

ACT No. 430

Regular Session, 2014

HOUSE BILL NO. 1089

BY REPRESENTATIVE BILLIOT

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AN ACT

To amend and reenact R.S. 32:793(D), relative to rental dealers; to provide relative to contingent automobile liability policies for rental dealers; to provide for legislative findings and intent; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 32:793(D) is hereby amended and reenacted to read as follows:

§793. Rent with option-to-purchase program

* * *

D. Every rental dealer shall maintain a contingent automobile liability policy of insurance with minimum limits of one hundred thousand dollars per occurrence, three hundred thousand dollars aggregate, and fifty thousand dollars in property damage. It shall not be sufficient for any rental dealer to share in a policy of insurance, which could, under any circumstance, create a limit of less than that set forth herein. Such policy ~~shall be placed, if available, through an insurance company licensed by and admitted in the state of Louisiana~~ may be surplus lines insurance as defined in R.S. 22:46.

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Section 2. The Legislature of Louisiana finds and declares that competition enhances the market for virtually any product or service. Accordingly, it is appropriate for the legislature to review and update the policies of this state with regard to contingent automobile liability insurance and rental dealers. By passing this Act, it is the intent of the

1 legislature to increase competition in order to enhance the market from which rental dealers
2 can select providers of contingent automobile liability insurance.

SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____