1st Sub. S.B. 223 INSURANCE RENEWAL AMENDMENTS

HOUSE FLOOR AMENDMENTS

AMENDMENT 1 MARCH 12, 2020 2:16 PM

Representative James A. Dunnigan proposes the following amendments:

- 1. Page 2, Lines 52 through 56:
 - 52 (b) (i) Except as provided in Subsection (2)(e) or unless the conditions of Subsection
 - 53 (2)(b)(ii) $\{\frac{\text{or (iii)}}{}\}$ are met, an insurance policy may not be canceled by the insurer before the
 - 54 earlier of:
 - 55 (A) the expiration of the agreed term; or
 - 56 (B) one year from the effective date of the policy or renewal.
- 2. Page 3, Lines 67 through 76:
 - 67 (iii) Cancellation for nonpayment of premium of a commercial lines policy is effective
 - 68 no sooner than 10 days after delivery or first-class mailing of a written notice to:
 - 69 (A) the policyholder;
 - 70 (B) { each agent of record of the policyholder in accordance with Subsection (2)(c)(iv);
 - 71 <u>(C)</u>} each assignee of the policyholder, if the assignee is named in the policy; and
 - 72 {(D)} each loss payee or mortgagee or lienholder under property insurance of the
 - 73 policyholder, if the loss payee, mortgagee, or lienholder is named in the policy.
 - 74 (iv) An insurer shall { provide } _ deliver or send by first-class mail a copy of the notice of cancellation for nonpayment of premium described in Subsection (2)(c)(iii) to
 - 75 an agent of record day on which the { as required under Subsection (2)(c)(iii) } of the policyholder on or before the
 - insurer provides the notice to the policyholder.
- 3. Page 5, Lines 144 through 145:
 - (iii) Delivery of the notice required by Subsection (2)(c)(iii) , (2)(c)(iv), or (4)(b)(ii)(D) includes
 - electronic delivery in accordance with Section 31A-21-316.
- 4. Page 9, Lines 253 through 254:
 - 253 Section 2. Effective date.
 - This bill takes effect on July 1, $\{\frac{2020}{2020}\}$ 2021.