**ACT No. 855** 

Regular Session, 2014 SENATE BILL NO. 135 BY SENATOR LONG

1	AN ACT
1	ANACI
2	To amend and reenact R.S. 22:1806.3(A)(3) and to enact R.S. 22:1806.3(A)(4) and (5),
3	relative to home service contracts; to provide with respect to requirements for doing
4	business; to require solvency; and to provide for related matters.
5	Be it enacted by the Legislature of Louisiana:
6	Section 1. R.S. 22:1806.3(A)(3) is hereby amended and reenacted and R.S.
7	22:1806.3(A)(4) and (5) are hereby enacted to read as follows:
8	§1806.3. Requirements for doing business
9	A. Home service contracts shall not be issued, sold, or offered for sale in this
10	state unless the provider has done each of the following:
11	* * *
12	(3) <b>Provided a financial statement annually to the commissioner showing</b>
13	that the provider is solvent.
14	(4) Provided to the commissioner by March 1, 2016, a report
15	documenting for calendar year 2015 the number of home service contracts
16	issued or sold with respect to residential property; the gross consideration
17	received thereon; the number and dollar amount of claims paid, categorically
18	by the cost of repair or by the cost of replacement; and the number of claims
19	denied for failure of the service contract holder to receive prior approval for
20	such repair or replacement.

Page 1 of 2 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

## 1 (5) Complied with the provisions of this Part. 2 \* \* \* \*

## PRESIDENT OF THE SENATE

## SPEAKER OF THE HOUSE OF REPRESENTATIVES

## GOVERNOR OF THE STATE OF LOUISIANA

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