

AN ACT

SB 531

Amending the act of July 31, 1968 (P.L.738, No.233), entitled "An act relating to establishment of an Industry Placement Facility to make available basic property insurance against fire and other perils for residential and business properties located in certain areas of the Commonwealth of Pennsylvania through the cooperative efforts of the Commonwealth and the private property insurance industry; providing for a sharing by the Commonwealth of insured losses resulting from riots and other civil disorders through the formation of the Pennsylvania Civil Disorder Authority; levying an assessment on all policies of basic property insurance written in the Commonwealth; and conferring powers and imposing duties upon the Insurance Commissioner and upon certain property insurers," removing a condition governing applicability of the act.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Section 502, act of July 31, 1968 (P.L.738, No.233), known as "The Pennsylvania Fair Plan Act," is amended to read:

Section 502. Effective Date.—(a) This act shall take effect upon the effective date of the establishment of the Federal reinsurance facility, **[and shall remain in effect only so long as the Federal reinsurance facility or any part thereof shall remain in effect, except that—]**

(b) (1) Policies issued pursuant to the direction of and other obligations incurred by the Industry Placement Facility shall not be impaired by the **[expiration of this act] termination of the Federal reinsurance facility** and such **[facility] Industry Placement Facility** shall be continued for the purpose of servicing such policies and performing such obligations;

(2) All bonds issued and other obligations incurred by the Pennsylvania Civil Disorder Authority shall not be impaired by the **[expiration of this act] termination of the Federal reinsurance facility** and such authority shall be continued for the purpose of servicing such bonds and performing such obligations; and

(3) The collection of the basic property insurance assessment shall terminate as provided in section 405 of this act.

Section 2. This act shall take effect immediately and shall be retroactive to April 29, 1975.

APPROVED—The 7th day of October, A. D. 1975.

MILTON J. SHAPP