WEST VIRGINIA LEGISLATURE

2024 REGULAR SESSION

Originating

Senate Bill 875

BY SENATORS TARR, PHILLIPS, CLEMENTS, JEFFRIES,

Nelson, Oliverio, Queen, Roberts, Swope, and

Woodrum

[Originating in the Committee on Finance; reported

February 26, 2024]

1 A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto two new 2 sections, designated §29-12-15 and §29-12-16, all relating to liability or other insurance 3 coverage provided by the Board of Risk and Insurance Management to any entity for which 4 such coverage is permissive under state code; placing a moratorium on providing new or 5 additional property or liability coverage to any entity for which such coverage is permissive 6 under state code except county boards of education, public charter schools, and certain 7 other persons and entities for which coverage by the board is mandatory; and authorizing 8 the board to non-renew insurance coverage to any entity for which such coverage is 9 permissive under state code.

Be it enacted by the Legislature of West Virginia:

ARTICLE 12. STATE INSURANCE.

<u>§29-12-15. Moratorium on providing new or additional insurance coverage for any</u> permissive entity, property, activity, etc.

1 There is a moratorium on the board's authority under this article to provide new or 2 additional property or liability insurance coverage for certain entities as of the effective date of the 3 enactment of this section during the regular session of the Legislature, 2024. This moratorium 4 prohibits new or additional insurance coverage by the board of those entities to which coverage 5 is permissive, not mandatory, under this article, including, but not limited to, a political subdivision, 6 charitable or public service organization, or an emergency medical services agency, each as 7 defined in §29-12-5(b)(1) of this code. For the purposes of this section, "coverage" includes 8 property or liability insurance to insure the property, activities, and responsibilities of an entity. 9 This moratorium shall remain in effect until July 1, 2025: Provided, That this moratorium shall 10 have no effect upon any contracts or agreements which are currently in effect, or the status of any insurance coverage in place on the effective date of this section, nor does it prohibit the board 11 12 from extending any contracts or agreements which are currently in effect, or any insurance 13 coverage in place on the effective date of this section: Provided, however, That this moratorium

14	shall not apply to county boards of education, teachers, supervisory and administrative staff
15	members, service personnel, county superintendents of schools, school board members, public
16	charter schools, and any other entity or person required to be insured by the board pursuant to
17	§29-12-5a of this code.
	§29-12-16. Non-renewal of policies for permissive non-governmental entities.
1	Notwithstanding any provision of law to the contrary, and notwithstanding the decision of
2	the West Virginia Supreme Court of Appeals in State ex rel. Human Res. Dev. & Empl. v. Bd. of
3	Risk & Ins. Mgmt. of W. Va., 214 W. Va. 460 (2003), the board may, upon 60 days' advance
4	notice to the insured, non-renew any policy of liability insurance or other insurance by the board
5	to a non-governmental entity for which coverage is permissive, and not mandatory, pursuant to
6	<u>§29-12-5(b)(1) of this code.</u>