## House Research

## - Bill Summary -

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Subject: Regulation of affinity group insurance discounts and insurance fraud

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## Overview

This bill makes changes relating to discounts for members of affinity groups, insurance fraud, statutory lines of insurance, and exceptions to notification of non-renewal.

## Section

- 1 **Statutory lines.** Changes the definition of a statutory line of insurance for loss or damage to automobiles or other vehicles to include loss or damage to watercraft.
- 2 **Exceptions.** Excepts an insurer from the requirement that the insurer provide an insured with 60 days' notice that a policy will not be renewed if the insured has transferred to an affiliate company and the affiliate company has provided the required notices if the policy is to provide less beneficial coverage.
- 3 **Person convicted of insurance fraud.** Provides that a person pleading guilty to insurance fraud, or convicted or pleading guilty to a federal or state criminal fraud charge related to nofault automobile insurance, cannot enforce a contract for payment from an insured or insurer.
- 4 **Definitions.** Allows an insurer to offer a discount or other benefit on insurance for automobiles, other vehicles, and watercraft due to a person's membership in an affinity program.