

By: Phelan

H.B. No. 3018

A BILL TO BE ENTITLED

1 AN ACT  
2 relating to reciprocity requirements for nonresident insurance  
3 agents to offer or sell insurance policies issued by the Texas  
4 Windstorm Insurance Association.

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

6 SECTION 1. Section 2210.152(a), Insurance Code, is amended  
7 to read as follows:

8 (a) The plan of operation must:

9 (1) provide for the efficient, economical, fair, and  
10 nondiscriminatory administration of the association; and

11 (2) include:

12 (A) a plan for the equitable assessment of the  
13 members of the association to defray losses and expenses;

14 (B) underwriting standards;

15 (C) procedures for accepting and ceding  
16 reinsurance;

17 (D) procedures for obtaining and repaying  
18 amounts under any financial instruments authorized under this  
19 chapter;

20 (E) procedures for determining the amount of  
21 insurance to be provided to specific risks;

22 (F) time limits and procedures for processing  
23 applications for insurance;

24 (G) a requirement that a nonresident agent

1 licensed under Section 4056.052 may not offer or sell a Texas  
2 windstorm and hail insurance policy under this chapter unless the  
3 nonresident agent's state of residence authorizes a resident agent  
4 licensed in this state to act in the nonresident agent's state as an  
5 agent for that state's residual insurer of last resort for  
6 windstorm and hail insurance; and

7                   (H) [~~G~~] other provisions as considered  
8 necessary by the department to implement the purposes of this  
9 chapter.

10           SECTION 2. This Act takes effect January 1, 2018.