

1-1 By: Smithee (Senate Sponsor - Parker) H.B. No. 1903  
1-2 (In the Senate - Received from the House April 17, 2023;  
1-3 April 18, 2023, read first time and referred to Committee on  
1-4 Business & Commerce; May 19, 2023, reported favorably by the  
1-5 following vote: Yeas 10, Nays 0; May 19, 2023, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7				
1-8	X			
1-9	X			
1-10			X	
1-11	X			
1-12	X			
1-13	X			
1-14	X			
1-15	X			
1-16	X			
1-17	X			
1-18	X			

1-19 A BILL TO BE ENTITLED  
1-20 AN ACT

1-21 relating to capital stock requirements for certain insurance  
1-22 companies.

1-23 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-24 SECTION 1. Section 822.056(d), Insurance Code, is amended  
1-25 to read as follows:

1-26 (d) The shareholders of an insurance company authorizing  
1-27 shares of stock without par value must pay a total amount of at  
1-28 least \$250,000 for the shares [~~in good faith subscribe and pay for~~  
1-29 ~~shares representing at least 50 percent of the authorized shares~~  
1-30 ~~without par value~~] before the company is granted a charter or has  
1-31 its charter amended to authorize the issuance of shares without par  
1-32 value. [~~The total amount paid for the shares must be at least~~  
1-33 ~~\$250,000.~~]

1-34 SECTION 2. Section 841.057(c), Insurance Code, is amended  
1-35 to read as follows:

1-36 (c) The shareholders of an insurance company authorizing  
1-37 shares of stock without par value must pay a total amount of at  
1-38 least \$250,000 for the shares [~~in good faith subscribe and pay for~~  
1-39 ~~shares representing at least 50 percent of the authorized shares~~  
1-40 ~~without par value~~] before the company is granted a charter or has  
1-41 its charter amended to authorize the issuance of shares without par  
1-42 value. [~~The total amount paid for the shares must be at least~~  
1-43 ~~\$250,000.~~]

1-44 SECTION 3. The following provisions of the Insurance Code  
1-45 are repealed:

- 1-46 (1) Section 822.055(d);
- 1-47 (2) Section 841.055(c); and
- 1-48 (3) Section 841.056(d).

1-49 SECTION 4. This Act takes effect September 1, 2023.

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