THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1697

Session of 1985

INTRODUCED BY BATTISTO, McCALL, DeWEESE, CLYMER, HASAY, FATTAH, COLAFELLA, STABACK, SIRIANNI, CARLSON, CHADWICK, B. SMITH, STEVENS, MAYERNIK AND NAHILL, OCTOBER 2, 1985

REFERRED TO COMMITTEE ON INSURANCE, OCTOBER 2, 1985

AN ACT

1 3 4 5 6 7 8 9 10 11 12	Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," clarifying policy on punitive damages.
L3	The General Assembly of the Commonwealth of Pennsylvania
L4	hereby enacts as follows:
L 5	Section 1. The act of May 17, 1921 (P.L.682, No.284), known
L6	as The Insurance Company Law of 1921, is amended by adding a
L7	section to read:
L8	Section 755. Punitive Damages; Downhill Skiing(a) The
L9	General Assembly finds that the sport of downhill skiing is
20	practiced by a large number of citizens of this Commonwealth and
21	also attracts to this Commonwealth large numbers of nonresidents

significantly contributing to the economy of this Commonwealth.

- 1 It is recognized that, as in some other sports, there are
- 2 <u>inherent risks in the sport of downhill skiing. The law of this</u>
- 3 Commonwealth being unclear with regard to the insurability
- 4 against punitive damages, the operators of downhill skiing areas
- 5 face uncertainty in securing insurance to indemnify against
- 6 <u>downhill</u> <u>skiing</u> <u>accidents</u>.
- 7 (b) It is not against the public policy of this Commonwealth
- 8 for an insurance company to insure the operator of a downhill
- 9 skiing area against punitive damages arising from tortious
- 10 conduct, other than those damages arising from an intentional
- 11 tort attributable to malicious intent, committed by such
- 12 operator.
- 13 (c) Nothing herein contained shall be construed to change or
- 14 amend the public policy of the Commonwealth with respect to the
- 15 <u>insurability against punitive damages in cases arising other</u>
- 16 than from downhill skiing.
- 17 Section 2. This act shall apply to all contracts of
- 18 insurance entered into, reissued or reaffirmed after the
- 19 effective date of this act.
- 20 Section 3. This act shall take effect immediately.