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

DIGEST

Long (SB 135)

<u>Present law</u> 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.

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

Effective August 1, 2014.

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