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THE GENERAL ASSEMBLY OF PENNSYLVANIA

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SENATE BILL

No. 607 Session of  
2017

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INTRODUCED BY RAFFERTY, GREENLEAF, BREWSTER, MENSCH, YUDICHAK,  
TARTAGLIONE, VULAKOVICH AND SCHWANK, APRIL 13, 2017

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REFERRED TO BANKING AND INSURANCE, APRIL 13, 2017

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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 and nonrenewals.

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," is amended to read:

12 Section 1. Notice of increase in premium.

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

18 (b) Medical professional liability insurance policies.--A  
19 policy of insurance covering medical professional liability in

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

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

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

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

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

13 \* \* \*

14 (3.1) A policy of insurance covering medical  
15 professional liability in this Commonwealth shall provide for  
16 not less than 90 days' advance notice to the named insured of  
17 a nonrenewal, cancellation or termination.

18 \* \* \*

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