

By: Workman

H.B. No. 1132

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the regulation of certain policy forms used for
3 insuring certain large risks.

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

5 SECTION 1. Section 2301.004, Insurance Code, is amended to
6 read as follows:

7 Sec. 2301.004. EXEMPTION FOR LARGE RISKS. Sections
8 2301.006, 2301.007(a) and (b), and 2301.008 do not apply to forms
9 for use with an insured that has:

10 (1) total insured property values of \$10 [~~\$5~~] million
11 or more;

12 (2) total annual gross revenues of \$20 [~~\$10~~] million
13 or more; or

14 (3) a total premium of \$100,000 [~~\$25,000~~] or more for
15 property insurance, \$100,000 [~~\$25,000~~] or more for general
16 liability insurance, or \$100,000 [~~\$50,000~~] or more for multiperil
17 insurance.

18 SECTION 2. The change in law made by this Act applies only
19 to an insurance policy that is delivered, issued for delivery, or
20 renewed on or after September 1, 2015. A policy delivered, issued
21 for delivery, or renewed before September 1, 2015, is governed by
22 the law as it existed immediately before the effective date of this
23 Act, and that law is continued in effect for that purpose.

24 SECTION 3. This Act takes effect September 1, 2015.