

1-1 By: Darby (Senate Sponsor - Harris) H.B. No. 651
1-2 (In the Senate - Received from the House April 14, 2009;
1-3 April 15, 2009, read first time and referred to Committee on
1-4 Business and Commerce; May 4, 2009, reported favorably by the
1-5 following vote: Yeas 7, Nays 0; May 4, 2009, sent to printer.)

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

1-8 relating to compensation of certain persons by a domestic insurance
1-9 company.

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

1-11 SECTION 1. Section 841.252(a), Insurance Code, is amended
1-12 to read as follows:

1-13 (a) Unless first authorized by a vote of a domestic
1-14 insurance company's board of directors or a committee of the board
1-15 that has the duty to authorize the payments, the company may not pay
1-16 any compensation or emolument in an amount that, when added to any
1-17 compensation or emolument paid to the person by an affiliated
1-18 domestic insurance company, exceeds \$150,000 [~~\$100,000~~] in any year
1-19 to an individual, firm, or corporation, including an officer or
1-20 director of the company.

1-21 SECTION 2. This Act takes effect September 1, 2009.

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