

By: Bailes

H.B. No. 1745

A BILL TO BE ENTITLED

AN ACT

relating to notice to a policy owner regarding changes affecting a life insurance policy.

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

SECTION 1. Chapter 1101, Insurance Code, is amended by adding Subchapter H to read as follows:

SUBCHAPTER H. REQUIRED DISCLOSURES AND NOTICES

Sec. 1101.351. NOTICE REQUIREMENT FOR OWNER POLICY CHANGES.

On a request by a policy owner to make a change affecting the owner's life insurance policy, the insurer shall provide to the owner a written notice stating:

(1) that the owner should consult with a licensed insurance agent or financial advisor before making the change;

(2) that the owner may contact the department for more information; and

(3) the department's Internet website address or another manner by which the owner may contact the department.

SECTION 2. This Act takes effect September 1, 2021.