2012 -- H 7789



STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2012

AN ACT

RELATING TO INSURANCE - UNFAIR COMPETITION AND PRACTICES

Introduced By: Representatives Ucci, Winfield, and O'Neill

<u>Date Introduced:</u> February 28, 2012

Referred To: House Corporations

It is enacted by the General Assembly as follows:

- 1 SECTION 1. Chapter 27-29 of the General Laws entitled "Unfair Competition and
- 2 Practices" is hereby amended by adding thereto the following section:
- 3 <u>27-29-4.7. Auto body repair Posted auto body labor rates. Every insurer adjusting</u>
- 4 motor vehicle property damage claims must reimburse a licensed auto body shop its posted auto
- 5 body labor rate when determining the amount required to repair a damaged vehicle to pre-
- 6 accident condition, provided that the auto body shop's posted labor rate does not exceed the
- 7 reimbursement amount approved by the vehicle's manufacturer for work performed at a licensed
- 8 <u>dealership in the state of Rhode Island.</u>
- 9 SECTION 2. This act shall take effect upon passage.

LC01812

EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO INSURANCE - UNFAIR COMPETITION AND PRACTICES

This act would require every insurer adjusting a motor vehicle property damage claim to reimburse licensed auto body facilities their posted labor rates when determining the amount required to repair the damaged vehicle to pre-accident condition.

This act would take effect upon passage.

LC01812