

GREEN SHEET REDIGEST

HB 375

2024 Regular Session

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INSURERS: Requires disclosure of available discounts relative to homeowners' and motor vehicle liability insurance policies.

DIGEST

Proposed law requires insurers writing homeowners' or private passenger motor vehicle insurance policies in the state of La. to disclose, in writing of not less than 12-point font, all discounts the insurer offers that may reduce the homeowners' or motor vehicle insurance premium of a policyholder or prospective policyholder. Proposed law defines "discounts".

Proposed law requires insurers to electronically disclose discounts on an electronic network or site, as described in present law (R.S. 22:2461(1)(b)), or within the written materials of a new policy delivered to the policyholder and at each subsequent renewal.

Proposed law provides that an insurer's failure to comply with the disclosure requirement in proposed law does not create a cause of action.

Proposed law does not apply to excess and surplus lines.

Effective May 1, 2025.

(Adds R.S. 22:881.1)

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Insurance to the original bill:

- 1. Specify that the disclosure requirement applies to insurers writing homeowners' or private passenger motor vehicle insurance policies.
- 2. Provide that an insurer's failure to comply with the disclosure requirement does not create an independent cause of action.
- 3. Make technical changes.

The House Floor Amendments to the engrossed bill:

- 1. Define "discounts".
- 2. Authorize an insurer to disclose discounts electronically or within written materials to the policyholder. Further clarify that an insurer's failure to comply with the disclosure requirement does not create a cause of action.
- 3. Provide an effective date of Jan. 1, 2025.

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Insurance to the reengrossed bill

- 1. Makes technical changes.
- 2. Provides proposed law does not apply to excess and surplus lines.
- 3. Changes effective date from January 1, 2025 to May 1, 2025.