

Regular Session, 2012

HOUSE BILL NO. 492

BY REPRESENTATIVE HUVAL

INSURANCE/PROPERTY: Provides relative to reinstatement of property insurance policies

1 AN ACT

2 To amend and reenact R.S. 22:887(I), relative to property insurance policies; to provide
3 relative to notices of reinstatement of certain such policies; and to provide for related
4 matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 22:887(I) is hereby amended and reenacted to read as follows:

7 §887. Cancellation by insurer; changes to homeowner's insurance policies

8 * * *

9 I. Any insurer that issues notice of cancellation ~~of an automobile~~ on an
10 insurance policy that provides coverage on any property and later continues or
11 reinstates that insurance policy shall issue notice of reinstatement to every
12 policyholder, insurance producer, mortgagee, lienholder, pledgee, or other known
13 person shown by the policy to have an interest in any loss which may occur
14 thereunder and who received the notice of cancellation.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Huval

HB No. 492

Abstract: Requires persons, including a lienholder, with an interest in loss of any property to be notified of reinstatement of a policy covering that property.

Present law requires any insurer that issues notice of cancellation of an automobile insurance policy and later continues or reinstates that policy to issue notice of reinstatement to every policyholder, insurance producer, mortgagee, pledgee, or other known person shown by the policy to have an interest in any loss which may occur thereunder and who received the notice of cancellation.

Proposed law expands application of present law to an insurance policy that provides coverage on any property. Also specifies a lienholder as one of the persons to be notified of reinstatement.

(Amends R.S. 22:887(I))

Summary of Amendments Adopted by House

House Floor Amendments to the engrossed bill.

1. Changed proposed law by requiring an insurance reinstatement notice be sent regarding any property for which notice of cancellation has been sent, not only property subject to mortgage, lien, or other collateral.