SLS 20RS-83 **ENGROSSED** 

2020 Regular Session

SENATE BILL NO. 16

BY SENATOR LUNEAU

INSURANCE RATES. Prohibits insurance rate determinations based on risk classifications due to the fact that the insured is deployed in the military in excess of six months. (8/1/20)

1	AN ACT
2	To amend and reenact R.S. 22:1454(A), relative to rating standards and methods; to prohibit
3	the determination of rate classifications based on the deployment of the insured in
4	the military for at least six months; and to provide for related matters.
5	Be it enacted by the Legislature of Louisiana:
6	Section 1. R.S. 22:1454(A) is hereby amended and reenacted to read as follows:
7	§1454. Rating standards and methods
8	A. Rates shall not be inadequate or unfairly discriminatory in a competitive
9	market. Rates shall not be excessive, inadequate, or unfairly discriminatory in a
10	noncompetitive market. Risks may be classified using any criteria except that no risk
11	shall be classified on the basis of race, color, creed, or national origin, or the fact
12	that the insured is deployed in the military for a period in excess of six months.
13	* * *

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Thomas L. Tyler.

## **DIGEST**

SB 16 Engrossed

2020 Regular Session

Luneau

Present law requires that insurance rates not be inadequate or unfairly discriminatory in a competitive market. Requires that rates not be excessive, inadequate, or unfairly discriminatory in a noncompetitive market. Authorizes classification of risks using any criteria but prohibits risk classifications on the basis of race, color, creed, or national origin.

<u>Proposed law</u> retains these provisions but further prohibits risk classifications made on the basis that the insured is deployed in the military for a period in excess of six months.

Effective August 1, 2020.

(Amends R.S. 22:1454(A))