

Amend CSSB 14 (House Committee Printing) by adding the following new ARTICLE to the bill and renumbering existing ARTICLES accordingly:

ARTICLE _____. CANCELLATION OF CERTAIN INSURANCE POLICIES

SECTION _____.01. The heading to Article 21.49-2A, Insurance Code, is amended to read as follows:

Art. 21.49-2A. CANCELLATION AND NONRENEWAL OF CERTAIN LIABILITY AND COMMERCIAL PROPERTY INSURANCE COVERAGE.

SECTION _____.02. Subsections (a), Article 21.49-2A, Insurance Code, is amended by amending Subdivision (2) and adding Subdivision (3) to read as follows:

(2) "Insurer" means each insurance company or other entity admitted to do business and authorized to write liability or commercial property insurance in this state, including county mutual insurance companies, Lloyd's plan companies, and reciprocal or interinsurance exchanges but excluding farm mutual insurance companies and county mutual fire insurance companies writing exclusively industrial fire insurance as defined by Article 17.02 of this code.

(3) "Commercial property insurance" means insurance covering direct or indirect loss resulting from property damage to commercial property.

SECTION _____.03. Subsections (b) and (d), Article 21.49-2A, Insurance Code, are amended to read as follows:

(b) Except as provided by Section (c) of this article, an insurer may not cancel:

(1) a policy of liability or commercial property insurance that is a renewal or continuation policy; or

(2) a policy of liability or commercial property insurance that is in its initial policy period after the 60th day following the date on which the policy was issued.

(d) An insurer must deliver or mail to the first-named insured under a liability or commercial property insurance policy at the address shown on the policy written notice of cancellation of the policy not less than the 10th day before the date on which the cancellation takes effect.

SECTION _____.04. Section 2, Article 21.49-2B, Insurance

Code, is amended to read as follows:

Sec. 2. APPLICATION. This article applies only to:

(1) a personal automobile insurance policy, other than a policy written through the Texas Automobile Insurance Plan;

(2) a homeowners or farm or ranch owner's policy; and

(3) a standard fire policy insuring a one-family dwelling, a duplex, or the contents of a one-family dwelling, a duplex, or an apartment [~~, and~~

~~(4) a policy providing property and casualty coverage to a governmental unit, other than a fidelity, surety, or guaranty bond].~~