## 74th OREGON LEGISLATIVE ASSEMBLY - 2007 Regular Session STAFF MEASURE SUMMARY Senate Committee on Commerce

MEASURE: CARRIER:

SB 523 A
Sen. Monroe

REVENUE: No revenue impact FISCAL: No fiscal impact	
Action:	Do Pass as Amended and Be Printed Engrossed
Vote:	4 - 1 - 0
Yeas:	Avakian, Gordly, Monroe, Prozanski
Nays:	Beyer
Exc.:	0
Prepared By:	Anna Braun, Administrator
Meeting Dates:	3/5, 4/30

**WHAT THE MEASURE DOES:** Requires person adjusting the claim on behalf of the insurance company inform the consumer of their rights to get their car repaired at the shop of their choosing before recommending a certain repair shop. Requires written notice to be sent to consumer within three days if consumer chooses the recommended repair shop. Prescribes notice.

## **ISSUES DISCUSSED:**

- Anti-steering laws
- Preferred providers
- Role of insurance agents

## EFFECT OF COMMITTEE AMENDMENT: Replaces the original measure.

**BACKGROUND:** ORS 746.280 currently prohibits an insurance company from requiring that a particular repair shop make repairs in order to recover funds from a motor vehicle insurance policy. SB 523 A requires that the prohibition be stated prior to an insurer giving a recommendation and that the prohibition be given to the consumer in writing within three days if the consumer accepts the insurer's recommendation.