

By: Schwertner

S.B. No. 1574

A BILL TO BE ENTITLED

AN ACT

relating to the right of an insured to enter into a contract with a public insurance adjuster.

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

SECTION 1. Subchapter A, Chapter 4102, Insurance Code, is amended by adding Section 4102.007 to read as follows:

Sec. 4102.007. RIGHT TO CONTRACT WITH LICENSE HOLDER. (a)

An insured has the right to enter into a contract with a license holder to help the insured meet the insured's obligations under the insured's insurance policy. An insurance policy issued in this state may not impede or prohibit this right.

(b) An insured is not required to enter into a contract described by Subsection (a).

SECTION 2. Section 4102.007, Insurance Code, as added by this Act, applies only to an insurance policy delivered, issued for delivery, or renewed on or after January 1, 2024.

SECTION 3. This Act takes effect September 1, 2023.