SLS 21RS-40 ORIGINAL

2021 Regular Session

SENATE BILL NO. 42

1

BY SENATOR BERNARD

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

FIRE/CASUALTY INSURANCE. Requires notices of reinstatement of a casualty policy to go to all relevant parties. (1/1/22)

AN ACT

2	To enact R.S. 22:887(J), relative to cancellation and reinstatement by an insurer; to require
3	notice of reinstatement to be issued to interested persons; to provide for an effective
4	date; and to provide for related matters.
5	Be it enacted by the Legislature of Louisiana:
6	Section 1. R.S. 22:887(J) is hereby enacted to read as follows:
7	§887. Cancellation by insurer; changes to homeowner's insurance policies
8	* * *
9	J. Any insurer that issues notice of cancellation on an insurance policy
10	that provides casualty coverage and later continues or reinstates that insurance
11	policy shall issue notice of reinstatement to every policyholder, insurance
12	producer, or other known person shown by the policy to have an interest in any
13	loss which may occur under the policy and who received the notice of
14	cancellation.
15	Section 2. This Act shall become effective on January 1, 2022.

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

DIGEST

SB 42 Original

2021 Regular Session

Bernard

<u>Present law</u> requires any insurer to give notice when a policy is canceled. Requires that notice be given to the insured and to any known person shown by the policy to have an interest in any loss that may occur.

<u>Proposed law</u> retains <u>present law</u> and, if an insurer gives notice of cancellation of a casualty policy and later continues or reinstates the policy, requires the insurer to give notice of reinstatement to any known person shown by the policy to have an interest in any loss that may occur who received the notice of cancellation.

Effective January 1, 2022.

(Adds R.S. 22:887(J))