

1-1 By: Hancock (Senate Sponsor - Lucio) H.B. No. 1975
1-2 (In the Senate - Received from the House April 1, 2009;
1-3 April 7, 2009, read first time and referred to Committee on
1-4 Business and Commerce; May 18, 2009, reported favorably by the
1-5 following vote: Yeas 7, Nays 0; May 18, 2009, sent to printer.)

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

1-8 relating to refund of excess unearned premiums by insurance premium
1-9 finance companies.

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

1-11 SECTION 1. Section 651.162(g), Insurance Code, is amended
1-12 to read as follows:

1-13 (g) If the crediting of return premiums to the account of an
1-14 insured results in a surplus over the amount due from the insured,
1-15 the insurance premium finance company shall refund the excess to
1-16 the insured. If the amount of the excess is less than \$5 [~~\$1~~], the
1-17 insured is not entitled to a refund.

1-18 SECTION 2. This Act takes effect immediately if it receives
1-19 a vote of two-thirds of all the members elected to each house, as
1-20 provided by Section 39, Article III, Texas Constitution. If this
1-21 Act does not receive the vote necessary for immediate effect, this
1-22 Act takes effect September 1, 2009.

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