

2017 -- H 5825 SUBSTITUTE A

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LC001953/SUB A
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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2017

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A N A C T

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. Section 27-7-6 of the General Laws in 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, coverage shall be provided under the
5 property damage liability section of an insured's private passenger automobile insurance policy.
6 Property damage coverage shall extend to a rented motor vehicle, under ten thousand (10,000)
7 lbs, without regard to negligence for a period not to exceed sixty (60) consecutive days. Coverage
8 shall be included for loss of use of the rental motor vehicle upon reasonable documented proof of
9 actual economic loss incurred as a result of the loss of use of the vehicle, in accordance with
10 regulations promulgated before March 1, 2018 by the department of business regulation. The
11 regulations shall include the process and documentation required to establish loss of use;
12 however, it shall not be based solely upon one hundred percent (100%) fleet utilization.

13 SECTION 2. This act shall take effect upon passage.

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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO INSURANCE -- LIABILITY INSURANCE

1 This act would require liability insurance to cover loss of use of a rental motor vehicle,
2 when such loss is properly documented in accordance with regulations to be promulgated before
3 March 1, 2018 by the department of business regulation. Loss of use may not be based solely
4 upon one hundred percent (100%) fleet utilization.

5 This act would take effect upon passage.

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