

1-1 By: Taylor (Senate Sponsor - Averitt) H.B. No. 1571
1-2 (In the Senate - Received from the House May 10, 2005;
1-3 May 12, 2005, read first time and referred to Committee on State
1-4 Affairs; May 19, 2005, reported favorably by the following vote:
1-5 Yeas 8, Nays 0; May 19, 2005, sent to printer.)

1-6 A BILL TO BE ENTITLED
1-7 AN ACT

1-8 relating to requirements for a group life insurance policy to be
1-9 issued for certain employee groups.

1-10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-11 SECTION 1. Section 1131.203(a), Insurance Code, is amended
1-12 to read as follows:

1-13 [~~(a)~~] The policyholder must pay the premium for the policy:

1-14 (1) wholly from the employer's fund or funds
1-15 contributed by the employer; [~~or~~]

1-16 (2) partly from funds described by Subdivision (1) and
1-17 partly from funds contributed by the insured employees; or

1-18 (3) wholly from funds contributed by the insured
1-19 employees.

1-20 SECTION 2. Sections 1131.203(b) and 1131.204(b), Insurance
1-21 Code, are repealed.

1-22 SECTION 3. The change in law made by this Act applies only
1-23 to a group life insurance policy delivered, issued for delivery, or
1-24 renewed on or after the effective date of this Act. An insurance
1-25 policy delivered, issued for delivery, or renewed before the
1-26 effective date of this Act is governed by the law in effect
1-27 immediately before that date, and that law is continued in effect
1-28 for that purpose.

1-29 SECTION 4. This Act takes effect immediately if it receives
1-30 a vote of two-thirds of all the members elected to each house, as
1-31 provided by Section 39, Article III, Texas Constitution. If this
1-32 Act does not receive the vote necessary for immediate effect, this
1-33 Act takes effect September 1, 2005.

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