

**BILL SUMMARY**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 884</b>
<b>Version:</b>	<b>Committee Substitute</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Paxton (S), Sims (H)</b>
<b>Date:</b>	<b>3/27/2019</b>
<b>Impact:</b>	<b>Please see previous summary of this measure</b>

**Research Analysis**

SB 884 requires insurers to conduct both an external and internal audit function. The measure defines “internal audit function”. The measure also exempts insurer groups with an annual direct written and unaffiliated premium of more than \$1 billion and individual insurers with an annual direct written and unaffiliated premium of more than \$500 million from conducting an internal audit function. The Commissioner may also grant an exemption. Insurers that no longer qualify for an exemption must comply with the requirements of the internal audit function within 1 year of no longer qualifying for the exemption.

Prepared By: Anna Rouw

**Fiscal Analysis**

The measure is currently under review and impact information will be completed.

Prepared By: Mark Tygret

**Other Considerations**

None.