



Senate

General Assembly

File No. 94

January Session, 2007

Substitute Senate Bill No. 64

Senate, March 21, 2007

The Committee on Insurance and Real Estate reported through SEN. CRISCO of the 17th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

AN ACT PROHIBITING THE CANCELLATION OF PROPERTY AND CASUALTY INSURANCE POLICIES FOR FAILURE TO PAY LATE FEES ASSESSED ON SUCH POLICIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (*Effective October 1, 2007*) No insurer that issues,
2 renews, amends or endorses a property and casualty insurance policy
3 in this state on or after October 1, 2007, shall cancel such policy in the
4 event a policyholder fails to pay any late fee assessed for failure to
5 make timely payment of premium due on any such policy not later
6 than thirty days after the date due, provided such policyholder has
7 paid the premium due on any such policy.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>October 1, 2007</i>	New section
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INS Joint Favorable Subst.

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

This bill prohibits insurers from cancelling certain policies and has no fiscal impact.

The Out Years

State Impact: None

Municipal Impact: None

OLR Bill Analysis

sSB 64

AN ACT PROHIBITING THE CANCELLATION OF PROPERTY AND CASUALTY INSURANCE POLICIES FOR FAILURE TO PAY LATE FEES ASSESSED ON SUCH POLICIES.

SUMMARY:

This bill prohibits an insurer from canceling a property and casualty policy because the policyholder did not pay a late payment fee within 30 days after its due date, but paid the premium due.

EFFECTIVE DATE: October 1, 2007

COMMITTEE ACTION

Insurance and Real Estate Committee

Joint Favorable Substitute

Yea 18 Nay 0 (03/08/2007)