

Amend CSSB 14, in ARTICLE 4 of the bill, by adding the following new SECTION, appropriately numbered, to read as follows:

SECTION 4.\_\_\_\_\_. Article 5.13-2, Insurance Code, is amended by adding Section 3A to read as follows:

Sec. 3A. RATE FACTORS. (a) In deciding whether a rate filing made by an insurer complies with this article, the commissioner shall consider whether:

(1) the insurer's rate complies with the rating criteria adopted under this article;

(2) the insurer's underwriting guidelines are fair and not discriminatory;

(3) the insurer has applied credit scoring in accordance with Article 21.49-2U of this code; and

(4) any applicable management fees charged by the insurer comply with law and are not unreasonable or excessive under accepted regulatory standards.

(b) The insurer must itemize any applicable management fees charged by the insurer, including an analysis of each fee that states each component of the fee, and an itemization of profit-load.