

The Attorney General of California has prepared the following title and summary of the chief purpose and points of the proposed measure:

NEW REQUIREMENTS FOR HOMEOWNER INSURANCE POLICIES. INITIATIVE

STATUTE. Requires Insurance Commissioner to set wildfire safety standards for properties and insurers to offer homeowner insurance to properties that meet those standards. Insurers that do not offer insurance for such properties cannot sell automobile or home insurance in California for five years. Requires insurers to detail reasons for nonrenewal, specify repairs needed to obtain renewal, and allow more time for repairs. For homes destroyed by disaster, requires insurers to pay 100% of personal property coverage limit (up to \$350,000) without requiring homeowner to submit an itemized claim. Authorizes refunds of rates found excessive. Summary of estimate by Legislative Analyst and Director of Finance of fiscal impact on state and local governments:

Increase in state spending to regulate insurance companies. This cost would be small compared to the state's total budget and could be passed on to insurers. (25-0020A2.)