

Senate Judicial Proceedings Committee
SB 868: Civil Actions – Injury to or Death of Pet - Damages
UNFAVORABLE | February 27, 2024

Chair Smith and Members of the Committee:

On behalf of the National Association of Mutual Insurance Companies¹ (NAMIC) thank you for the opportunity to submit this statement to express our opposition to Senate Bill 868 and request an unfavorable report.

NAMIC consists of nearly 1,500 member companies, including seven of the top 10 property/casualty insurers in the United States. The association supports local and regional mutual insurance companies on main streets across America as well as many of the country's largest national insurers.

NAMIC is opposed to Senate Bill 868 because it repeals the existing limitations on compensatory damages in civil actions for the injury or death of a pet. Damages caps provide for a more stable insurance marketplace where damages and insurance costs can be modeled and predictable. Removal of the damage caps can create inconsistent and unfair judgements that become outlier verdicts and create higher cost drivers for the Maryland insurance market because of the difficulty to model for losses without limits.

Inconsistent, uncapped damages are detached from the realities of a potential loss and make it difficult for juries to assign damage amounts with little direction and an open-ended scope. Maintaining damages caps alleviate that burden and ultimately provide for better price stability of insurance rates for all involved.

For these reasons, NAMIC respectfully opposes Senate Bill 868 and requests an unfavorable report of the bill.

Sincerely,



Matt Overturf, NAMIC Regional Vice President
Ohio Valley/Mid-Atlantic Region

¹ NAMIC member companies write \$357 billion in annual premiums and represent 69 percent of homeowners, 56 percent of automobile, and 31 percent of the business insurance markets. Through its advocacy programs NAMIC promotes public policy solutions that benefit member companies and the policyholders they serve and fosters greater understanding and recognition of the unique alignment of interests between management and policyholders of mutual companies.