

2020 Regular Session

SENATE BILL NO. 101

BY SENATOR FIELDS

INSURANCE RATES. Provides a person's credit score should not be used to determine their insurance rate. (8/1/20)

1 AN ACT

2 To amend and reenact R.S. 22:1454(A), relative to rating standards and methods; to prohibit
3 rate classifications based upon the insured's credit score; and to provide for related
4 matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 22:1454(A) is hereby amended and reenacted to read as follows:

7 §1454. Rating standards and methods

8 A. Rates shall not be inadequate or unfairly discriminatory in a competitive
9 market. Rates shall not be excessive, inadequate, or unfairly discriminatory in a
10 noncompetitive market. Risks may be classified using any criteria except that no risk
11 shall be classified on the basis of race, color, creed, ~~or~~ national origin, **or the**
12 **insured's credit score.**

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by LG Sullivan.

SB 101 Original	DIGEST 2020 Regular Session	Fields
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Present law requires that insurance rates not be inadequate or unfairly discriminatory in a competitive market and that rates not be excessive, inadequate, or unfairly discriminatory in a noncompetitive market. Authorizes classification of risks using any criteria but prohibits risk classifications on the basis of race, color, creed, or national origin.

Proposed law retains these provisions but further prohibits risk classifications made on the basis of a person's credit score.

Effective August 1, 2020.

(Amends R.S. 22:1454(A))