

**ASSEMBLY BILL**

**No. 2220**

---

---

**Introduced by Assembly Member Daly**

February 20, 2014

---

---

An act to amend Section 7583.40 of, and to repeal and add Section 7583.39 of, the Business and Professions Code, relating to private security services.

LEGISLATIVE COUNSEL'S DIGEST

AB 2220, as introduced, Daly. Private security services: insurance policies.

The Private Security Services Act provides for the licensure and regulation of private patrol operators by the Bureau of Security and Investigative Services in the Department of Consumer Affairs. Existing law requires a private patrol operator employing a security guard who carries a firearm to maintain an insurance policy that provides minimum limits of insurance of \$500,000 for any one loss due to bodily injury or death and \$500,000 for any one loss due to injury or destruction of property.

This bill would instead require the bureau to require private patrol operator or applicant for licensure, as a condition precedent to licensure or continued licensure, to file or have on file with the bureau an insurance policy that provides minimum limits of insurance of \$1,000,000 for any one loss due to bodily injury or death and \$1,000,000 for any one loss due to injury or destruction of property.

Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 7583.39 of the Business and Professions  
2 Code is repealed.

3 ~~7583.39. No private patrol operator who employs a security~~  
4 ~~guard who carries a firearm as part of his or her duties shall engage~~  
5 ~~in any of the practices for which he or she is required to be licensed~~  
6 ~~by this chapter, unless he or she maintains an insurance policy as~~  
7 ~~defined in Section 7583.40.~~

8 SEC. 2. Section 7583.39 is added to the Business and  
9 Professions Code, to read:

10 7583.39. The bureau shall require, as a condition precedent to  
11 the issuance, reinstatement, reactivation, renewal, or continued  
12 maintenance of a license, that the applicant or licensee file or have  
13 on file an insurance policy, as defined in Section 7583.40.

14 SEC. 3. Section 7583.40 of the Business and Professions Code  
15 is amended to read:

16 7583.40. "Insurance policy," as used in this article, means a  
17 contract of liability insurance issued by an insurance company  
18 authorized to transact business in this state ~~which~~ *that* provides  
19 minimum limits of insurance of ~~five hundred thousand~~ *one million*  
20 ~~dollars (\$500,000)~~ *(\$1,000,000)* for any one loss due to bodily  
21 ~~injury or death and five hundred thousand~~ *one million* dollars  
22 ~~(\$500,000)~~ *(\$1,000,000)* for any one loss due to injury or  
23 destruction of property.