SLS 19RS-313 ORIGINAL

2019 Regular Session

SENATE BILL NO. 89

BY SENATOR LUNEAU

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

INSURANCE RATES. Prohibits insurance providers from using credit reports and gender as basis for rate setting. (8/1/19)

1	AN ACT
2	To amend and reenact R.S. 22:1454(A), relative to rating standards and methods; to prohibit
3	the use of credit scores or gender to classify risks; and to provide for related matters.
4	Be it enacted by the Legislature of Louisiana:
5	Section 1. R.S. 22:1454(A) is hereby amended and reenacted to read as follows:
6	§1454. Rating standards and methods
7	A. Rates shall not be inadequate or unfairly discriminatory in a competitive
8	market. Rates shall not be excessive, inadequate, or unfairly discriminatory in a
9	noncompetitive market. Risks may be classified using any criteria except that no
10	risk shall be classified on the basis of race, color, creed, or national origin, gender,
11	or credit score.
12	* * *

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Cheryl Cooper.

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SB 89 Original

Luneau

<u>Present law</u> prohibits rates from being inadequate or unfairly discriminatory in a competitive market. Further prohibits rates from being excessive, inadequate, or unfairly discriminatory in a noncompetitive market. Provides that no risk shall be classified on the basis of race, color, creed, or national origin.

<u>Proposed law</u> retains <u>present law</u> and prohibits risks from being classified on the basis of gender or credit score.

Effective August 1, 2019.

(Amends R.S. 22:1454(A))