

By: Geren

H.B. No. 796

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the purchase of certain insurance coverage and the
3 performance of related risk management services for certain
4 university systems and the component institutions of those systems.

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

6 SECTION 1. Section [412.011](#), Labor Code, is amended by
7 amending Subsections (c) and (e) and adding Subsection (j) to read
8 as follows:

9 (c) The office shall:

10 (1) perform risk management for each state agency
11 subject to this chapter, except to any extent limited by Subsection
12 (j) [Chapter 412]; and

13 (2) purchase insurance coverage under any line of
14 insurance other than health or life insurance, including liability
15 insurance authorized under Chapter 612, Government Code, for a
16 state agency subject to Chapter 501, except for:

17 (A) an institution subject to Section [501.022](#); or

18 (B) a university system or component institution
19 of a university system that has elected to purchase insurance
20 coverage under Subsection (j) [~~under any line of insurance other~~
21 than health or life insurance, including liability insurance
22 authorized under Chapter 612, Government Code].

23 (e) A state agency subject to Chapter 501, except for an
24 institution subject to Section [501.022](#) or a university system or

1 component institution of the university system that has elected to
2 purchase insurance coverage under Subsection (j), may not purchase
3 property, casualty, or liability insurance coverage without the
4 approval of the board.

5 (j) The Texas State University System or a component
6 institution of that system may purchase property, casualty, or
7 liability insurance coverage without the approval of the board,
8 provided that the system or institution, as applicable, notifies
9 the office of the intended purchase in the manner and within the
10 time prescribed under Section 412.051(b). The office may perform
11 risk management services related to insurance coverage purchased
12 without board approval under this subsection only on request of the
13 purchasing university system or institution, as applicable.

14 SECTION 2. This Act takes effect immediately if it receives
15 a vote of two-thirds of all the members elected to each house, as
16 provided by Section 39, Article III, Texas Constitution. If this
17 Act does not receive the vote necessary for immediate effect, this
18 Act takes effect September 1, 2015.