2nd Sub. S.B. 219 DISASTER RECOVERY LIENS

SENATE FLOOR AMENDMENTS

AMENDMENT 1 MARCH 11, 2013 5:58 PM

Senator **Stephen H. Urquhart** proposes the following amendments:

- 1. Page 1, Lines 14 through 16:
 - 14 insured {
 - for \$2,500 or more; and
 - 16 <u>that are</u> intended to pay for the mitigation service.
- 2. *Page 2, Lines 29 through 31:*
 - 29 (a) "Certificate of satisfactory completion" means a document signed by a provider and at least one named
 - 30 <u>insured in which</u> <u>:</u>
 - <u>(i)</u> <u>the provider warrants that the provider performed the mitigation service provided</u> <u>under the service agreement in accordance with the generally accepted industry standards applicable to</u> <u>the mitigation service provided; and</u>
 - (ii) the named insured { certifies } verifies that the provider satisfactorily completed the
 - 31 <u>mitigation service provided under the service agreement.</u>
- 3. *Page 2, Lines 37 through 39:*
 - 37 (e) (i) "Mitigation service" means labor, equipment, or material provided on damaged
 - 38 property for the purpose of performing repairs necessary to prevent further damage caused by
 - 39 <u>the covered peril</u> { including cleanup } .
 - (ii) "Mitigation service" includes:
 - (A) drying interior elements, including drywall, flooring, wall studs, and seal plates;
 - (B) cleaning a sewer overflow; and
 - (C) cleaning fire damage.
 - (iii) "Mitigation service" does not include labor, equipment, or material provided for the purpose of restoring the damaged property to its pre-loss condition.
- 4. Page 2, Line 42:
 - 42 (g) "Service agreement" means a written agreement work authorization between an owner of property
- 5. *Page 2, Lines 45 through 47:*

- 45 (2) (a) Within 10 business days after the day on which a provider completes a
- 46 <u>mitigation service governed by a service agreement, the provider shall</u> , if payment for the mitigation service is still owing, send to the insurer of the
- 47 <u>damaged property:</u>
- 6. Page 2, Lines 51 through 56:
 - 51 (i) that the provider claims {money} insurance proceeds owed for a mitigation service provided under a
 - 52 <u>service agreement;</u>
 - 53 (ii) the name, address, and telephone number of the insured; and
 - 54 (iii) the date of the service agreement {; and
 - 55 (iv) the amount still owed to the provider for the mitigation service provided under the
 - 56 <u>service agreement, if any</u>} <u>.</u>
- 7. Page 3, Lines 60 through 63:
 - an additional payee on each check issued to the insured that is {
 - 61 (a) for \$2,500 or more; and
 - 62 <u>(b)</u>} intended to pay for the mitigation service described in the provider's notice of
 - 63 completion and certificate of satisfactory completion.