

Bill Summary
1st Session of the 58th Legislature

Bill No.:	HB 2120
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Bill Analysis

HB 2120 provides that if there is substantial evidence that an insurer is insolvent and the condition of that insurer renders the continuance of its business hazardous to the public or to holders of its policies or certificates of insurance or if an insurer has exceeded its powers or fails to comply with the laws of this state, the Insurance Commissioner must require said insurers to file a written plan of action within 30 days of notification of insolvency. Additionally, the Commissioner may require the insurer to take additional action within 90 days of notification. The Commissioner may determine at any time during or after the 90-day period that judicial or administrative proceedings should be initiated to place the insurer in conservation, rehabilitation, or liquidation proceedings. The Commissioner may also assess a \$500.00 fine per day for failure to timely file a written plan of action.

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