

SENATE BILL NO. 136

BY SENATOR TALBOT AND REPRESENTATIVE CHASSION

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

AN ACT

To enact R.S. 22:1464.1, relative to rate transparency reports; to require certain reports along with policies issued or renewed; to provide for report review and approval; to provide for report requirements; to authorize rule and regulation promulgation; to provide for an effective date; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 22:1464.1 is hereby enacted to read as follows:

**§1464.1. Rate transparency report; required**

**A. Every admitted insurer licensed to write homeowner's or private passenger automobile insurance shall file a rate transparency report based on its most recently approved rate filing by January first of each year. If the commissioner determines that a report filed pursuant to this Section does not comply with the requirements of this Section, the commissioner shall disapprove the filing. The report shall be substantially similar to the model report promulgated by the commissioner and shall include a graphical representation identifying a percentage breakdown of the rating factors anticipated by the insurer to affect the filing. The sum total of the percentage value attributed to the rate factors shall be one hundred.**

**B. Upon issuing a new policy and upon renewal, an insurer required to**

1 annually file a rate transparency report shall provide a copy of the insurer's  
2 most recently approved rate transparency report for that line of coverage to the  
3 insured.

4 C. A rate transparency report filed pursuant to this Section shall include  
5 all of the following:

6 (1) The percentage of the indicated average premium associated with the  
7 cost of reinsurance along with information to aid the consumer in  
8 understanding the risk factor and its impact on premium.

9 (2) The percentage of the indicated average premium associated with the  
10 projected cost of claims along with information to aid the consumer in  
11 understanding the risk factor and its impact on premium.

12 (3) The percentage of the indicated average premium associated with loss  
13 adjustment expenses along with information to aid the consumer in  
14 understanding the risk factor and its impact on premium.

15 (4) The percentage of the indicated average premium associated with fees  
16 and commissions along with information to aid the consumer in understanding  
17 the risk factor and its impact on premium.

18 (5) The percentage of the indicated average premium associated with the  
19 profit and contingency of the insurer along with information to aid the  
20 consumer in understanding the risk factor and its impact on premium.

21 (6) The percentage of the indicated average premium associated with any  
22 other relevant risk factors along with information to aid the consumer in  
23 understanding the risk factors and their impact on premium.

24 (7) Contact information for the department, including the phone  
25 number, email address, and hours of service for the office of consumer services  
26 within the department.

27 (8) Any other rate factor or information provided by the insurer.

28 D. The commissioner may promulgate and adopt rules and regulations  
29 in accordance with the Administrative Procedure Act for the implementation  
30 and enforcement of this Section.

1                    **E. Nothing in this Section shall be construed to create a private right of**  
2                    **action.**

3                    Section 2. The provisions of this Act shall become effective on January 1, 2027.

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PRESIDENT OF THE SENATE

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SPEAKER OF THE HOUSE OF REPRESENTATIVES

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GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_