

1-1 By: Hughes S.B. No. 1060
1-2 (In the Senate - Filed February 21, 2023; March 3, 2023,
1-3 read first time and referred to Committee on State Affairs;
1-4 April 5, 2023, reported adversely, with favorable Committee
1-5 Substitute by the following vote: Yeas 8, Nays 2; April 5, 2023,
1-6 sent to printer.)

1-7	COMMITTEE VOTE			
1-8		Yea	Nay	Absent
1-9	Hughes	X		PNV
1-10	Paxton	X		
1-11	Bettencourt	X		
1-12	Birdwell	X		
1-13	LaMantia		X	
1-14	Menéndez		X	
1-15	Middleton	X		
1-16	Parker	X		
1-17	Perry	X		
1-18	Schwertner	X		
1-19	Zaffirini			X

1-20 COMMITTEE SUBSTITUTE FOR S.B. No. 1060 By: Hughes

1-21 A BILL TO BE ENTITLED
1-22 AN ACT

1-23 relating to the adoption of political shareholder proposals by
1-24 insurers and insurer holding companies.

1-25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-26 SECTION 1. Subtitle A, Title 6, Insurance Code, is amended
1-27 by adding Chapter 806 to read as follows:

1-28 CHAPTER 806. CONSIDERATION OF ENVIRONMENTAL, SOCIAL, OR POLITICAL
1-29 FACTORS

1-30 Sec. 806.001. DEFINITIONS. In this chapter:

1-31 (1) "Holding company" and "insurer" have the meanings
1-32 assigned by Section 823.002.

1-33 (2) "Political shareholder proposal" means a
1-34 shareholder proposal that seeks to directly or indirectly:

1-35 (A) prohibit or limit an insurer's ability to
1-36 insure risks related to the exploration, production, utilization,
1-37 transportation, sale, or manufacturing of fossil fuel-based energy
1-38 solely because the risks are related to fossil fuel-based energy;

1-39 (B) require or ask an insurer to reduce or track
1-40 greenhouse gas emissions, including the greenhouse gas emissions of
1-41 the insurer's insureds or of the entities in which the insurer
1-42 invests; or

1-43 (C) prohibit or limit an insurer's ability to
1-44 insure an entity involved in legal activity for the purpose of
1-45 achieving environmental, social, or political ends.

1-46 Sec. 806.002. POLITICAL SHAREHOLDER PROPOSALS PROHIBITED.
1-47 An insurer or holding company organized under the laws of this state
1-48 may not:

1-49 (1) include a political shareholder proposal in a
1-50 proxy statement; or

1-51 (2) implement a political shareholder proposal.

1-52 SECTION 2. This Act takes effect September 1, 2023.

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