

Existing law, relative to fire insurance policies and valued policy clauses, provides that if an insurer places a valuation on covered property and uses that valuation to determine the premium charge, then the insurer shall compensate any covered loss at that valuation. Further provides that such provisions shall apply only to policies issued or renewed after Jan. 1, 1992, and shall not apply to a loss covered by a blanket-form policy of insurance nor to a loss covered by a builders risk policy of insurance.

New law provides that, as used in existing law relative to valued policy clauses, the term "fire insurance policy" shall mean any property insurance policy, with the exception of builders risk policies of insurance, that provides coverage for the peril of fire, regardless of any other coverage provided by the policy.

Effective Aug. 1, 2014.

(Amends R.S. 22:1318(D))