

Assembly Bill No. 1979

Passed the Assembly August 30, 2000

Chief Clerk of the Assembly

Passed the Senate July 6, 2000

Secretary of the Senate

This bill was received by the Governor this _____ day
of _____, 2000, at _____ o'clock ____M.

Private Secretary of the Governor

└

CHAPTER _____

An act to amend Section 1871.2 of the Insurance Code, relating to insurance.

LEGISLATIVE COUNSEL'S DIGEST

AB 1979, Wesson. Insurance: false and fraudulent claims.

Existing law requires an insurer, who in connection with any insurance contract providing liability insurance, provides a form for the purpose of making a claim against the insurer, to include a statement indicating that it is a crime to knowingly make false or fraudulent claims for the payment of a loss.

This bill would exclude a contract of reinsurance from the above requirement.

The people of the State of California do enact as follows:

SECTION 1. Section 1871.2 of the Insurance Code is amended to read:

1871.2. (a) Any insurer who, in connection with any insurance contract or provision of contract described in Section 108, prints, reproduces, or furnishes a form to any person upon which that person gives notice to the insurer or makes claim against it by reason of accident, injury, death, or other noticed or claimed loss, or on a rider attached thereto, shall cause to be printed or displayed in comparative prominence with other content the statement: "Any person who knowingly presents false or fraudulent claim for the payment of a loss is guilty of a crime and may be subject to fines and confinement in state prison." This statement shall be preceded by the words: "For your protection California law requires the following to appear on this form" or other explanatory words of similar meaning.

(b) This section is not applicable to a contract of reinsurance as defined in Section 620.



Approved _____, 2000

Governor

