



House of Representatives *State of Utah*

UTAH STATE CAPITOL COMPLEX • 350 STATE CAPITOL
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February 1, 2013

Madam Speaker:

The Business and Labor Committee reports a favorable recommendation on **H.B. 259**,
INSURANCE AMENDMENTS, by Representative J. Bird, with the following amendments:

1. *Page 2, Lines 28 through 35:*

- 28 (2) For an errors and omissions policy issued on or after May 14, 2013 {~~1~~} ~~:~~
29 (a) the
30 policyholder may cancel the errors and omissions insurance policy before its expiration or
31 renewal date according to the procedure for cancellation set forth in the errors and
32 omissions policy; and
33 (b) an insurer may not issue an errors and omissions policy that has fully earned
34 premium upon issuance of the errors and omissions policy .
35 (3) If the errors and omissions insurance policy is cancelled as provided in
 Subsection
 (2), the insurer shall refund the unearned premium to the policyholder minus any charge
 imposed by the insurer.
 {~~(4) The insurer shall pay the amount due under Subsection (3) by no later than~~
 ~~30 days~~
 ~~from the day on which the errors and omissions insurance policy is cancelled.~~}

Respectfully,

James A. Dunnigan
Committee Chair

Voting: 15-1-0

3 HB0259.HC1.WPD 2/1/13 3:16 pm bhowe/BRH PO/BRH

Bill Number



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Action Class



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