GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2025

H HOUSE BILL 347

Short Title	: C	redit Property Insurance RestrictionsAB	(Public)
Sponsors:	Re	epresentative Humphrey.	
-		For a complete list of sponsors, refer to the North Carolina General Assembly we	eb site.
Referred to		isurance, if favorable, Finance, if favorable, Rules, Calendar, and Ope le House	rations of
March 11, 2025			
A BILL TO BE ENTITLED AN ACT PROHIBITING THE INCLUSION OF CERTAIN AUTOMOBILE PHYSICAL DAMAGE INSURANCE COVERAGE IN A CREDIT PROPERTY INSURANCE POLICY, AS RECOMMENDED BY THE DEPARTMENT OF INSURANCE. The General Assembly of North Carolina enacts: SECTION 1. G.S. 58-57-100 reads as rewritten: "\$ 58-57-100. Credit property insurance; automobile physical damage insurance.			
(c) Automobile physical damage insurance as described in this section shall not include any of the following:			
	<u>(1)</u>	Coverage for the cost of repossession.	
	<u>(2)</u>	Skip, confiscation, and conversion coverage. For the purposes subdivision, "skip, confiscation, and conversion coverage" means which provides coverage when a borrower has sold, traded, or disposed collateral, or the borrower and the collateral cannot be found.	<u>insurance</u>
	<u>(3)</u>	Coverage that requires a borrower's insurance deductible to be less hundred fifty dollars (\$250.00).	than two
	<u>(4)</u>	Coverage that is broader than the insurance coverages that meet the	<u>minimum</u>
(t .)	NI - 41. 1	insurance requirements in subsection (a) of this section.	- ali
<u>(d)</u>		ing in subsection (c) of this section prohibits the issuance of a separate	
endorsement providing the coverages listed in subsection (c) of this section, so long as no charge			



SECTION 2. This act is effective when it becomes law and applies to contracts

is passed along to the borrower for those coverages."

issued, renewed, or amended on or after that date.