

HB 1543 -- CREDIT INSURANCE

SPONSOR: Black (137)

COMMITTEE ACTION: Voted "Do Pass" by the Standing Committee on Financial Institutions by a vote of 12 to 0. Voted "Do Pass" by the Standing Committee on Rules- Legislative Oversight by a vote of 9 to 0.

Currently, insurance written in connection with a loan or other credit transaction with a duration of more than 10 years is not subject to regulation. This bill increases the time period from 10 years to 15 years.

This bill is the same as HB 815 and SB 256 (2019).

PROPONENTS: Supporters say that this bill changes the limit for credit life insurance, which will help for an RV purchase or other large transaction by allowing the credit life insurance to be extended to cover the period of the loan, which can often be more than 10 years.

Testifying for the bill was Representative Black.

OPPONENTS: There was no opposition voiced to the committee.