

Agent Commission

For services rendered, the agency receives a producer fee from the Servicing Carrier. Payment of the producer fee is not to exceed 5% of the total standard premium.

Specifically, the scale is as follows:

- 5% on first \$5,000 of premium
- 4% on the next \$95,000 of premium
- 3% on the next \$400,000 of premium
- 2% on premium in excess of \$500,000

This is paid on both the original policy and each subsequent renewal.

Do not deduct the producer fee when sending in the deposit or a payment. The Servicing Carrier will send you a check.

Producer fee checks are made payable to the agency rather than the individual agent, unless they are one and the same.

Producer fees are paid to the agency recognized and authorized by the employer at the time the policy is effective. Only one agency can be recognized by the Servicing Carrier at any one time.

The producer fee is to be paid by the Servicing Carrier within 30 days from the premium payment.

Producer fees will not be paid on premiums collected once an uncollectible premium report is issued by the carrier.