

## **Affiliate Transfer of Property and Casualty Insurance Policies; SB 438**

**SB 438** enacts new law to permit the transfer of insurance policies within a group of affiliated property and casualty insurance companies. Property and casualty policies could be renewed by either:

- Issuing and delivering the policy by the current insurer or by an insurer within the same group of affiliated insurers, replacing the existing policy at the end of the policy period or term with no gap in coverage; or
- Issuing and delivering a certificate of notice extending the term of the policy beyond its policy period or term.

The bill defines “group affiliated insurers” to mean two or more insurance companies that are under substantially the same management or financial control.

The bill requires, 30 days before the end of the existing insurance policy term, notice to the insured’s last known address and made available to the agent of record that the insurance policy is being renewed by a group affiliated insurer. Notice could be satisfied by the delivery of the new policy to the insured.