

## ASSEMBLY THIRD READING

AB 2061 (Chen)

As Amended April 15, 2026

Majority vote

**SUMMARY**

Requires the California Fair Access to Insurance Requirements (FAIR) Plan to post certain information quarterly on its website.

**Major Provisions**

Requires the FAIR Plan to post: number of policies issued by the FAIR Plan in each zip code, risk exposure of the FAIR Plan, and number of policyholders removed from the FAIR Plan's coverage through the clearinghouse program.

**COMMENTS**

- 1) The FAIR Plan is a private association of all licensed insurance companies created by the Legislature in 1968 to serve as the "insurer of last resort" for basic property insurance in the event of a market failure. Although originally envisioned to cover urban commercial property following the Watts Riots, the FAIR Plan expanded to include homeowners' insurance across the state and, more recently, due to the continued risk of catastrophic wildfires and admitted market withdrawal, expanded to commercial coverage of farms, ranches, and other agricultural businesses. In many places, the FAIR Plan is the only insurer available to property owners. As of December 2025, the FAIR Plan's policies in force reached over 668,000, representing a 4% increase since September 2025, and a 146% increase since September 2022. This bill requires the FAIR Plan to post information online quarterly regarding the FAIR Plan's policyholders and risk exposure.
- 2) CDI required the FAIR Plan on July 1, 2025, by executive action, to be more transparent by posting total exposures, policy counts, and financial data on its internet website. This measure builds off of this executive action and places more structure and requirements of the FAIR Plan. Considering the policyholder growth of the FAIR Plan and the hopes of policyholder numbers stabilizing/declining, quarterly updates are necessary.

**According to the Author**

AB 2061 increases transparency by requiring the FAIR Plan Association to publicly report key data on a quarterly basis. This includes the number of policies issued in each ZIP Code, total risk exposure, detailed claims activity, and the number of policyholders transitioned out of the FAIR Plan through the clearinghouse program. The FAIR Plan should be transparent with their data and make every effort to allow every Californian to be easily informed about the insurance market in the state.

**Arguments in Support**

According to the Little Hoover Commission, "AB 2061 would be a step toward making information about homeowners insurance more accessible and informative, which is critical as more Californians rely on the FAIR Plan as a market of last resort."

**Arguments in Opposition**

None on file.

**FISCAL COMMENTS**

According to the Assembly Appropriations Committee, negligible costs to CDI, which has regulatory authority over the FAIR Plan.

**VOTES**

**ASM INSURANCE: 16-0-1**

**YES:** Calderon, Wallis, Addis, Alvarez, Ávila Farías, Berman, Ellis, Gipson, Hadwick, Harabedian, Krell, Nguyen, Ortega, Petrie-Norris, Michelle Rodriguez, Valencia

**ABS, ABST OR NV:** Chen

**ASM APPROPRIATIONS: 15-0-0**

**YES:** Wicks, Hoover, Aguiar-Curry, Calderon, Caloza, Dixon, Fong, Mark González, Krell, Pacheco, Pellerin, Sharp-Collins, Solache, Ta, Tangipa

**UPDATED**

VERSION: April 15, 2026

CONSULTANT: Kathleen O'Malley / INS. / (916) 319-2086

FN: 0002620