

# HOUSE RESEARCH

## Bill Summary

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**Subject:** Homeowner's insurance and adult foster care

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### Overview

This bill provides that coverage for losses due to foster care for adults is excluded from a homeowner's policy unless specifically included in the policy or covered in a separate rider. The bill then prohibits denial of homeowner's insurance solely because the home is used for adult foster care. The concept is that providing adult foster care is a "business pursuit," which is normally excluded from homeowner's insurance anyway. Liability risks in the business of providing adult foster care can be insured through a business insurance policy.

### Section

#### **1 Adult foster care services; coverage.**

**Subd. 1. No coverage.** Provides that a homeowner's policy does not cover loss due to "foster care for adults" unless the policy specifically covers it or it is covered in a separate rider. References a definition of "foster care for adults."

**Subd. 2.** Prohibits an insurer from refusing to issue or renew homeowner's insurance solely because the property to be covered is used to provide adult foster care for five or fewer residents.