

Insurance and Real Estate Committee JOINT FAVORABLE REPORT

Bill No.: SB-1425

Title: AN ACT CONCERNING MOTOR VEHICLE PROTECTION PRODUCTS.

Vote Date: 3/13/2025

Vote Action: Joint Favorable Substitute

PH Date: 3/4/2025

File No.:

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SPONSORS OF BILL:

Insurance and Real Estate Committee

REASONS FOR BILL:

This bill seeks to explicitly allow the sale of motor vehicle protection products, including extended warranties and theft protection warranties. It would also explicitly state that these motor vehicle protection products are not considered to be insurance products. The bill would protect consumers by allowing them to purchase these motor vehicle protection products to cover losses that are not covered by insurance products. It would also clarify how motor vehicle protection products are legally defined and regulated.

SUBSTITUTE LANGUAGE:

The substitute language creates a \$1,500 filing fee for motor vehicle protection product providers that would be paid to the insurance commissioner. It also removed the requirement that motor vehicle protection product providers be subject to the general insurance assessment.

RESPONSE FROM ADMINISTRATION/AGENCY:

None Expressed.

NATURE AND SOURCES OF SUPPORT:

None Expressed.

NATURE AND SOURCES OF OPPOSITION:

None Expressed.

Reported by: Lauren Kaiser Krause

Date: 3/20/2025