

# Bill Summary

**COMMITTEE:** Banking and Insurance

**DATE:** 6/3/14

**PRIME SPONSOR:** Corman

**BILL NO:** SB 1357

**PREPARED BY:** Carlton Logue

**PRINTER'S NO:** 2004

## **A. Synopsis:**

Amends the The Insurance Company Law of 1921 to alter the definition of “renewal or to renew.”

## **B. Summary:**

SB1357 adds “affiliated insurer” to the definition of “renewal or to renew.” This addition will permit automobile insurers to transfer customers between corporate affiliates so each member within a group of affiliated insurers will not be treated as a separate insurer. This will allow a transfer of a policy to an affiliate without an insured receiving both a nonrenewal notice and a re-issue offer.

Effective date: 60 days