HB 2241-3 (LC 327) 5/30/13 (TSB/ps)

PROPOSED AMENDMENTS TO HOUSE BILL 2241

1 On page 1 of the printed bill, line 2, after "ORS" insert "731.256,".

2 On page 9, after line 10, insert:

3 "SECTION 14a. ORS 731.256 is amended to read:

"731.256. (1) The Director of the Department of Consumer and Business Services may institute [*such*] actions or other lawful proceedings [*as*] **that** the director [*may deem*] **deems** necessary [*for the enforcement of any*] **to enforce a** provision of the Insurance Code or any order or action [*made or taken by the director*] **the director makes or takes** in pursuance of law.

9 "(2) As part of or in addition to any action or proceeding the di10 rector institutes against an insurer under subsection (1) of this sec11 tion, the director may:

"(a) Seek restitution on a consumer's behalf for actual damages the
 consumer suffers as a result of the insurer's violation of a provision
 of the Insurance Code or applicable federal law or the insurer's breach
 of an insurance contract or policy the insurer has with the consumer;
 and

"(b) Seek other equitable relief the director deems appropriate un der the circumstances.

"[(2)] (3) If the director has reason to believe that [any] **a** person has violated [any] **a** provision of the Insurance Code or [other] **another** law [applicable] **that applies** to insurance operations, [for which] **and if the violation is subject to** criminal prosecution [is provided] and in the opinion of the director [would be in order] criminal prosecution is warranted, the director shall give the information [relative thereto] about the violation to the Attorney General or district attorney [having] that has jurisdiction [of any such] over the violation. The Attorney General or district attorney promptly shall institute [such] an action or [proceedings] a proceeding against [such] the person as the information requires or justifies.

"(4) An action or proceeding that the director institutes under
subsection (1) of this section is an exercise of the director's regulatory
authority and, except as otherwise provided in subsection (3) of this
section, does not create a cause of action for any other person.".

11 On page 31, line 7, after "ORS" insert "731.256,".

In line 9, delete "15" and insert "14a".

¹³ In line 14, after "ORS" insert "731.256,".

In line 16, delete "15" and insert "14a".

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