

April 9, 2003

H 986. MV INSURER TO DISCLOSE FINANCIAL INTEREST. TO REQUIRE A MOTOR VEHICLE INSURER TO DISCLOSE ANY FINANCIAL INTEREST IN A RECOMMENDED REPAIR FACILITY OR SERVICE. Amends GS 58-3-180(b) to provide that an insurer with a financial interest in a motor vehicle repair service must clearly inform the claimant of its interest if it recommends use of that particular service. Adds new GS 58-3-181 prohibiting insurers who are newly licensed to issue motor vehicle policies on or after Jan. 1, 2004, from having a continuing financial interest in any repair service.

Intro. by Lucas.

Ref. to Insurance	GS 58
-------------------	-------

April 30, 2003

H 986. MV INSURER TO DISCLOSE FINANCIAL INTEREST. Intro. 4/9/03. House committee substitute adopted 4/29/03 makes the following changes to 1st edition. Deletes proposed new GS 58-3-181. Amends GS 58-3-180(b1) to provide that "financial interest" includes circumstances where insurer has contract with repair facility that entitles insurer to discounts or any other financial concession. Further prohibits insurer from requiring that insured or claimant have their vehicles repaired at insurer-owned facility or use an estimate from that facility as the basis for repairs at another facility.

April 30, 2003

H 986. MV INSURER TO DISCLOSE FINANCIAL INTEREST. Intro. 4/9/03. House amendment makes the following changes to 2nd edition. Makes technical change only.

June 10, 2003

H 986. MV INSURER TO DISCLOSE FINANCIAL INTEREST. Intro. 4/9/03. Senate committee substitute adopted 6/9/03 makes the following changes to 3rd edition. Deletes definition of "financial interest" in repair facility.

July 16, 2003

H 986. MV INSURER TO DISCLOSE FINANCIAL INTEREST. Intro. 4/9/03. Conference report recommends the following changes to 4th edition to reconcile matters in controversy. Adds new GS 58-36-95 requiring insurer to disclose to claimant in manner required by section if the estimate is based on the use of parts not made by the original manufacturer (nonoriginal parts); makes it a violation of GS 58-2-180 for car repair shop to use certain nonoriginal parts and submit invoice for original part. Adds new GS 58-36-41 requiring Rate Bureau to develop optional policy endorsement that permits policyholders to elect coverage specifying the exclusive use of original equipment manufactured crash parts. New provisions effective Jan. 1, 2004.

August 20, 2003

SL 2003-395 (H 986). MV INSURER TO DISCLOSE FINANCIAL INTEREST. AN ACT TO REQUIRE A MOTOR VEHICLE INSURER TO DISCLOSE ANY FINANCIAL INTEREST IN A RECOMMENDED REPAIR FACILITY OR SERVICE AND REQUIRING AN INSURER TO DISCLOSE THE USE OF NONORIGINAL CRASH REPAIR PARTS OR NONORIGINAL AUTO GLASS FOR MOTOR VEHICLE REPAIRS. Summarized in *Daily Bulletin* 4/9/03, 4/30/03, 6/10/03, and 7/16/03. Enacted August 7, 2003. Section 1 is effective August 7, 2003. The remainder of this act is effective January 1, 2004.