

2025 Regular Session

SENATE BILL NO. 68

BY SENATOR CONNICK

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

INSURANCE DEPARTMENT. Establishes the Homeowners' Insurance Transparency Act.
(1/1/26)

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AN ACT

To enact Subpart D-2 of Part IV of Chapter 4 of Title 22 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 22:1347.1 through 1347.6, relative to the Homeowners' Insurance Transparency Act; to provide for definitions; to provide for disclosures of homeowners' insurance companies and affiliated entities; to provide for filing deadlines; to provide for transparency of financial transactions; to provide for penalties for noncompliance; to provide for oversight; to provide for an effective date; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. Subpart D-2 of Part IV of Chapter 4 of Title 22 of the Louisiana Revised Statutes of 1950, comprised of R.S. 22:1347.1 through 1347.6, is hereby enacted to read as follows:

§1347.1. Short title

This Act shall be known and may be cited as the "Homeowners' Insurance Transparency Act".

§1347.2. Definitions

As used in this Subpart, the following definitions apply:

1 (1) "Affiliated entity" means a company or firm that is directly or
2 indirectly controlled by, or under common control with, a homeowners'
3 insurance company. Affiliated entity includes but is not limited to claims
4 adjustment firms, reinsurance companies, and service providers.

5 (2) "Commissioner" means the commissioner of insurance.

6 (3) "Department" means the Department of Insurance.

7 (4) "Homeowners' insurance company" means any insurer authorized
8 to issue homeowners' insurance policies in this state.

9 §1347.3. Disclosures required of homeowners' insurance companies

10 A. Every homeowners' insurance company shall submit an annual report
11 to the department, on a form prescribed by the commissioner, disclosing the
12 following information for each affiliated entity:

13 (1) The total annual profit or loss, including profits or losses from claims
14 adjusting firms, reinsurance companies, and any other related businesses that
15 benefit financially from the homeowners' insurance company's operations.

16 (2) A breakdown of all fees and commissions paid by the homeowners'
17 insurance company to the affiliated entity.

18 (3) A list of the services provided by the affiliated entity, along with the
19 total value of services rendered to the homeowners' insurance company in the
20 reporting period.

21 (4) Any additional financial interests, transactions, or agreements
22 between the homeowners' insurance company and the affiliated entity that
23 could potentially affect rates or premiums paid by Louisiana homeowners.

24 B. The disclosures shall include any significant changes in the operation
25 or structure of each affiliated entity that may impact the profitability of the
26 homeowners' insurance company.

27 C. The disclosures required by this Section shall be due no later than
28 ninety days after the end of the homeowners' insurance company's fiscal year.

29 §1347.4. Transparency of financial transactions

Proposed law requires the commissioner to draft the disclosure form.

Proposed law allows the commissioner to promulgate rules and regulations pursuant to the Administrative Procedures Act.

Proposed law defines "affiliated entity", "commissioner", "department", and "homeowners' insurance company".

Effective January 1, 2026.

(Adds R.S. 22:1347.1-1347.6)