

By: Hunter

H.B. No. 3640

A BILL TO BE ENTITLED

AN ACT

relating to the operation and alternative funding sources for the Texas Windstorm Insurance Association.

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

SECTION 1. Subchapter J, Chapter 2210, Insurance Code, is amended by adding Section 2210.4531 to read as follows:

SECTION 2210.4531. ALTERNATIVE FUNDING SOURCES.

(a) The association may accept funds from alternative funding sources for deposit in the trust fund and use in accordance with this subchapter. Such funding sources are additional to any other sources set forth in this chapter and may include but are not limited to:

(1) Funds available for disaster recovery under the American Recovery and Reinvestment Act of 2009 (Pub. L. No. 111-5),

(2) Funds available for disaster recovery from the state economic stabilization fund, through a one-time grant, a loan, a line of credit, or other lawful arrangement,

(3) Funds generated through issuance of public securities,

(4) legislative appropriation, or

(5) other permissible sources.

(b) Such funds shall be in addition to or used in concert with the reinsurance program or with other methods of association funding.

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