

REFERENCE TITLE: insurance; time-limited offer; settlement demand

State of Arizona  
Senate  
Fifty-seventh Legislature  
Second Regular Session  
2026

# **SB 1414**

Introduced by  
Senator Bolick

AN ACT

AMENDING TITLE 20, CHAPTER 2, ARTICLE 1, ARIZONA REVISED STATUTES, BY  
ADDING SECTION 20-243; RELATING TO THE TRANSACTION OF INSURANCE BUSINESS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Title 20, chapter 2, article 1, Arizona Revised  
3 Statutes, is amended by adding section 20-243, to read:

4 20-243. Time-limited offer; settlement demand; thirty days;  
5 notice requirements

6 A. EXCEPT AS OTHERWISE PROVIDED BY LAW, WHEN AN INSURER RECEIVES A  
7 SETTLEMENT DEMAND THAT PERTAINS TO A THIRD-PARTY DEMAND FROM ANY SOURCE,  
8 THE INSURER HAS THIRTY DAYS TO REVIEW AND RESPOND TO THE SETTLEMENT  
9 DEMAND.

10 B. FOR THE PURPOSES OF DETERMINING THE TIME LIMIT SET FORTH IN  
11 SUBSECTION A OF THIS SECTION, THE THIRTY DAYS BEGINS ON THE DATE SHOWN BY  
12 THE POSTMARK OR OTHER OFFICIAL MARK OF THE UNITED STATES POSTAL SERVICE  
13 THAT IS STAMPED ON THE SETTLEMENT DEMAND OR ON THE DATE THE SETTLEMENT  
14 DEMAND WAS EMAILED OR SENT BY FAX, IF THE SETTLEMENT DEMAND WAS SENT BY  
15 EMAIL OR FAX. IF THERE IS A DISPUTE AS TO WHETHER THE INSURER COMPLIED  
16 WITH THE TIME LIMIT SET FORTH IN SUBSECTION A OF THIS SECTION, THE INSURER  
17 MAY ESTABLISH THE DATE BY COMPETENT EVIDENCE.