

OFFICE OF LEGISLATIVE RESEARCH  
PUBLIC ACT SUMMARY



**PA 25-86—sHB 6897**

*Insurance and Real Estate Committee*

**AN ACT EXTENDING THE SUNSET DATE FOR PERSONAL RISK  
INSURANCE RATE FILINGS**

**SUMMARY:** This act extends the sunset date for the personal risk insurance (e.g., home, auto, marine, or umbrella) “flex rating” law by five years, from July 1, 2025, to July 1, 2030.

The flex rating law allows property and casualty insurers to file new personal risk insurance rates with the insurance commissioner and begin using them immediately, without prior approval, under certain circumstances.

To qualify under the flex rating law, a personal risk insurance rate cannot (1) increase or decrease by more than 6% statewide or (2) increase by more than 15% in any individual territory. By law, if the insurance commissioner determines rates are inadequate or unfairly discriminatory, he must order the insurer to stop using the flex rating rate change by a specified future date.

EFFECTIVE DATE: June 30, 2025