

HB 182 -- INTEREST RATES ON PAYMENTS (Shull (16))

COMMITTEE OF ORIGIN: Standing Committee on Insurance Policy

Currently, if the Director of the Department of Insurance, Financial Institutions and Professional Registration determines that an insurance company has to pay interest upon any claim, refund, or payment and the interest rate is not already provided for by law, the rate shall be at the annual adjusted prime rate of interest as determined by Section 32.065, RSMo, but shall not to exceed 9%.

This bill clarifies that insurance companies who voluntarily pay interest on any claim, refund, penalty or payment for which the appropriate interest rate is not already provided for by law, shall also calculate the interest rate pursuant to Section 32.065, but not to exceed 9%.