

By: Burnam

H.B. No. 114

A BILL TO BE ENTITLED

AN ACT

1
2 relating to rates for certain lines of property and casualty
3 insurance.

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

5 SECTION 1. Section 1, Article 5.101, Insurance Code, is
6 amended by adding Subsection (d) to read as follows:

7 (d) This article applies to the rates for insurance
8 described by this section that is written by any insurer engaged in
9 business in this state, including a county mutual insurance
10 company, a farm mutual insurance company, a Lloyd's plan, and a
11 reciprocal or interinsurance exchange.

12 SECTION 2. Section 912.002(a), Insurance Code, is amended
13 to read as follows:

14 (a) A county mutual insurance company is exempt from the
15 operation of all insurance laws of this state, [~~including the~~
16 ~~flexible rating program under Article 5.101,~~] except laws that are
17 made applicable by their specific terms or except as specifically
18 provided by this chapter.

19 SECTION 3. The following laws are repealed:

20 (1) Section 941.003(c), Insurance Code; and

21 (2) Section 942.003(c), Insurance Code.

22 SECTION 4. This Act takes effect September 1, 2003, and
23 applies only to an insurance policy that is delivered, issued for
24 delivery, or renewed on or after January 1, 2004. A policy that is

1 delivered, issued for delivery, or renewed before January 1, 2004,
2 is governed by the law as it existed immediately before the
3 effective date of this Act, and that law is continued in effect for
4 that purpose.