THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 403

Session of 1991

INTRODUCED BY TRELLO, PESCI, FARGO, F. TAYLOR, KENNEY, MELIO, NOYE, SALOOM, STABACK, VEON, DeLUCA, GIGLIOTTI, WILLIAMS, ITKIN, ANGSTADT, LAUGHLIN, MERRY, CARN, JAMES, HARPER, KOSINSKI, CIVERA, JOHNSON, FREEMAN, RAYMOND, MIHALICH, HERMAN, BLAUM, J. TAYLOR, GEIST, KING, BATTISTO, SERAFINI, TANGRETTI, CORRIGAN, CORNELL, PRESTON, TIGUE, NAHILL, TRICH, LUCYK, HALUSKA, STURLA, DALEY, THOMAS, OLASZ AND TELEK, FEBRUARY 12, 1991

REFERRED TO COMMITTEE ON INSURANCE, FEBRUARY 12, 1991

AN ACT

- 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 insurance companies, and the regulation, supervision, and 5 protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and 7 fire insurance rating bureaus, and the regulation and 8 supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by 9 10 the State Workmen's Insurance Fund; providing penalties; and 11 repealing existing laws, prohibiting the raising of 12 automobile insurance rates because of an accident where the 13 insured is not at fault.
- 14 The General Assembly of the Commonwealth of Pennsylvania
- 15 hereby enacts as follows:
- 16 Section 1. The act of May 17, 1921 (P.L.682, No.284), known
- 17 as The Insurance Company Law of 1921, is amended by adding a
- 18 section to read:
- 19 <u>Section 357</u>. Automobile Insurance Premiums Raised Because of
- 20 Accident. -- An insurer may not raise premiums in a policy of

- 1 <u>automobile insurance on account of the insured being involved in</u>
- 2 <u>an accident unless there is a judgment against the insured in an</u>
- 3 <u>action arising out of the accident which (judgment) is satisfied</u>
- 4 by the insurer or unless the insurer pays the settlement of a
- 5 <u>claim arising out of the accident.</u>
- 6 Section 2. This act shall take effect in 60 days.