

BILL SUMMARY
1st Session of the 54th Legislature

Bill No.:	HB 2208
Version:	As Introduced
Request Number:	6588
Author:	Stiles
Date:	2/6/2013
Impact:	Potential of \$500 per violation to Attorney General

Research Analysis

Introduced HB 2208 allows an insured homeowner to extend their homeowners insurance benefits to a residential contractor providing services covered under the policy and provides that a claim for damages over \$20,000 paid to the lender be released to the insured, provided that the lender has received sufficient evidence that the repairs have been completed and the insured is current on their mortgage payments, within three days of receiving the insurance proceeds. The measure also prohibits a residential contractor from advertising or promising to pay or rebate any portion of the insurance deductible to entice the sale of goods services and directs an insured homeowner to report the contractor to the Anti-Fraud Unit of the Insurance Department if the homeowner suspects the contractor of committing fraud.

Prepared By: Quyen Do

Fiscal Analysis

HB 2208, as introduced, provides for a civil penalty of \$500, paid to the Attorney General's office, if a lienholder fails to endorse or approve payment for an insurance claim relating to personal property or fails to provide notification of the reason for denying the payment.

Prepared By: Marilyn Anderson

Other Considerations

None