

Summary of Proposed Rule Changes

The Texas Department of Licensing and Regulation proposes changes to the rules at 16 TAC, Chapter 77, Service Contract Providers and Administrators.

What are the proposed rule changes?

The proposed rule changes:

- Implement statutory changes to the service contract provider program resulting from House Bill (HB) 1560, 87th Legislature, Regular Session (2021) and HB 4316, 88th Legislature, Regular Session (2023);
- Clarify the department's interpretation of financial security requirements for service contract providers under Occupations Code Chapter 1304;
- Clarify the existing rules concerning the financial requirements for certain residential service contract providers; and
- Remove outdated references and unnecessary language from the rules.

When and where can I review the proposed rule changes?

The proposed rule changes will be published in the February 23, 2024, [issue of the *Texas Register*](#). **This link will NOT work until February 23, 2024.** Beginning on that date the link will take you to the *Texas Register* issue. Scroll down to the Proposed Rules section and look for the heading Texas Department of Licensing and Regulation and Service Contract Providers and Administrators to locate these proposed rule changes.

Comments on the proposed rule changes may be submitted [online](#) . The Department will accept comments on the proposed rule changes until March 25, 2024.