

RÉSUMÉ DIGEST

ACT 735 (HB 558)

2022 Regular Session

Willard

Existing law provides for certain standards in claims settlement practices and provides penalties for violation of those standards.

New law retains existing law.

New law requires an insurer to provide a statement indicating the dollar amount of insurance proceeds paid under each type of coverage, if the insurer issues a check, draft, or other negotiable instrument that is jointly payable to an insured and a mortgagee or mortgage servicer as payment of insurance settlement proceeds for multiple types of coverage.

New law provides that in lieu of a statement, an insurer may issue separate checks, drafts, or other negotiable instruments for payment of each type of coverage.

Effective August 1, 2022.

(Adds R.S. 22:1892(A)(6))