

Second Regular Session
Seventieth General Assembly
STATE OF COLORADO

REREVISED

*This Version Includes All Amendments
Adopted in the Second House*

LLS NO. 16-0448.01 Bart Miller x2173

HOUSE BILL 16-1025

HOUSE SPONSORSHIP

Arndt, Nordberg

SENATE SPONSORSHIP

Tate, Newell

House Committees
Business Affairs and Labor

Senate Committees
Business, Labor, & Technology

A BILL FOR AN ACT

101 **CONCERNING STATUTORY RECOGNITION THAT AN INSURANCE POLICY**
102 **MAY BE SUBJECT TO RENEWAL BY AN ADMITTED INSURER**
103 **WITHIN THE SAME INSURANCE GROUP AS THE INSURER THAT**
104 **ISSUED THE INSURANCE POLICY.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://www.leg.state.co.us/bills summaries>.)

In the property and casualty insurance laws, the bill adds the term "admitted company within the same insurance group" to the definitions of "renewal" or "to renew" in order to acknowledge that an insurance

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

SENATE
3rd Reading Unamended
March 1, 2016

SENATE
2nd Reading Unamended
February 29, 2016

HOUSE
3rd Reading Unamended
February 2, 2016

HOUSE
2nd Reading Unamended
February 1, 2016

policy may be subject to renewal by an insurer or an admitted company within the same insurance group as the insurer when a policy is renewed.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 10-4-601, **amend**
3 (11) as follows:

4 **10-4-601. Definitions.** As used in this part 6, unless the context
5 otherwise requires:

6 (11) "Renewal" or "to renew" means the issuance and delivery by
7 an insurer of a policy replacing at the end of the policy period a policy
8 previously issued and delivered by the same insurer OR BY AN ADMITTED
9 COMPANY WITHIN THE SAME INSURANCE GROUP, or the issuance and
10 delivery of a certificate or notice extending the term of the policy beyond
11 its policy period or term; but any policy with a policy period or term of
12 less than six months shall, for the purpose of this part 6, be considered as
13 if written for a policy period or term of six months; and any policy written
14 for a term longer than one year, or any policy with no fixed expiration
15 date, shall, for the purpose of this part 6, be considered as if written for
16 successive policy periods or terms of one year, and such policy may be
17 terminated at the expiration of any annual period upon giving twenty
18 days' notice of cancellation prior to such anniversary date, and such
19 cancellation shall not be subject to any other provisions of this part 6.

20 **SECTION 2. Act subject to petition - effective date -**
21 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following
22 the expiration of the ninety-day period after final adjournment of the
23 general assembly (August 10, 2016, if adjournment sine die is on May 11,
24 2016); except that, if a referendum petition is filed pursuant to section 1
25 (3) of article V of the state constitution against this act or an item, section,

1 or part of this act within such period, then the act, item, section, or part
2 will not take effect unless approved by the people at the general election
3 to be held in November 2016 and, in such case, will take effect on the
4 date of the official declaration of the vote thereon by the governor.

5 (2) This act applies to the renewal of property and casualty
6 insurance policies on or after the applicable effective date of this act.