1 State of Arkansas As Engrossed: H1/16/01 H1/19/01 H1/24/01 A Bill 2 83rd General Assembly Act 302 of 2001 HOUSE BILL 1178 3 Regular Session, 2001 4 By: Representatives Teague, French 5 6 7 For An Act To Be Entitled 8 9 AN ACT TO PROVIDE THAT NO INSURANCE COMPANY, EXCLUDING LIFE AND DISABILITY INSURANCE COMPANIES AND LONG-TERM 10 11 CARE INSURANCE COMPANIES, MAY CANCEL A POLICY OR INCREASE PREMIUMS DUE TO CLAIMS FILED WHICH RESULTED 12 IN NO LOSS TO THE INSURANCE COMPANY: AND FOR OTHER 13 PURPOSES. 14 15 **Subtitle** 16 TO PROVIDE THAT NO INSURANCE COMPANY. 17 EXCLUDING LIFE AND DISABILITY AND LONG-18 TERM CARE INSURANCE COMPANIES, MAY 19 CANCEL A POLICY OR INCREASE PREMIUMS DUE 20 21 TO CLAIMS FILED WHICH RESULTED IN NO 22 LOSS TO THE INSURANCE COMPANY. 23 24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 25 26 SECTION 1. Arkansas Code Title 23, Chapter 63, Subchapter 1 is amended 27 28 to add the following new section: 29 23-63-110. (a) No insurance policy or contract, after being issued by an insurer authorized to transact business in this state, except the business of 30 31 life or disability or long-term care insurance, may be cancelled nor may the 32 premium for such policy be increased solely as a result of *claims made under* 33 the policy which resulted in no loss to the insurer. (b) Any insurer that violates the provisions of this section shall be 34 35 subject to the procedure and penalties provided under the Trade Practices Act, 36 beginning at § 23-66-201.

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