Fifty-seventh Legislative Assembly of North Dakota

## HOUSE BILL NO. 1198

Introduced by

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Representative Keiser

Senator Krebsbach

- 1 A BILL for an Act to create and enact a new subsection to section 26.1-39-16 of the North
- 2 Dakota Century Code, relating to notice of nonrenewal of property and casualty insurance
- 3 policies; and to amend and reenact subsection 2 of section 26.1-30.1-06 and subsection 2 of
- 4 section 26.1-40-05 of the North Dakota Century Code, relating to notice of nonrenewal of
- 5 commercial insurance policies and automobile insurance policies.

## 6 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- SECTION 1. AMENDMENT. Subsection 2 of section 26.1-30.1-06 of the North Dakota
   Century Code is amended and reenacted as follows:
  - This section does not apply if the policyholder has insured elsewhere, has
    accepted replacement coverage, or has requested or agreed to nonrenewal, or is
    transferred to an insurer that is a member of the same insurance holding company
    system as the previous insurer.
- SECTION 2. A new subsection to section 26.1-39-16 of the North Dakota Century Code is created and enacted as follows:
- A notice of nonrenewal is not required if the policyholder is transferred to an insurer that is a member of the same insurance holding company system as the previous insurer.
- SECTION 3. AMENDMENT. Subsection 2 of section 26.1-40-05 of the North Dakota

  Century Code is amended and reenacted as follows:
- 20 2. Subsection 1 does not apply:
- 21 a. If the insurer has manifested in any way its the insurer's willingness to renew;
- b. In case of nonpayment of premium for the expiring policy; er
- c. If the insured fails to pay the premium as required by the insurer for renewal;

24 or

- 1 <u>d. If the policyholder is transferred to an insurer that is a member of the same</u>
- 2 <u>insurance holding company system as the previous insurer.</u>