GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1991

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HOUSE BILL 922

Short Title: Lienholder Notified - Prop. Settle.

(Public)

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Sponsors: Representative Fletcher.

Referred to: Judiciary III.

April 19, 1991

A BILL TO BE ENTITLED

2 AN ACT TO REQUIRE THAT A MOTOR VEHICLE LIABILITY POLICY SHALL

3 REQUIRE THAT THE LIENHOLDER BE NOTIFIED OF SETTLEMENT OF AN

- 4 INSURED'S PROPERTY CLAIMS.
- 5 The General Assembly of North Carolina enacts:
- 6 Section 1. G.S. 20-279.21 is amended by adding a new subsection to read:

7 "(1) <u>Any motor vehicle liability policy shall provide that the primary lienholder</u>

8 listed on the title of an insured motor vehicle shall be notified, at least 10 days in

9 advance, of the issuance of a property damage settlement check to an insured or, if the

10 prior notice is not made, that the settlement check be made payable to the insured and

- 11 that lienholder."
 - Sec. 2. This act becomes effective October 1, 1991.