

**BILL SUMMARY**  
2nd Session of the 53rd Legislature

<b>Bill No.:</b>	<b>SB1156</b>
<b>Version:</b>	<b>Engrossed</b>
<b>Request Number:</b>	<b>n/a</b>
<b>Author:</b>	<b>Representative Faught Senator Aldridge</b>
<b>Date:</b>	<b>4/9/2012</b>
<b>Impact:</b>	<b>40</b>

**Research Analysis**

SB 1156, as engrossed, repeals language that makes subrogation provisions granting the insurer the right to recover medical payments made to the insured or certain relative under an automobile liability policy invalid; while provisions providing for the insurer's rights of subrogation and set-off upon such payments to any person or certain relative not named in the under the policy will be valid.

Additionally, the measure adds language that requires automobile liability insurers, when the insured is liable for injuries to another person and benefits have been paid by another insurer, to reimburse the other insurer for the payment in an amount decided by mandatory, binding arbitration between the insurers. Except, there is no right to reimbursement if the insured liable for the injuries has tendered its policy limit.

Prepared By: Andrea Merten

**Fiscal Analysis**

Engrossed SB1156 has no fiscal impact on state revenues.

Prepared By: Marilyn Anderson

**Other Considerations**

None