

1-1 By: Lucio S.B. No. 1829
1-2 (In the Senate - Filed March 31, 2005; April 4, 2005, read
1-3 first time and referred to Committee on Business and Commerce;
1-4 April 29, 2005, reported adversely, with favorable Committee
1-5 Substitute by the following vote: Yeas 8, Nays 0; April 29, 2005,
1-6 sent to printer.)

1-7 COMMITTEE SUBSTITUTE FOR S.B. No. 1829 By: Carona

1-8 A BILL TO BE ENTITLED
1-9 AN ACT

1-10 relating to rate regulation of certain insurers writing personal
1-11 automobile insurance.

1-12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-13 SECTION 1. Section 13, Article 5.13-2, Insurance Code, is
1-14 amended by adding Subsection (h) to read as follows:

1-15 (h) An insurer is subject to the filing requirements
1-16 determined by the commissioner by rule under Subsection (f) of this
1-17 section if:

1-18 (1) the insurer, along with the insurer's affiliated
1-19 companies or group, issues personal automobile liability insurance
1-20 policies only below 101 percent of the minimum limits required by
1-21 Chapter 601, Transportation Code; and

1-22 (2) the insurer, along with the insurer's affiliated
1-23 companies or group, has a market share of less than 3.5 percent of
1-24 the personal automobile insurance market in this state.

1-25 SECTION 2. This Act takes effect immediately if it receives
1-26 a vote of two-thirds of all the members elected to each house, as
1-27 provided by Section 39, Article III, Texas Constitution. If this
1-28 Act does not receive the vote necessary for immediate effect, this
1-29 Act takes effect September 1, 2005.

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