

HB 1022 -- RETURN OF INSURANCE PREMIUMS

SPONSOR: Gosen

COMMITTEE ACTIONS: Voted "Do Pass" by the Standing Committee on Property, Casualty, and Life Insurance by a vote of 10 to 0. Voted "Do Pass" by the Select Committee on Insurance by a vote of 11 to 0.

The bill allows a casualty insurer to return or refund a portion of its expense savings to an insured if the insured makes no reportable claim under specified coverages within a prescribed period of time established by the insurer, regardless of whether the claim is due to the fault of the insured. The return of savings may be represented as a predetermined portion of the premium, and must not constitute a rebate or an unfair trade practice under Sections 375.930 to 375.948, RSMo.

PROPOSERS: Supporters say that the bill allows casualty insurers to return or refund a portion of its expense savings to an insured if the insured makes no reportable claim under specified coverages within a prescribed period of time established by the insurer.

Testifying for the bill were Representative Gosen; Missouri Insurance Coalition; and American Nation Property and Casualty Company.

OPPONENTS: There was no opposition voiced to the committee.