THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 950

Session of 1977

INTRODUCED BY KOWALYSHYN, SCHMITT, ENGLEHART, GILLETTE, PIEVSKY,
STAPLETON, WISE, GIAMMARCO, FREIND, DeMEDIO, ITKIN, GARZIA,
PRATT, MEBUS, HOPKINS, GAMBLE, WAGNER, REED,
W. D. HUTCHINSON, STAIRS, MACKOWSKI, COHEN, ZORD AND NOYE,
APRIL 25, 1977

REFERRED TO COMMITTEE ON INSURANCE, APRIL 25, 1977

AN ACT

- 1 To create an Insurance Law Revision Commission; providing for
- 2 review and revision of the Pennsylvania insurance laws; and
- 3 making an appropriation.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Legislative finding; revision of the insurance laws.
- 7 The General Assembly finds that the insurance laws now in
- 8 force in the Commonwealth are, in many respects, in need of
- 9 review and consolidation into a well-organized body of law. A
- 10 comprehensive study of the present laws with a view toward
- 11 revision is necessary for adequate protection of the public
- 12 welfare with special attention to the protection of the interest
- 13 of the insurance consumer. Such study would provide for updating
- 14 the insurance laws, placing them in a logical order for easier
- 15 use by all affected, and codifying them as part of the
- 16 Pennsylvania Consolidated Statues.
- 17 Section 2. Insurance Law Revision Commission.

- 1 The Insurance Law Revision Commission is hereby created to
- 2 study the present insurance laws and make recommendations to the
- 3 General Assembly for their revision and codification. The
- 4 commission shall consist of:
- 5 (1) Three Senators and three Representatives, at least
- one of whom shall be from each political party in each house,
- 7 appointed by the President pro tempore of the Senate and the
- 8 Speaker of the House of Representatives respectively.
- 9 (2) The Attorney General or his designee.
- 10 (3) The Insurance Commissioner or his designee.
- 11 (4) Four public members appointed by the Governor, to
- include one insurance industry representative.
- 13 (5) The Chairman of the Joint State Government
- 14 Commission or his designee.
- 15 (6) The President of the Pennsylvania Bar Association or
- 16 his designee.
- 17 Section 3. Compensation.
- 18 The members of the commission shall serve without pay except
- 19 for necessary and reasonable expenses incurred in attending to
- 20 their duties.
- 21 Section 4. Advisory committee.
- 22 An advisory committee representing the insurance industry
- 23 doing business in the State and insurance consumers shall be
- 24 appointed by the Insurance Commissioner to advise and assist the
- 25 commission and to provide such expert assistance to the
- 26 commission staff as may be needed.
- 27 Section 5. Terms.
- 28 Commission members appointed under section 2 (1), (2), (3)
- 29 and (6) shall retain membership while they hold their qualifying
- 30 status, and until their successors are appointed and qualified.

- 1 Members appointed under section 2(4) shall serve at the pleasure
- 2 of the Governor. The Governor shall make his appointments within
- 3 60 days of any vacancy. The member designated under section 2(5)
- 4 shall retain his membership until he or she ceases to be the
- 5 Chairman of the Joint State Government Commission. Vacancies
- 6 shall be filled as are original appointments.
- 7 Section 6. Reports.
- 8 The commission shall report its expenditures, findings,
- 9 conclusions and recommendations to the General Assembly every
- 10 six months and at the completion of the study. The report will
- 11 include recommendations for legislative revision and
- 12 recodification of the insurance laws and for appropriations for
- 13 the insurance department as necessary to adequately implement
- 14 the recommended legislative revision.
- 15 Section 7. Staff.
- 16 The commission shall be authorized to establish and maintain
- 17 a staff as necessary to discharge the duties of the commission
- 18 and may fix their compensation. The staff shall include a full-
- 19 time director who by virtue of his training and experience
- 20 possesses technical competence in insurance and legislative
- 21 reform and other personnel as found necessary by the staff
- 22 director, with the consent of the commission.
- 23 Section 8. Appropriation.
- 24 The sum of \$10,000 per month for each month of fiscal year
- 25 1977-1978 remaining after the commission is fully constituted,
- 26 or as much thereof as may be necessary, is hereby specifically
- 27 appropriated to the commission to carry out the purpose of this
- 28 act.
- 29 Section 9. Effective date.
- 30 This act shall take effect immediately.