

1 assignment of any rights, benefits, proceeds, or causes of action shall be limited to
 2 the scope of work and fees provided in the home improvement contract, which shall
 3 comply with the provisions of R.S. 37:2159.1. **Prior to any payment to a person**
 4 **or company performing home improvement contracting services by the**
 5 **property insurer pursuant to an assignment of any rights, benefits, proceeds, or**
 6 **causes of action, the insured shall approve of the payment in writing.**

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Xavier I. Alexander.

DIGEST

SB 190 Original 2023 Regular Session Smith

Present law provides that a home improvement contractor is prohibited from accepting any assignment of any rights, benefits, proceeds, or causes of action of an insured under a property insurance policy prior to completing the work. Present law further provides that the assignment of any right, benefits, proceeds, or causes of action shall be limited to the scope of work and fees provided in the contract.

Proposed law retains present law and further provides that the insured shall approve of the payments in writing that are made by the property insurer to the home improvement contractor pursuant to an assignment of any rights, benefits, proceeds, or causes of action.

Effective August 1, 2023.

(Amends R.S. 37:2159.1(A)(7)(a))