



House Commerce Committee

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The Commerce Department has limited regulatory oversight over commercial policies sold to CIC's & HOAs

- Associations traditionally buy commercial policies, which are exempt from filing requirements in Minn. Stat. §70A.06
- Residents can also separately purchase HO-6 policies
 - “named-perils” coverage for personal property as well as certain building items in which the unit owner may have an insurable interest
 - 2021: HO-6 and renter’s policies were approximately 30% of Minnesota’s overall homeowners market; \$61.3M in premiums
- Associations do not purchase from the FAIR Plan in Minnesota
- Hard market, excess market potentially growing?

Commerce continues to receive complaints from condo and townhome residents

- Commerce was a member of the Legislative Task Force on the Long-Term Stability of Affordable Housing, monitored the CIC working group
- Complaints to Commerce have been up, resemble testimony the CIC working group heard from Minnesotans
- Condo/townhome insurance complaints:
 - 2022: 41
 - 2023: 61
 - 2024: 55