By: Torres H.B. No. 3150

Substitute the following for H.B. No. 3150:

By: Torres C.S.H.B. No. 3150

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the recovery of damages in a cause of action brought
- 3 against the Texas Windstorm Insurance Association.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 541.152, Insurance Code, is amended by
- 6 amending Subsection (b) and adding Subsection (c) to read as
- 7 follows:
- 8 (b) Except as provided by Subsection (c), on [On] a finding
- 9 by the trier of fact that the defendant knowingly committed the act
- 10 complained of, the trier of fact may award an amount not to exceed
- 11 three times the amount of actual damages.
- 12 (c) Subsection (b) does not apply to an action under this
- 13 <u>subchapter brought against the Texas Windstorm Insurance</u>
- 14 Association by a person who is insured under Chapter 2210.
- 15 SECTION 2. Section 2210.552, Insurance Code, is amended by
- 16 adding Subsection (e) to read as follows:
- 17 (e) A person who brings an action against the association
- 18 <u>under this section:</u>
- (1) may recover the amount of actual damages, plus
- 20 court costs and reasonable and necessary attorney's fees; and
- (2) may not recover punitive or exemplary damages,
- 22 including damages under Section 541.152(b) or 542.060 of this code
- 23 <u>or Section 17.50, Business & Commerce Code.</u>
- SECTION 3. The change in law made by this Act applies only

C.S.H.B. No. 3150

- 1 to a cause of action that accrues on or after the effective date of
- 2 this Act. A cause of action that accrues before the effective date
- 3 of this Act is governed by the law in effect immediately before that
- 4 date, and that law is continued in effect for that purpose.
- 5 SECTION 4. This Act takes effect September 1, 2011.