

Allstate Bad Faith Insurance in Colorado

Understanding and fighting Allstate's unfair claims practices.

Based on Allstate by McCormick and Murphy

What is Bad Faith? • Unreasonable delay or denial of a claim. • Failure to conduct a thorough investigation. • Misrepresenting policy provisions. • Not attempting to settle a claim fairly.	Allstate's Tactics • Lowball settlement offers. • Excessive demands for documentation. • Ignoring policyholder's evidence. • Using delay as a tactic.
When Allstate Denies Your Claim • Review your policy carefully. • Gather all supporting documentation. • Understand why the claim was denied. • Seek legal counsel if necessary.	Investigation Failures • Did Allstate investigate promptly? • Did they consider all relevant evidence? • Were they impartial or biased? • Did they fail to explain the investigation's findings?
Settlement Issues • Was the settlement offer fair? • Did Allstate negotiate in good faith? • Did they try to pressure you into a low settlement? • Were policy benefits misrepresented?	Your Rights as a Policyholder • Right to a prompt and fair claim investigation. • Right to a reasonable settlement offer. • Right to understand policy terms. • Right to legal representation.
Taking Action • Document everything: calls, letters, emails. • Keep copies of all submitted documents. • Consult with an experienced insurance attorney. • Consider filing a formal complaint.	

Resources & Further Reading

Related guides to pair with this cheat sheet:

■ Protect Your Rights: Handling Bad Faith Insurance Claims in Colorado (Action Sheet)

<https://storage.googleapis.com/mccormick-and-murphy-checklists-20260710-3eaad2/mccormick-and-murphy/Action%20Sheet/denver-bad-faith-insurance-claim-lawyer-action-sheet.pdf>

■ Understanding Bad Faith Insurance Claims in Colorado (Workbook)

<https://storage.googleapis.com/mccormick-and-murphy-checklists-20260706-ca0765/mccormick-and-murphy/Workbook/denver-bad-faith-insurance-claim-lawyer-workbook.pdf>

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Know your rights when Allstate acts in bad faith.