By: Muñoz, Jr. H.B. No. 2620

A BILL TO BE ENTITLED

AN ACT

- 2 relating to the award of damages in a private action involving
- 3 health benefits for certain prohibited acts or practices by an
- 4 insurer.

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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 541.152(a), Insurance Code, is amended
- 7 to read as follows:
- 8 (a) A plaintiff who prevails in an action under this
- 9 subchapter may obtain:
- 10 (1) the amount of actual damages, plus court costs and
- 11 reasonable and necessary attorney's fees;
- 12 (2) in an action authorized by Section 541.151 that
- 13 relates to health benefits, the greater of:
- 14 (A) the amount provided by Subdivision (1); or
- 15 (B) \$10,000, plus court costs and reasonable and
- 16 necessary attorney's fees;
- 17 <u>(3)</u> an order enjoining the act or failure to act
- 18 complained of; or
- 19 $\underline{(4)}$ [$\underline{(3)}$] any other relief the court determines is
- 20 proper.
- 21 SECTION 2. The change in law made by this Act applies only
- 22 to a cause of action that accrues on or after the effective date of
- 23 this Act. A cause of action that accrued before the effective date
- 24 of this Act is governed by the law applicable to the cause of action

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- 1 immediately before the effective date of this Act, and that law is
- 2 continued in effect for that purpose.
- 3 SECTION 3. This Act takes effect September 1, 2017.