SLS 20RS-206

ORIGINAL

2020 Regular Session

SENATE BILL NO. 195

BY SENATOR BERNARD

FIRE/CASUALTY INSURANCE. Requires notice of reinstatement of a previously canceled casualty insurance policy. (1/1/21)

| 1 | AN ACT |
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| 2 | To enact R.S. 22:887(J), relative to cancellation and reinstatement by an insurer; to require |
| 3 | notice of reinstatement to be issued to interested persons; to provide for an effective |
| 4 | date; and to provide for related matters. |
| 5 | Be it enacted by the Legislature of Louisiana: |
| 6 | Section 1. R.S. 22:887(J) is hereby enacted to read as follows: |
| 7 | §887. Cancellation by insurer; changes to homeowner's insurance policies |
| 8 | * * * |
| 9 | J. Any insurer that issues notice of cancellation on an insurance policy |
| 10 | that provides casualty coverage and later continues or reinstates that insurance |
| 11 | policy shall issue notice of reinstatement to every policyholder, insurance |
| 12 | producer, or other known person shown by the policy to have an interest in any |
| 13 | loss which may occur thereunder and who received the notice of cancellation. |
| 14 | Section 2. This Act shall become effective on January 1, 2021. |

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by LG Sullivan.

SB 195 Original

DIGEST 2020 Regular Session

Bernard

<u>Present law</u> requires any insurer to give notice when a policy is canceled. Requires that notice be given to the insured and to any known person shown by the policy to have an interest in any loss that may occur.

<u>Proposed law</u> retains <u>present law</u> and, if an insurer gives notice of cancellation of a casualty policy and later continues or reinstates the policy, requires the insurer to give notice of reinstatement to any known person shown by the policy to have an interest in any loss that may occur who received the notice of cancellation.

Effective January 1, 2021.

(Adds R.S. 22:887(J))