

HB 2387 -- PROHIBITS CERTAIN ACTIONS BY INSURERS

SPONSOR: Colona

This bill prohibits insurers from utilizing certain events to increase premiums, refuse to write or renew an insurance policy or cancel a policy. The insurer shall not adversely modify or cancel a policy for the following reasons:

- (1) An inquiry into the type of coverage or whether a policy will cover a loss;
- (2) An inquiry regarding coverage when no claim is filed;
- (3) The filing of any claim where the insurer conducts no investigation, does not initiate other claim activity, and where the insurer detects no deceptive practices on the part of the insured;
- (4) The insurer makes no payment; and
- (5) The filing of a first-party property claim which occurred more than ten years earlier, unless the insurer provides evidence that the insured unreasonably failed to maintain the property which contributed to the loss.