LC001953

2017 -- Н 5825

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2017

AN ACT

RELATING TO INSURANCE -- LIABILITY INSURANCE

Introduced By: Representatives Ucci, Barros, Solomon, and Corvese

Date Introduced: March 02, 2017

Referred To: House Corporations

It is enacted by the General Assembly as follows:

1	SECTION	1. Secti	on 27-7-6	of the	General	Laws i	n Chapter	27-7	entitled	"Liability
2	Insurance" is hereby amended to read as follows:									

3 27-7-6. Rental vehicle coverage.

4 For liability assumed under a written contract for a rental motor vehicle less than ten 5 thousand pounds (10,000 lbs.), rented for a period not to exceed sixty (60) consecutive days, coverage shall be provided without regard to negligence under the property damage liability 6 7 section of an insured's private passenger automobile insurance policy. Property damage coverage 8 shall extend to a rented motor vehicle, under ten thousand (10,000) lbs, without regard to 9 negligence for a period not to exceed sixty (60) consecutive days. Coverage shall be included for 10 loss of use of the rental motor vehicle upon reasonable documented proof of actual economic loss 11 incurred as a result of the loss of use of the vehicle, in accordance with regulations promulgated before December 31, 2017 by the department of business regulation. The regulations shall include 12 13 the process and documentation required to establish loss of use; however, it shall not be based solely upon one hundred percent (100%) fleet utilization. 14

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SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO INSURANCE -- LIABILITY INSURANCE

This act would require liability insurance to cover loss of use of a rental motor vehicle,
without regard to negligence, when such loss is properly documented in accordance with
regulations to be promulgated by the department of business regulation. Loss of use may not be
based solely upon one hundred percent (100%) fleet utilization.
This act would take effect upon passage.

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