

**LOUISIANA OFFICE OF FINANCIAL INSTITUTIONS
NON-DEPOSITORY DIVISION
2014 Legislation Summary**

OFI BILL:

Act 359 (HB 1169) is effective 8/1/14 and removes the fourteen-day notice requirement applicable to out-of-state insurance premium finance companies

Present law defines an "insurance premium finance company" as a person engaged in the business of entering into premium finance agreements. Effective 8/1/2014, the Act removes the 14 day delay requirement that was applicable to only out-of-state insurance premium finance companies and provides that if the default of an insured, pursuant to the premium finance agreement, has not been cured within 10 days after notice of cancellation has been mailed to the insured from an insurance premium finance company, the insurance premium finance company may effect cancellation of the insurance contract, or contracts, or endorsements by sending to the insurer, by depositing in the mail or with a private carrier, or via electronic mail, within five business days after the date of cancellation, except when the payment has been returned uncollected, a copy of the notice of cancellation together with other statements of specified certification relative to the effect of cancellation.