By: Eltife S.B. No. 781

## 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	<u>(j)</u> [ <del>Chapter 412</del> ]; 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].

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institution subject to Section 501.022 or a university system or

(e) A state agency subject to Chapter 501, except for an

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- 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 <u>liability insurance coverage without the approval of the board,</u>
- 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.