By: Lozano H.B. No. 2287

Substitute the following for H.B. No. 2287:

By: Oliveira C.S.H.B. No. 2287

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to administrative violations committed by certified

- 3 self-insurer administrators under the Texas Workers' Compensation
- 4 Act; authorizing an administrative penalty.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 415.002, Labor Code, is amended by
- 7 adding Subsections (c) and (d) to read as follows:
- 8 <u>(c)</u> Notwithstanding any provision of a contract entered
- 9 into under Section 4151.253, Insurance Code, an administrator, as
- 10 defined by Section 4151.001 of that code, commits an administrative
- 11 violation under Subsection (a) if the administrator:
- 12 (1) is under contract with a certified self-insurer;
- 13 <u>and</u>
- 14 (2) engages in conduct described by Subsection (a) in
- 15 the course of administering a claim on behalf of the certified
- 16 self-insurer.
- 17 (d) A certified self-insurer may not be charged with an
- 18 administrative violation under Subsection (a) if the conduct that
- 19 is the subject of the violation was engaged in by an administrator,
- 20 as defined by Section 4151.001, Insurance Code, of the certified
- 21 self-insurer, unless the certified self-insurer directed the
- 22 administrator to engage in that conduct.
- SECTION 2. Sections 415.002(c) and (d), Labor Code, as
- 24 added by this Act, apply only to an administrative violation

C.S.H.B. No. 2287

- 1 committed on or after the effective date of this Act. An
- 2 administrative violation committed before the effective date of
- 3 this Act is governed by the law in effect on the date the
- 4 administrative violation was committed, and the former law is
- 5 continued in effect for that purpose.
- 6 SECTION 3. This Act takes effect September 1, 2017.