a) are being used.

- (2) Every insurer on whose behalf the restricted licensee is offering insurance shall:
- (a) establish reasonable procedures to ensure that employees of the restricted licensee who are soliciting, negotiating or effecting insurance for the restricted licensee are knowledgeable about the insurance being solicited, negotiated or effected; and
 - (b) ensure that the procedures established pursuant to clause (a) are being used.

16 Apr 2010 SR 32/2010 s2.

Conditions to be followed when providing insurance

15.4(1) When a restricted licensee receives an application for insurance coverage, the restricted licensee shall:

- (a) provide to the person who applies for insurance coverage all of the following:
 - (i) a summary of the terms, including limitations and restrictions, of the insurance offered;
 - (ii) a summary of the circumstances under which the insurance commences or terminates and the procedures to follow in making a claim;
 - (b) notify the applicant that, on approval of the application:
 - (i) documentation describing the insurance coverage and the insurance policy will be sent to the applicant; or
 - (ii) in the case of a contract of group insurance, a certificate will be sent to the applicant; and
 - (c) ensure that a person applying for insurance coverage is informed that the person is contracting, or is considered to be contracting, with an insurer and not with the restricted licensee.
- (2) When a person applies to a restricted licensee for creditor's disability insurance, creditor's life insurance, creditor's loss of employment insurance or mortgage insurance, the restricted licensee shall:
- (a) provide to the applicant:
 - (i) a statement that sets out the right to rescind the insurance contract and to obtain a full refund of the premium; and
 - (ii) if the duration of the insurance is for a period less than the term of the amortization period of any related loan or if the amount of the insurance is less than the indebtedness, a statement to that effect; and
 - (b) inform the applicant of all of the following:
 - (i) that the insured may contact the insurer for further information or clarification;
 - (ii) the name of the insurer that is providing the insurance;
 - (iii) how the insurer mentioned in subclause (ii) may be contacted.

- (3) The insurer on whose behalf the restricted licensee is soliciting, negotiating or effecting insurance shall ensure that:
- (a) procedures are established to effect the requirements of this section; and
 - (b) the procedures established pursuant to clause (a) are being used.
- (4) If a restricted licensee or an employee of a restricted licensee receives any compensation, inducement or benefit from an insurer, directly or indirectly, for selling insurance, the restricted licensee must disclose that fact to any person who is considering obtaining insurance from that restricted licensee.
- (5) Within 20 business days after the insurance coverage comes into force, the restricted licensee shall ensure that the following is provided to the applicant for the insurance coverage:
- (a) written documentation that:
 - (i) evidences the insurance coverage; and
 - (ii) sets out the information required to be disclosed by clause (1)(c);
 - (b) written documentation describing the insurance coverage and the insurance policy or, in the case of group insurance, a certificate.
- (6) A person who buys life insurance through a restricted licensee may rescind the insurance contract on or before the expiry of seven business days, or any longer period specified in the policy or certificate, after the date on which the person received the policy or certificate.
- (7) A person who rescinds an insurance contract in accordance with subsection (6) is entitled to receive a refund from the insurer of the whole premium that has been paid.

16 Apr 2010 SR 32/2010 s2.

Restrictions on use of personal information received as part of an insurance transaction

15.5(1) No restricted licensee shall:

- (a) use personal information given by an applicant for insurance coverage or an insured unless it is used for the purpose for which it is given and the applicant for insurance coverage or the insured signs a consent that meets the requirements of subsection (2); or
 - (b) subject to subsection (4), release the information described in clause (a) to a person who is not an employee of the restricted licensee unless the applicant for insurance coverage or the insured signs a consent that meets the requirements of subsection (3).
- (2) The restricted licensee shall identify the consent to the applicant for insurance coverage or the insured as a consent for the purposes of clause (1)(a), and the consent must specifically identify the purpose for which the information may be used by the restricted licensee.

(3) The restricted licensee shall identify the consent to the applicant for insurance coverage or the insured as a consent for the purposes of clause (1)(b), and the consent must specifically identify:

- (a) the information to be released;
- (b) to whom the information is to be released; and
- (c) the purpose for which the released information may be used.

(4) Clause (1)(b) does not apply if the personal information:

- (a) is released to another person as required by law; or
- (b) is released to the insurer on whose behalf the restricted licensee is transacting insurance.

16 Apr 2010 SR 32/2010 s2.

Separate insurance required for other financial services

15.6(1) If a restricted licensee offers financial services in addition to insurance coverage and has errors and omissions insurance respecting the other financial services, the errors and omissions insurance policy respecting the activities conducted by the restricted licensee must be structured to cover errors and omissions in connection with the activities associated with the insurance-related activities carried on by the restricted licensee pursuant to this Part.

(2) The errors and omissions insurance respecting the other financial services and the errors and omissions insurance respecting insurance-related activities mentioned in subsection (1) may be provided within one policy of insurance.

16 Apr 2010 SR 32/2010 s2.

Annual fee payable

15.7(1) Every restricted licensee shall pay to the superintendent, on or before the anniversary date of the issuance of the restricted licence, an annual fee respecting the restricted licensee's restricted licence in accordance with the following Table 1:

TABLE 1		
Number of employees of restricted licensee		Fee
1	to 4	\$ 150
5	to 10	225
11	to 15	375
16	to 20	500
21	to 99	700
100	to 249	1500
250	to 499	3000
500	or more	5500.

(2) If a restricted licensee fails to pay the annual fee as required by this section, the restricted licensee's restricted licence is suspended until the fee is paid.

16 Apr 2010 SR 32/2010 s2.

PART V
Repeal and Coming into Force

R.R.S. c.S-26 Reg 1 repealed

16 *The Saskatchewan Insurance Regulations* are repealed.

17 Oct 2003 cS-26 Reg 8 s16.

R.R.S. c.S-26 Reg 3 repealed

17 *The Medical Services Incorporated Exemption Regulations* are repealed.

17 Oct 2003 cS-26 Reg 8 s17.

R.R.S. c.S-26 Reg 6 repealed

18 *The Saskatchewan Insurance Exemption (Teachers' Federation) Regulations* are repealed.

17 Oct 2003 cS-26 Reg 8 s18.

R.R.S. c.S-26 Reg 7 repealed

19 *The Designated Provincial Insurers Investment Exemption Regulations* are repealed.

17 Oct 2003 cS-26 Reg 8 s19.

Sask. Reg. 574/68 repealed

20 Saskatchewan Regulations 574/68 are repealed.

17 Oct 2003 cS-26 Reg 8 s20.

Coming into force

21(1) Subject to subsection (2), these regulations come into force on the day on which section 1 of *The Saskatchewan Insurance Amendment Act, 2003* comes into force.

(2) If section 1 of *The Saskatchewan Insurance Amendment Act, 2003* comes into force before the day on which these regulations are filed with the Registrar of Regulations, these regulations come into force on the day on which they are filed with the Registrar of Regulations.

17 Oct 2003 cS-26 Reg 8 s21.

Appendix

FEES

[Section 3]

- 1 The fee for a licence is:
 - (a) for a fraternal society..... \$ 1,500
 - (b) for a mutual or co-operative insurance company, not registered under the *Insurance Companies Act (Canada)* 1,500
 - (c) for a reciprocal insurance exchange 3,000
 - (d) for an underwriters agency 3,000
 - (e) for an insurer to undertake reinsurance exclusively 3,000

- 2 The fee for a licence as any insurer, other than one mentioned in section 1, is an amount that is equal to the sum of:
 - (a) a basic fee of \$3,000; and
 - (b) an additional fee of \$3,000, to a maximum of \$9,000, for each of the following classes of insurance for which the insurer applies to be licensed:
 - (i) life insurance;
 - (ii) fire insurance;
 - (iii) accident insurance;
 - (iv) any other class of insurance not mentioned in subclauses (i) to (iii).

- 3 An applicant who is applying for a licence as any insurer for the first time shall pay a review fee of \$1,000, in addition to any other fees.

- 4 The fee for renewal of the licence of an insurer who has discontinued undertaking contracts of insurance in Saskatchewan is \$1,500.

- 5 The following fees apply for:
 - (a) a five-year permit for a vending machine..... \$ 200
 - (b) a certificate under seal of the superintendent 50
 - (c) issuing a new licence if there has been a change in the membership of a partnership..... 25
 - (d) reviewing an application to amalgamate 100
 - (e) filing an annual statement of the condition of affairs of the insurer 200

28 Mar 2014 SR 9/2014 s2.