

Navigating a State Farm Bad Faith Claim in Colorado

A roadmap for policyholders facing unfair claim handling.

Based on *State Farm* by McCormick and Murphy

Initial Discovery: Recognizing Potential Bad Faith

- Understand your policy and its terms.
- Document all communications with State Farm.
- Identify unreasonable delays or denials.
- Note any misrepresentations by the insurer.



Week 1-2: Gathering Evidence

- Collect all relevant documents: policy, correspondence, repair estimates, medical records.
- Obtain witness statements if applicable.
- Secure expert opinions if necessary (e.g., medical, engineering).



Week 2-4: Consulting Legal Counsel

- Seek out an attorney specializing in bad faith insurance claims.
- Provide your attorney with all gathered evidence.
- Discuss the strength of your case and potential legal strategies.



Month 1-2: Demand Letter and Negotiation

- Your attorney sends a formal demand letter to State Farm.
- Engage in settlement negotiations with the insurer.
- Evaluate any settlement offers presented.



Month 2-4: Filing a Lawsuit

- If negotiations fail, your attorney files a lawsuit.
- Formal discovery process begins (interrogatories, depositions).



Month 4-12+: Litigation and Trial

- Continue discovery and pre-trial motions.

- Explore mediation or arbitration options.
- Prepare for and attend trial if no settlement is reached.



Post-Trial: Resolution and Appeal

- Receive judgment from the court.
- Consider appeals if necessary.
- Enforce the judgment.

Resources & Further Reading

Related guides for this timeline:

■ 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>

■ Colorado Bad Faith Insurance Claims (Cheat Sheet)

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

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Protect your rights when State Farm acts in bad faith.