

By: Perez

H.B. No. 3821

A BILL TO BE ENTITLED

AN ACT

1
2 relating to requirements for insurance agents offering windstorm
3 and hail insurance policies issued by the Texas Windstorm Insurance
4 Association.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Subchapter A, Chapter 2210, Insurance Code, is
7 amended by adding Section 2210.016 to read as follows:

8 Sec. 2210.016. AGENT REQUIREMENTS. (a) The association
9 may establish requirements that an agent must comply with to offer
10 or sell a Texas windstorm and hail insurance policy under this
11 chapter.

12 (b) The association may audit an agent who offers or sells
13 Texas windstorm and hail insurance policies under this chapter to
14 determine the agent's compliance with requirements established
15 under Subsection (a). If the association finds that an agent is not
16 in compliance with association requirements, the association may
17 take appropriate action to limit or prohibit the agent from
18 offering or selling a Texas windstorm and hail insurance policy
19 under this chapter until the agent complies with those
20 requirements.

21 (c) An agent who offers or sells Texas windstorm and hail
22 insurance policies under this chapter is not an agent of the
23 association.

24 SECTION 2. This Act takes effect September 1, 2023.