1-7   COMMITTEE VOTE

1-8	Yea	Nay	Absent	PNV
1-9 Carona	X			
1-10 Taylor	X			
1-11 Eltife	X			
1-12 Estes	X			
1-13 Hancock	X			
1-14 Lucio	X			
1-15 Van de Putte	X			
1-16 Watson	X			
1-17 Whitmire	X			

1-18 COMMITTEE SUBSTITUTE FOR S.B. No. 1125   By: Carona

1-19   A BILL TO BE ENTITLED
1-20   AN ACT

1-21 relating to first-party indemnity coverage purchased by insurance
1-22 purchasing groups.
1-23   BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
1-24   SECTION 1. Section 2201.251, Insurance Code, is amended by
1-25 adding Subsections (c), (d), and (e) to read as follows:
1-26   (c) Notwithstanding any other provision of this code, a
1-27 purchasing group composed primarily of employees of a political
1-28 subdivision, including a county, municipality, or school district,
1-29 may purchase first-party indemnity coverage, in addition to the
1-30 liability coverage described in Subsection (a)(3), on a group basis
1-31 for other risks to which members may be exposed provided that the
1-32 aggregate coverage limit per group member for the risk does not
1-33 exceed three percent of the per member coverage limit for liability
1-34 coverage.
1-35   (d) A purchasing group shall notify the commissioner of the
1-36 group's intent to purchase coverage described by Subsection (c) not
1-37 later than the 60th day before the date the policy that includes the
1-38 coverage is initially issued.
1-39   (e) Subsection (d) does not apply to a purchasing group
1-40 described by Subsection (c) that was providing to its members
1-41 coverage described by Subsection (c) on January 1, 2013, and has
1-42 continued to provide that coverage without lapse.
1-43   SECTION 2. This Act takes effect September 1, 2013.

1-44   * * * * *