

Informal Working Draft and Request for Informal Comments on Mandatory Nonrenewal of Private Passenger Automobile Insurance Policies

Texas Administrative Code, Title 28, Chapter 5, Subchapter H

Posting date: November 10, 2022

Comments due: December 12, 2022

The Texas Department of Insurance (TDI) has prepared an informal working draft of a rule relating to mandatory nonrenewal of private passenger automobile policies. The working draft implements Insurance Code §551.1053 (SB 1602, 87th Legislature, 2021). Section 551.1053 requires nonrenewal of personal automobile policies if a named insured fails or refuses to cooperate with their insurer in the investigation, settlement, or defense of a claim or action.

TDI invites your input on the informal draft, including any information on the following topics:

1. **Your current process.** TDI would like input on the procedures parties have put in place to satisfy the requirements of Insurance Code §551.1053.
2. **Costs.** TDI would like input on the costs to implement §551.1053.
3. **Implementation.** If the rule is adopted, how much time after that will insurers need for implementation?

This is an informal posting intended to gather comments from stakeholders and the public and is not a formal publication for rulemaking.

The comment period for this informal working draft will close at 5 p.m. Central time, on December 12, 2022. Submit comments to PropertyCasualty@tdi.texas.gov or call 512-676-6710 for more information about this informal working draft.

[Continue to informal working draft of Mandatory Nonrenewal of Private Passenger Automobile Insurance Policy rule.](#)

Continue to Sample Notices of Nonrenewal and Opportunity to Cooperate:

- [Figure 1 \(English\)](#)
- [Figure 2 \(Spanish\)](#)