

Date: October 27, 2009  
Initiative 09-0028

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

**ALLOWS AUTO INSURANCE COMPANIES TO BASE THEIR PRICES IN PART ON  
A DRIVER'S HISTORY OF INSURANCE COVERAGE. INITIATIVE STATUTE.**

Changes current law to permit insurance companies to offer a discount to drivers who have continuously maintained their auto insurance coverage, even if they change their insurance company, and notwithstanding the ban on using the absence of prior insurance for purposes of pricing. Establishes that lapses in coverage due to nonpayment of premiums may prevent a driver from qualifying for the discount. Summary of estimate by Legislative Analyst and Director of Finance of fiscal impact on state and local government: This measure would probably have no significant fiscal effect on state and local governments. (09-0028.)