

HB 1253 -- Insurance

Sponsor: Luetkemeyer

This bill makes changes to the insurance laws regarding the powers and duties of liquidators, mutual credits, debt set-offs, and credits for reinsurance. The bill clarifies that an order to liquidate an insurer does not affect the validity of any arbitration clauses in the insurer's existing contracts. The bill repeals provisions that limit the extent to which an insurer may set off debts in cases of an insurer's liquidation, insolvency, or rehabilitation. The bill also repeals provisions clarifying that the statute supersedes the insurer's contractual terms in determining the setoff rights of any person under contract with the insurer.

The bill contains penalty provisions.