

By: Haggerty

H.B. No. 2437

Substitute the following for H.B. No. 2437:

By: Thompson

C.S.H.B. No. 2437

A BILL TO BE ENTITLED

AN ACT

relating to rate regulation of certain insurers writing personal automobile insurance.

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

SECTION 1. Section 13, Article 5.13-2, Insurance Code, is amended by adding Subsection (h) to read as follows:

(h) An insurer is subject to the filing requirements determined by the commissioner by rule under Subsection (f) of this section if:

(1) the insurer, along with the insurer's affiliated companies or group, issues personal automobile liability insurance policies only below 101 percent of the minimum limits required by Chapter 601, Transportation Code; and

(2) the insurer, along with the insurer's affiliated companies or group, has a market share of less than 3.5 percent of the personal automobile insurance market in this state.

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2005.