

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL
No. 2834 Session of
1986

INTRODUCED BY DeVERTER, GODSHALL, VROON, FLICK, BOWSER, JOHNSON,
FARGO, MERRY, HERMAN, SCHULER AND DAVIES, OCTOBER 6, 1986

REFERRED TO COMMITTEE ON INSURANCE, OCTOBER 6, 1986

AN ACT

1 Amending the act of May 17, 1921 (P.L.789, No.285), entitled, as
2 amended, "An act relating to insurance; establishing an
3 insurance department; and amending, revising, and
4 consolidating the law relating to the licensing,
5 qualification, regulation, examination, suspension, and
6 dissolution of insurance companies, Lloyds associations,
7 reciprocal and inter-insurance exchanges, and certain
8 societies and orders, the examination and regulation of fire
9 insurance rating bureaus, and the licensing and regulation of
10 insurance agents and brokers; the service of legal process
11 upon foreign insurance companies, associations or exchanges;
12 providing penalties, and repealing existing laws," further
13 defining "exchange."

14 The General Assembly of the Commonwealth of Pennsylvania
15 hereby enacts as follows:

16 Section 1. Section 101 of the act of May 17, 1921 (P.L.789,
17 No.285), known as The Insurance Department Act of one thousand
18 nine hundred and twenty-one, amended May 17, 1933 (P.L.798,
19 No.119), is amended to read:

20 Section 101. Certain Words Defined.--The word "company," as
21 used in this act, shall be construed to include only
22 incorporated insurance companies, and corporations possessing
23 the power to insure owners of real property, mortgagees, and

1 others interested in real property from loss by reason of
2 defective titles, liens, and encumbrances, whether incorporated
3 under the laws of this Commonwealth, or of any other State,
4 territory or district, or under the laws of any foreign country.

5 Except where otherwise indicated, the word "association," as
6 used in this act, shall be construed to include only
7 individuals, partnerships, or associations of individuals,
8 authorized to engage in the business of insurance in the
9 Commonwealth as insurers on the Lloyds plan.

10 The word "exchange," as used in this act, shall be construed
11 to include only individuals, partnerships, and corporations,
12 authorized by the laws of the Commonwealth to exchange with each
13 other inter-insurance or reciprocal insurance contracts. The
14 word shall include any aggregation of counties, municipalities,
15 cities, boroughs, townships, villages, school districts or other
16 public entities, whether incorporated or unincorporated."

17 Section 2. This act shall take effect in 60 days.