

GREEN SHEET REDIGEST

HB 1117

2026 Regular Session

Firment

INSURANCE: Provides relative to certain insurer contractual payments and prescriptive period.

DIGEST

Present law prohibits insurance contracts from containing any condition, stipulation, or agreement that limits a right of action against the insurer to a period of less than 24 months after the inception of the loss when the claim meets both of the following conditions:

- (1) Is a first-party claim, as defined in present law.
- (2) Arises under any of the following classifications of insurance, as defined in present law: burglary and forgery, fire and allied lines, steam boiler and sprinkler leakage, crop, marine and transportation, homeowners' insurance, or industrial fire.

Proposed law retains present law.

Proposed law provides that an insurer's payment under the terms of its contract, for those specific types of insurance policies specified in present law, shall not be considered as the acknowledgment of a debt, nor does the payment interrupt prescription.

Present law further prohibits limiting a right of action against the insurer for a period of less than one year from the time when the cause of action accrues in connection with all other insurances unless otherwise specifically provided in present law.

Proposed law retains present law.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 22:868(B))

Summary of Amendments Adopted by Senate

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

- 1. Limit applicability of proposed law to certain types of insurance contracts.