

By: Senator(s) Kirby

To: Insurance

COMMITTEE SUBSTITUTE
FOR
SENATE BILL NO. 2809

1 AN ACT TO REQUIRE AN INSURER PAYING A CLAIM FOR CERTAIN
2 DAMAGES UNDER A POLICY OF AUTOMOBILE INSURANCE TO PLACE ON THE
3 CHECK THE NAME OF ANY KNOWN LIENHOLDER OF THE AUTOMOBILE AS A LOSS
4 PAYEE IN ADDITION TO THE NAME OF THE INSURED; AND FOR RELATED
5 PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

7 **SECTION 1.** An insurer paying a claim under automobile
8 physical damage coverage or automobile collision coverage, as such
9 terms are defined in Section 83-11-1, shall place on the check the
10 name of any known lienholder of the automobile as a loss payee in
11 addition to the name of the insured. An insurer shall reissue any
12 check that does not comply with the provisions of this section.

13 **SECTION 2.** Section 1 of this act shall be codified within
14 Chapter 11, Title 83 of the Mississippi Code of 1972.

15 **SECTION 3.** This act shall take effect and be in force from
16 and after July 1, 2007.