



671744

LEGISLATIVE ACTION

Senate	.	House
Comm: RS	.	
03/07/2013	.	
	.	
	.	
	.	

The Committee on Banking and Insurance (Margolis) recommended the following:

Senate Amendment (with title amendment)

Delete lines 699 - 722
and insert:

3. Except for wind-only coverage ~~Effective January 1, 2009,~~
a personal lines residential structure that has a dwelling
replacement cost of \$600,000 ~~\$2 million~~ or more, or a single
condominium unit that has a combined dwelling and contents
replacement cost of \$600,000 ~~\$2 million~~ or more, is not eligible
for coverage by the corporation. To be eligible for wind-only
coverage the dwelling replacement cost for a personal lines
residential structure, or the combined dwelling and contents



671744

13 replacement cost for a single condominium unit, may be:
14 a. Beginning July 1, 2013, no more than \$1 million.
15 b. Beginning January 1, 2014, no more than \$800,000.
16 c. Beginning January 1, 2015, no more than \$600,000. Such
17 ~~dwellings insured by the corporation on December 31, 2008, may~~
18 ~~continue to be covered by the corporation until the end of the~~
19 ~~policy term. However, such dwellings may reapply and obtain~~
20 ~~coverage if the property owner provides the corporation with a~~
21 ~~sworn affidavit from one or more insurance agents, on a form~~
22 ~~provided by the corporation, stating that the agents have made~~
23 ~~their best efforts to obtain coverage and that the property has~~
24 ~~been rejected for coverage by at least one authorized insurer~~
25 ~~and at least three surplus lines insurers. If such conditions~~
26 ~~are met, the dwelling may be insured by the corporation for up~~
27 ~~to 3 years, after which time the dwelling is ineligible for~~
28 ~~coverage.~~

29
30 The office shall approve the method used by the corporation for
31 valuing ~~the~~ dwelling replacement costs under cost for the
32 ~~purposes of~~ this subparagraph. If a policyholder is insured by
33 the corporation before ~~prior to~~ being determined ~~to be~~
34 ineligible pursuant to this subparagraph and such policyholder
35 files a lawsuit challenging the determination, the policyholder
36 may remain insured by the corporation until the conclusion of
37 the litigation.

38
39 ===== T I T L E A M E N D M E N T =====

40 And the title is amended as follows:

41 Delete line 40



671744

42 and insert:
43 structures that can be covered by the corporation and
44 distinguishing between non-wind-only coverage and
45 wind-only coverage;