

McCormick & Murphy - Insurance Bad Faith FAQs

Understanding your rights when an insurance company acts in bad faith.

Based on Bad Faith FAQs by McCormick and Murphy

Factor	Insurance Company Action	Is it Bad Faith?	Potential Consequences
Denying payments without reasonable basis	Yes	Yes	Financial damages, attorney fees, punitive damages
Discounting payments without reasonable basis	Yes	Yes	Financial damages, attorney fees, punitive damages
Delaying payments without reasonable basis	Yes	Yes	Financial damages, attorney fees, punitive damages
Failing to affirm or deny coverage within reasonable time	Yes	Yes	Financial damages, attorney fees, punitive damages
Failing to conduct proper, prompt, and thorough investigations	Yes	Yes	Financial damages, attorney fees, punitive damages
Making burdensome requests for documentation	Yes	Yes	Financial damages, attorney fees, punitive damages
Misrepresenting the law or policy language	Yes	Yes	Financial damages, attorney fees, punitive damages

Resources & Further Reading

Related guides to support your comparison:

■ Navigating Insurance Bad Faith Claims (Timeline)

<https://storage.googleapis.com/mccormick-and-murphy-checklists-20260707-0e9aa4/mccormick-and-murphy/Timeline/bad-faith-faqs-timeline.pdf>

■ Insurance Bad Faith Checklist

<https://storage.googleapis.com/mccormick-and-murphy-checklists-20260710-3eaad2/mccormick-and-murphy/Checklist/insurance-bad-faith-checklist.pdf>

■ Home

<https://mccormickmurphy.com/>

■ About

<https://mccormickmurphy.com/about/>

■ Kirk McCormick

<https://mccormickmurphy.com/about/kirk-mccormick/>

■ James Murphy

<https://mccormickmurphy.com/about/james-murphy/>

■ Sample Case Result

<https://mccormickmurphy.com/about/sample-case-result/>

■ M + M in the community

<https://mccormickmurphy.com/about/m-m-in-the-community/>

■ Testimonials

<https://mccormickmurphy.com/about/testimonials/>

■ Practice Areas

<https://mccormickmurphy.com/practice-areas/>

McCormick and Murphy | 929 W Colorado Ave, Colorado Springs, CO 80905
(719)-389-0400 | mccormickmurphy.com
Know your rights when dealing with insurance claim disputes.