SENATE FILE 42 BY ZAUN

A BILL FOR

- 1 An Act requesting establishment of an interim study committee
- 2 on automobile insurance direct repair programs.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 1808XS (1) 85 av/nh Section 1. INTERIM STUDY COMMITTEE — AUTOMOBILE INSURANCE
DIRECT REPAIR PROGRAMS.

The legislative council is requested to establish an 3 1. 4 interim study committee to study direct repair programs used by 5 some automobile insurance companies to provide repairs for the 6 insurance company's claimants. The study shall include but is 7 not limited to a review and analysis of the use of such direct 8 repair programs by the automobile insurance industry in Iowa 9 and the effect of the use of such programs on automotive body 10 repair shops, insurance costs, and Iowa consumers. In addition 11 to legislative members, the membership of the interim study 12 committee shall include the following public members: 13 Three consumers, one designated by the insurance a. 14 consumer advocate, one designated by the Iowa citizen action 15 network, and one designated by abate of Iowa, incorporated. 16 Four members who represent automotive body repair shops b. 17 in the state, two designated by the national federation of 18 independent business, and two designated by the association of 19 business and industry. 20 Four members from the automobile insurance industry c. 21 designated by the federation of Iowa insurers.

22 2. The committee shall meet twice during the 2013 23 legislative interim and shall submit findings and any 24 recommendations in a report to the general assembly by January 25 1, 2014.

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EXPLANATION

This bill requests that the legislative council establish an interim study committee to study direct repair programs used by some automobile insurance companies to provide repairs for the insurance company's claimants. The study shall include a review and analysis of the use of such programs in Iowa and their effect on automotive body repair shops, insurance costs, and Iowa consumers. In addition to legislative members, the membership of the committee shall include 11 public members designated by specified entities.

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1 The committee shall meet twice during the 2013 legislative 2 interim and submit its findings and any recommendations to the 3 general assembly by January 1, 2014.

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