



MEMORANDUM

TO: Property & Casualty Filings Intake, Texas Department of Insurance
FROM: Cindy Watkins, Manager, Legal & Compliance
RE: Revised TWIA Residential Declarations Pages

In accordance with Title 28 Texas Administrative Code 5.4911, TWIA is submitting revisions to the TWIA Residential Declarations Pages (Declarations Pages) for approval. This change is applicable to each residential policy type offered by TWIA (Dwelling, Tenant, Condominium, and Manufactured Home).

Reason for Change

TWIA has amended the Declarations Pages as part of its effort to implement provisions of House Bill 3208 passed during the 88th Texas legislative session. Specifically, House Bill 3208 amended Subsections 2210.204(d) and (e) of the Texas Insurance Code and added Subsections 2210.204(d-1), (d-2), and (d-3). Section 2210.204 requires TWIA to retain the entire annual premium on a policy cancelled by the policyholder unless the policy was cancelled due to one of the reasons enumerated in Subsection 2210.204(d). Accordingly, TWIA has amended the Declarations Pages to align with this new statutory requirement.

Comparison of Existing and Revised Declarations Pages

Pursuant to Title 28 Texas Administrative Code 5.9321(c)(7) please find below a side-by-side comparison of the existing portions of the TWIA Residential Declarations Page and the proposed revised language.

| Item | Existing Declarations Page Text | New Declarations Page Revised Text |
|------|---|--|
| 1 | Early cancellation may result in approximately 25% of your premium being retained by Texas Windstorm Insurance Association. | Depending on your reason for cancellation, TWIA may be required by law to keep your full annual premium. |