

# SENATE BILL No. 84

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 27-1-22-27.

**Synopsis:** Insurance rates for returning drivers. Prohibits a motor vehicle insurer from establishing a higher rate or a higher premium rate for an individual policyholder or applicant based on the fact that the individual has not been covered by motor vehicle insurance within the last three years.

**Effective:** July 1, 1999.

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## Wheeler

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January 6, 1999, read first time and referred to Committee on Insurance and Financial Institutions.

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First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1998 General Assembly.

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## SENATE BILL No. 84



A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

*Be it enacted by the General Assembly of the State of Indiana:*

1 SECTION 1. IC 27-1-22-27 IS ADDED TO THE INDIANA CODE  
2 AS A **NEW SECTION** TO READ AS FOLLOWS [EFFECTIVE JULY  
3 1, 1999]: **Sec. 27. (a) This section applies only to a policyholder or  
4 an applicant who is an individual.**

5 (b) As used in this section, "motor vehicle insurance" means any  
6 type of insurance described in IC 27-1-5-1, Class 2(f).

7 (c) A motor vehicle insurance rating plan filed under section 4  
8 of this chapter may not establish a higher rate for a policyholder  
9 or an applicant based on the fact that the policyholder or applicant  
10 has not been covered by motor vehicle insurance within the last  
11 three (3) years.

12 (d) The premium rate for an individual policy of motor vehicle  
13 insurance may not be higher than the applicable rate in the rating  
14 plan in effect under this chapter based on the fact that the  
15 policyholder or applicant has not been covered by motor vehicle  
16 insurance within the last three (3) years.

17 (e) A violation of this section is an unfair and deceptive act or



1 **practice in the business of insurance under IC 27-4-1-4.**

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