

1 **MOTOR VEHICLE INSURANCE PREMIUM**

2 **RATES**

3 1998 GENERAL SESSION

4 STATE OF UTAH

5 **Sponsor: Trisha S. Beck**

6 AN ACT RELATING TO INSURANCE CODE; PROHIBITING CERTAIN INSURANCE
7 RATE INCREASES FOR VEHICLES UNDER CERTAIN CIRCUMSTANCES.

8 This act affects sections of Utah Code Annotated 1953 as follows:

9 ENACTS:

10 **31A-19-211**, Utah Code Annotated 1953

11 *Be it enacted by the Legislature of the state of Utah:*

12 Section 1. Section **31A-19-211** is enacted to read:

13 **31A-19-211. Premium increases prohibited for acts of vandalism.**

14 (1) Each rate, rating schedule, and rating manual filed with the commissioner for property
15 insurance covering a vehicle with comprehensive insurance coverage may not permit a premium
16 increase due to:

17 (a) telephone calls or other inquiries that do not result in the filing of a claim; or

18 (b) a claim resulting from any incident, including acts of vandalism, in which the person
19 named in the policy or any other person using the insured motor vehicle with the express or
20 implied permission of the named insured is not at fault.

21 (2) This section is an exception to the provisions of Section 31A-19-201.

Legislative Review Note

as of 1-6-98 1:27 PM

A limited legal review of this bill raises no obvious constitutional or statutory concerns.

Office of Legislative Research and General Counsel