
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1349 Session of
2007

INTRODUCED BY SHAPIRO, BAKER, BARRAR, BELFANTI, BENNINGHOFF,
BOYD, BUXTON, CALTAGIRONE, CARROLL, CLYMER, CURRY, CUTLER,
DePASQUALE, EVERETT, FABRIZIO, FAIRCHILD, GEORGE, GIBBONS,
GINGRICH, GRELL, GRUCELA, HARKINS, HARPER, HARRIS, HENNESSEY,
HESS, HORNAMAN, JAMES, JOSEPHS, M. KELLER, KENNEY, KORTZ,
KOTIK, KULA, LEACH, LONGIETTI, MANDERINO, MANN, McILHATTAN,
MILNE, MUNDY, MURT, NAILOR, O'NEILL, PAYNE, PETRARCA,
PETRONE, QUIGLEY, REED, REICHLEY, ROHRER, RUBLEY, SANTONI,
SAYLOR, SCAVELLO, SIPTROTH, McILVAINE SMITH, SOLOBAY,
STABACK, STEIL, SURRA, TANGRETTI, WALKO, WANSACZ, WATSON,
J. WHITE AND WOJNAROSKI, MAY 24, 2007

REFERRED TO COMMITTEE ON INSURANCE, MAY 24, 2007

AN ACT

1 Amending the act of July 3, 1986 (P.L.396, No.86), entitled "An
2 act requiring notice of rate increases, policy cancellations
3 and nonrenewals by property and casualty insurers," further
4 providing for notice of increase in premium and for notice
5 requirements for midterm cancellations.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 Section 1. Section 1 of the act of July 3, 1986 (P.L.396,
9 No.86), entitled "An act requiring notice of rate increases,
10 policy cancellations and nonrenewals by property and casualty
11 insurers," amended June 13, 1995 (P.L.60, No.10), is amended to
12 read:

13 Section 1. Notice of increase in premium.

14 (1) Notwithstanding any other provision of law, a policy
15 of insurance covering commercial property or casualty risks

1 in this Commonwealth shall provide for not less than 30 days'
2 advance notice to the named insured of an increase in renewal
3 premium.

4 (2) A policy of insurance covering medical professional
5 liability in this Commonwealth shall provide for not less
6 than 60 days' advance notice to the named insured of an
7 increase in renewal premium. The advanced notice shall also
8 include the amount of the proposed renewal premium increase.

9 (3) This section shall not apply to policies written on
10 a retrospective rating plan.

11 Section 2. Section 3(a) of the act is amended by adding a
12 paragraph to read:

13 Section 3. Notice requirements for midterm cancellations and
14 nonrenewals.

15 (a) Requirements.--Notices of midterm cancellation and
16 nonrenewal shall meet the following requirements:

17 * * *

18 (3.1) A policy for insurance covering medical
19 professional liability in this Commonwealth shall provide for
20 not less than 90 days' advance notice to the named insured of
21 a nonrenewal, cancellation or termination.

22 * * *

23 Section 3. This act shall take effect in 60 days.