

SENATE SUMMARY OF HOUSE AMENDMENTS

SB 135 By Senator Long

KEYWORD AND SUMMARY AS RETURNED TO THE SENATE

PROPERTY INSURANCE. Provides for home service contracts. (8/1/14)

SUMMARY OF HOUSE AMENDMENTS TO THE SENATE BILL

1. Bill is defective in that House floor amendment adds a citation that is not included in bill title.
2. Proposed to add provisions requiring a provider to submit a report to the commissioner by March 1, 2016 documenting certain activities for calendar year 2015.

DIGEST OF THE SENATE BILL AS RETURNED TO THE SENATE

Long (SB 135)

Present law provides that a home service contract shall not be issued, sold, or offered for sale unless the provider gives a receipt for or other written evidence of the purchase of a home service contract and a copy of the home service contract within a reasonable period of time from date of purchase.

Proposed law retains present law and adds the requirement for an annual financial statement, submitted to the commissioner, showing the solvency of the provider.

Proposed law requires the home service contract provider to provide the commissioner of insurance, by March 1, 2016, a report documenting for calendar year 2015 the number of home service contracts issued or sold with respect to residential property; the gross consideration received; the number and dollar amount of claims paid, categorically by the cost of repair or by the cost of replacement; and the number of claims denied for failure of the service contract holder to receive prior approval for the repair or replacement

Effective August 1, 2014.

(Amends R.S. 22:1806.3(A)(3); adds R.S. 22:1806.3(A)(4) and (5))

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