H.B. 79

PROPERTY AND CASUALTY CERTIFICATE OF INSURANCE ACT

HOUSE FLOOR AMENDMENTS

AMENDMENT 4

FEBRUARY 14, 2011 8:38 AM

Representative **Todd E. Kiser** proposes the following amendments:

- 1. Page 2, Lines 42 through 51:
 - 42 (1) This part is known as the "Property and Casualty Certificate of Insurance Act."
 - 43 (2) {This} (a) Except as provided in Subsection (2)(b), this part applies to {
 - 44 (a) a certificate of insurance issued on or after May 10, 2011, as evidence of insurance
 - 45 <u>coverage on property, operations, or risks located in this state</u> {; and}
 - (b) This part applies on and after July 1, 2012, to a certificate of insurance that is issued as evidence of insurance coverage on property, operations, or risks located in this state if the certificate of insurance is an exhibit to a contract executed before July 1, 2012.
 - 46 {<u>(b) regardless</u>} <u>(c) This part applies, regardless</u> of where located, <u>to</u> the following in relation to a certificate of insurance
 - 47 <u>described in Subsection (2)</u> { (a) <u>(b)</u> :
 - 48 (i) a certificate holder;
 - 49 (ii) a policyholder;
 - 50 (iii) an insurer; or
 - 51 (iv) an insurance producer.
- 2. Page 2, Line 58 through Page 3, Line 59:
 - 58 (2) "Certificate of insurance" means a document that is prepared or issued to a person who is not a policyholder as evidence
 - 59 of insurance {-coverage}, regardless of how it is titled or described.
- 3. Page 4, Lines 109 through 110:
 - (1) A person may not knowingly request or require the issuance of a certificate of insurance from
 - an insurer, insurance producer, or policyholder that contains false or misleading information
- 4. Page 5, Lines 122 through 131:
 - 122 31A-22-1706. Notice of cancellation, nonrenewal, or material change.
 - 123 (1) A certificate holder only has a right to a notice of cancellation, nonrenewal, a
 - material change, or to a similar notice if {=:
 - 125 (a) the certificate holder is named as an additional insured in the insurance policy to
 - 126 which the certificate of insurance refers or in an addendum to the insurance policy; and

127	(b) the insurance policy or an endorsement requires notice to be provided to the
128	<u>certificate holder.</u> } <u>the certificate holder has rights to the notice under the terms of the insurance</u>
	policy to which the certificate of insurance refers, or under any rider, or endorsement to the insurance
	policy.
129	(2) The terms and conditions of a notice described in Subsection (1), including the

required timing of the notice, is governed by the insurance policy. A certificate of insurance may not alter a term or condition of the notice.

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