

## 1 SENATE BILL NO. 260

2 INTRODUCED BY J. WINDY BOY, HAMLETT, BLEWETT, PHILLIPS, DRISCOLL, BUTTREY, KEANE,  
3 AUGARE, CAFERRO, GALLUS, S. STEWART-PEREGOY

4  
5 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING INSURERS THAT SELL MOTOR VEHICLE LIABILITY  
6 POLICIES IN THIS STATE TO PROVIDE TO POTENTIAL CUSTOMERS INFORMATION THAT DISCLOSES  
7 THE GENERAL FACTORS THE INSURER USES TO SET RATES OR PREMIUMS; AND GRANTING THE  
8 COMMISSIONER OF INSURANCE RULEMAKING AUTHORITY TO IMPLEMENT THE DISCLOSURE  
9 REQUIREMENT."

10  
11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12  
13 NEW SECTION. **Section 1. Disclosure of rate setting or premium setting -- rulemaking.** (1)  
14 Insurers that sell motor vehicle liability policies in this state shall provide to a potential customer information  
15 disclosing the factors the insurer uses to set rates or premiums. The information must be disclosed prior to  
16 entering into any agreement with the potential customer. FOR THE PURPOSES OF THIS SUBSECTION, THE TERM  
17 "FACTORS" MEANS GENERAL LEVELS OF INSURANCE SCORE RANKINGS, CASE CHARACTERISTICS, AND GENERAL RATING  
18 INFORMATION BUT DOES NOT INCLUDE TRADE SECRETS, PROPRIETARY RATING INFORMATION, OR ALGORITHMS USED TO  
19 DEVELOP INSURANCE SCORES.

20 (2) The commissioner shall adopt rules to implement this section including establishing the format to be  
21 used by insurers in providing the required disclosure information to potential customers. THE FORMAT MAY INCLUDE  
22 INTERNET WEBSITES OR STANDARD LANGUAGE IN THE COVERAGE OUTLINE.

23  
24 NEW SECTION. **Section 2. Codification instruction.** [Section 1] is intended to be codified as an  
25 integral part of Title 33, chapter 23, part 2, and the provisions of Title 33, chapter 23, part 2, apply to [section 1].

26 - END -