

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 3038 Session of
1992

INTRODUCED BY SAURMAN, NOYE, FARGO, GODSHALL, TRELLO AND
E. Z. TAYLOR, NOVEMBER 17, 1992

REFERRED TO COMMITTEE ON INSURANCE, NOVEMBER 17, 1992

AN ACT

1 Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An
2 act relating to insurance; amending, revising, and
3 consolidating the law providing for the incorporation of
4 insurance companies, and the regulation, supervision, and
5 protection of home and foreign insurance companies, Lloyds
6 associations, reciprocal and inter-insurance exchanges, and
7 fire insurance rating bureaus, and the regulation and
8 supervision of insurance carried by such companies,
9 associations, and exchanges, including insurance carried by
10 the State Workmen's Insurance Fund; providing penalties; and
11 repealing existing laws," further providing for payment of
12 certain fire loss claims.

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

15 Section 1. Section 508(a) of the act of May 17, 1921
16 (P.L.682, No.284), known as The Insurance Company Law of 1921,
17 added July 9, 1992 (P.L.678, No.98), is amended to read:

18 Section 508. Municipal Certificate Required Prior to Payment
19 of Fire Loss Claims.--(a) No insurance company, association or
20 exchange doing business in this Commonwealth shall pay a claim
21 of a named insured for fire damage to a non-owner occupied
22 structure located within a municipality where the amount

1 recoverable for the fire loss to the structure under all
2 policies exceeds [five thousand dollars (\$5,000)] twenty-five
3 thousand dollars (\$25,000) unless the insurance company,
4 association or exchange is furnished with a certificate pursuant
5 to subsection (b) of this section and unless there is compliance
6 with the procedures set forth in subsections (c) and (d) of this
7 section and unless a municipality adopts an ordinance
8 implementing this section.

9 * * *

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