



General Assembly

January Session, 2007

Committee Bill No. 64

LCO No. 5242

05242SB00064INS

Referred to Committee on Insurance and Real Estate

Introduced by:
(INS)

AN ACT PROHIBITING PROPERTY AND CASUALTY INSURERS FROM REQUIRING PAYMENT OF LATE FEES ON CANCELLED 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 require payment of a late
4 fee from a policyholder who fails to make timely payment of premium
5 due on any such policy not later than thirty days after the date due in
6 the event the policyholder cancels 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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Statement of Purpose:

To prohibit property and casualty insurers from requiring payment of a late fee on cancelled property and casualty insurance policies.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: SEN. CRISCO, 17th Dist.

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