

LEGISLATIVE ACTION

Senate House

Comm: RCS 04/05/2011

The Committee on Rules (Smith) recommended the following:

Senate Amendment (with title amendment)

Between lines 2129 and 2130 insert:

3

4

5

6

7

8

9

10

11

12 13

19. Must offer sinkhole coverage. However, effective February 1, 2012, coverage is not included for losses to appurtenant structures, driveways, sidewalks, decks, or patios that are directly or indirectly caused by sinkhole activity. The corporation shall exclude such coverage using a notice of coverage change, which may be included with the policy renewal, and not by issuance of a notice of nonrenewal of the excluded coverage upon renewal of the current policy.

20. As a condition for making payment for damage caused by



the peril of sinkhole, regardless of whether such payment is made pursuant to the contract, mediation, neutral evaluation, appraisal, arbitration, settlement, or litigation, the payment must be dedicated entirely to the costs of repairing the structure or remediation of the land. Unless this condition is met, the corporation is prohibited from making payment.

20 21

22

23

25

26

27

28 29

14

15 16

17

18 19

======== T I T L E A M E N D M E N T ==========

And the title is amended as follows:

Delete line 119

24 and insert:

> ordinance; limiting coverage for damage from sinkholes after a certain date and providing that the corporation must require repair of the property as a condition of any payment; prohibiting board members from voting on