

**S.B. 212**  
**SURPLUS LINES INSURANCE MODIFICATIONS**

Senator **Jerry W. Stevenson** proposes the following amendments:

1. *Page 7, Line 204 through Page 8, Line 214*

*Senate Committee Amendments*

*2-23-2015:*

204           ~~§~~→ [F] (12) (a) For a surplus lines insurance transaction in the state entered into on or after  
205    May 13, 2014, if an audit is required by the surplus lines insurance {~~transaction~~} policy, a surplus  
      lines  
206    insurer: [F]  
207           [F] (i) shall exercise due diligence to initiate an audit of an insured, to determine whether  
208    additional premium is owed by the insured, by no later than six months after the expiration of  
209    the term for which premium is paid; and [F]  
210           [F] (ii) may not audit an insured more than three years after the surplus lines insurance  
211    {~~transaction~~} policy expires. [F]  
212           [F] (b) A surplus lines insurer that does not comply with this Subsection (12) may not  
213    charge or collect additional premium in excess of the premium agreed to under the surplus ⚡  
214    ⚡ lines insurance {~~transaction~~} policy. [F] ←~~§~~