

By: Estes

S.B. No. 646

A BILL TO BE ENTITLED

AN ACT

relating to actuarial certification of title insurance company reserves.

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

SECTION 1. Section 2551.256(c), Insurance Code, is amended to read as follows:

(c) The reserves analyzed under this section must include reserves for known claims~~[, including adverse development on known claims,~~] and reserves for incurred but not reported claims.

SECTION 2. The change in law made by this Act applies only to an insurer's annual statement required under Section 2551.152, Insurance Code, on or after January 1, 2016. A statement required before January 1, 2016, is governed by the law as it existed immediately before the effective date of this Act, and that law is continued in effect for that purpose.

SECTION 3. This Act takes effect September 1, 2015.