
THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 649 Session of
2015

INTRODUCED BY RAFFERTY, TARTAGLIONE, GREENLEAF, BREWSTER, COSTA,
YUDICHAK AND MENSCH, MARCH 20, 2015

REFERRED TO BANKING AND INSURANCE, MARCH 20, 2015

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, 10), is amended to
12 read:

13 Section 1. Notice of increase in premium.

14 (a) General rule.--Notwithstanding any other provision of
15 law, a policy of insurance covering commercial property or
16 casualty risks in this Commonwealth shall provide for not less
17 than 30 days' advance notice to the named insured of an increase
18 in renewal premium.

19 (b) Medical professional liability insurance policies.--A

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

6 (c) Applicability.--This section shall not apply to policies
7 written on a retrospective rating plan.

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

10 Section 3. Notice requirements for midterm cancellations and
11 nonrenewals.

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

14 * * *

15 (3.1) A policy for insurance covering medical
16 professional liability in this Commonwealth shall provide for
17 not less than 90 days' advance notice to the named insured of
18 a nonrenewal, cancellation or termination.

19 * * *

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