

ID# 12946  
mJ

July 11, 1991

RQ - 116

The Honorable Dan Morales  
Attorney General  
Price Daniels Building  
Suite 800  
Austin, Texas

Dear General Morales:

As the House and Senate sponsors of the insurance reform bill (House Bill 2, 72nd Regular Session), we respectfully request your opinion on the following:

1. Will the provisions of House Bill 2, in particular Section 2.02, deregulate Lloyds and reciprocal insurance companies as to rate or form for automobile insurance?
2. Will the provisions of House Bill 2 preclude the State Board of Insurance from allowing insurers to utilize experience rating for automobile insurance?

We steadfastly believe that the answer to both requests is no. Unfortunately, we find ourselves at odds with a state agency's staff which believes it can interpret legislative intent better than the authors of the bill.

Since a majority of the provisions of this bill become effective September 1, time is of the essence and we would ask your expeditious attention to this matter.

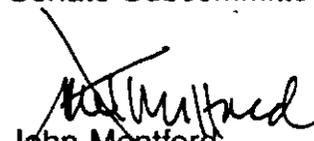
Sincerely,



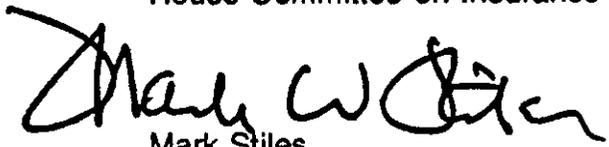
Carl A. Parker  
Chairman  
Senate Subcommittee on Insurance



Eddie Cavazos  
Chairman  
House Committee on Insurance



John Montford  
Chairman  
Senate Finance Committee



Mark Stiles  
Chairman  
Local and Consent Calendars