

Bill No. CS for CS for SB 1864, 1st Eng.

Barcode 292380

	CHAMBER ACTION	
<u>Senate</u>		<u>House</u>

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Senator Fasano moved the following amendment:

Senate Amendment (with title amendment)

On page 22, between lines 11 and 12,

insert:

Section 6. Section 627.7021, Florida Statutes, is created to read:

627.7021 Adjustment of valued policy limit.--

(1) Within 30 days after the issuance of an insurance policy covering residential property, if the policyholder disagrees with the insured value on the limits of coverage provided in "Coverage A" in the policy, the policyholder may notify the insurer in writing of the disagreement. Within 30 days after delivering the written notice, the policyholder shall provide the insurer with an appraisal of the insured property from a licensed or certified real estate appraiser as defined in chapter 475. If the appraised value amount differs from the insured value amount by more than 5 percent, the insurer must, within 30 days after receipt of the appraisal:

(a) Issue a modification to the policy using the

Bill No. CS for CS for SB 1864, 1st Eng.

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1 appraised value as the revised insured value in the policy;

2 (b) Adjust the premium appropriately; and

3 (c) Do one of the following:

4 1. Provide the policyholder with a credit on the

5 adjusted premium if the premium is increased due to an

6 increase in the insured value amount together with

7 reimbursement of any remaining portion of the cost of the

8 appraisal, not to exceed \$400, including the credit in total;

9 or

10 2. Reimburse the total cost of the appraisal together

11 with any amount due to the policyholder because of a reduction

12 in the premium if the premium is reduced due to a reduction in

13 the stated value.

14 (2) This section applies only to policies issued or

15 renewed on or after March 1, 2007.

16

17 (Redesignate subsequent sections.)

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

21 And the title is amended as follows:

22 On page 3, line 24, after the semicolon,

23

24 insert:

25 creating s. 627.7021, F.S.; authorizing a

26 property owner to challenge the insured value

27 of the property as stated in the policy's

28 limits of coverage within 30 days after

29 issuance of the policy; requiring that a

30 policyholder obtain an appraisal of the

31 property when making such a challenge;

Bill No. CS for CS for SB 1864, 1st Eng.

Barcode 292380

1 requiring that the insurer adjust the premium
2 and provide a credit or reimbursement if the
3 appraised value differs from the insured value
4 by more than a specified percent;
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