

1-1 By: Davis S.B. No. 1567
 1-2 (In the Senate - Filed March 8, 2013; March 19, 2013, read
 1-3 first time and referred to Committee on Business and Commerce;
 1-4 May 1, 2013, reported adversely, with favorable Committee
 1-5 Substitute by the following vote: Yeas 6, Nays 0; May 1, 2013,
 1-6 sent to printer.)

1-7 COMMITTEE VOTE

| | Yea | Nay | Absent | PNV |
|------|-----|-----|--------|-----|
| 1-8 | | | | |
| 1-9 | X | | | |
| 1-10 | | | X | |
| 1-11 | | | X | |
| 1-12 | X | | | |
| 1-13 | | | X | |
| 1-14 | X | | | |
| 1-15 | X | | | |
| 1-16 | X | | | |
| 1-17 | X | | | |

1-18 COMMITTEE SUBSTITUTE FOR S.B. No. 1567 By: Watson

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

1-21 relating to coverage of certain persons under an automobile
 1-22 insurance policy.

1-23 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-24 SECTION 1. Subchapter B, Chapter 1952, Insurance Code, is
 1-25 amended by adding Sections 1952.0515 and 1952.0545 to read as
 1-26 follows:

1-27 Sec. 1952.0515. REQUIRED COVERAGE. An agent or insurer,
 1-28 including a county mutual insurance company, may not deliver or
 1-29 issue for delivery in this state a personal automobile insurance
 1-30 policy unless the policy provides at least the minimum coverage
 1-31 specified by Subchapter D, Chapter 601, Transportation Code.

1-32 Sec. 1952.0545. REQUIRED DISCLOSURE REGARDING NAMED DRIVER
 1-33 POLICIES; PERSONS IN INSURED'S HOUSEHOLD. (a) In this section,
 1-34 "named driver policy" means an automobile insurance policy that
 1-35 does not provide coverage for an individual residing in a named
 1-36 insured's household specifically unless the individual is named on
 1-37 the policy. The term includes an automobile insurance policy that
 1-38 has been endorsed to provide coverage only for drivers specifically
 1-39 named on the policy.

1-40 (b) Before accepting any premium or fee for a named driver
 1-41 policy, an agent or insurer, including a county mutual insurance
 1-42 company, must make the following disclosure, orally and in writing,
 1-43 to the applicant or insured:

1-44 WARNING: A NAMED DRIVER POLICY DOES NOT PROVIDE
 1-45 COVERAGE FOR INDIVIDUALS RESIDING IN THE INSURED'S
 1-46 HOUSEHOLD THAT ARE NOT NAMED ON THE POLICY.

1-47 (c) Before accepting any premium or fee for a named driver
 1-48 policy, an agent or insurer, including a county mutual insurance
 1-49 company, must receive a copy of the disclosure described by
 1-50 Subsection (b) that is signed by the applicant or insured.

1-51 (d) An agent or insurer, including a county mutual insurance
 1-52 company, that delivers or issues for delivery a named driver policy
 1-53 in this state shall specifically include in the policy and
 1-54 conspicuously identify on the front of any proof of insurance
 1-55 document issued to the insured the required disclosure under
 1-56 Subsection (b).

1-57 SECTION 2. Section 601.081, Transportation Code, is amended
 1-58 to read as follows:

1-59 Sec. 601.081. STANDARD PROOF OF MOTOR VEHICLE LIABILITY
 1-60 INSURANCE FORM. (a) In this section, "named driver policy" has

2-1 the meaning assigned by Section 1952.0545, Insurance Code.
 2-2 (b) A standard proof of motor vehicle liability insurance
 2-3 form prescribed by the Texas Department of Insurance must include:
 2-4 (1) the name of the insurer;
 2-5 (2) the insurance policy number;
 2-6 (3) the policy period;
 2-7 (4) the name and address of each insured;
 2-8 (5) the policy limits or a statement that the coverage
 2-9 of the policy complies with the minimum amounts of motor vehicle
 2-10 liability insurance required by this chapter; ~~and~~
 2-11 (6) the make and model of each covered vehicle; and
 2-12 (7) for a named driver policy, the required disclosure
 2-13 under Section 1952.0545, Insurance Code.

2-14 SECTION 3. This Act applies only to an insurance policy that
 2-15 is delivered, issued for delivery, or renewed on or after January 1,
 2-16 2014. A policy delivered, issued for delivery, or renewed before
 2-17 January 1, 2014, is governed by the law as it existed immediately
 2-18 before the effective date of this Act, and that law is continued in
 2-19 effect for that purpose.

2-20 SECTION 4. This Act takes effect September 1, 2013.

2-21 * * * * *