## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1960 Session of 1991

INTRODUCED BY OLASZ, SALOOM, STABACK, GEIST, KOSINSKI, BLAUM, PETRARCA, VEON, GEORGE, PESCI, MELIO, LAUGHLIN, TRELLO, WILLIAMS, MICOZZIE, HALUSKA, JOHNSON, SAURMAN, PERZEL, ROBINSON, JAROLIN, D. W. SNYDER, HARPER, COLAFELLA, BUNT, E. Z. TAYLOR, M. N. WRIGHT, CAWLEY, BILLOW, SERAFINI, JAMES AND RICHARDSON, AUGUST 3, 1991

REFERRED TO COMMITTEE ON INSURANCE, AUGUST 3, 1991

## AN ACT

- 1 Amending the act of June 5, 1968 (P.L.140, No.78), entitled "An act regulating the writing, cancellation of or refusal to renew policies of automobile insurance; and imposing powers and duties on the Insurance Commissioner therefor," mandating a grace period for payment of premiums.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. The act of June 5, 1968 (P.L.140, No.78),
- 9 entitled "An act regulating the writing, cancellation of or
- 10 refusal to renew policies of automobile insurance; and imposing
- 11 powers and duties on the Insurance Commissioner therefor," is
- 12 amended by adding a section to read:
- 13 Section 4.2. Every policy of automobile insurance in effect
- 14 on the effective date of this section, and every policy of
- 15 automobile insurance written or renewed after the effective date
- 16 of this section shall be construed to have a thirty-day grace
- 17 period within which the owner of the policy may pay his or her

- premium. This thirty-day grace period shall commence on the due 1
- 2 <u>date of the premium</u>. No policy of automobile insurance may be
- 3 cancelled during the grace period and no insurer shall refuse to
- 4 <u>issue or renew such a policy on the grounds that premium payment</u>
- was made during the grace period. 5
- Section 2. This act shall take effect immediately. 6