



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 1335

PRINTERS NO. 1654

PRIME SPONSOR: Pickett

COST / (SAVINGS)

FUND	FY 2017/18	FY 2018/19
General Fund	\$0	See Fiscal Impact

SUMMARY:

House Bill 1335 codifies the Insurance Regulation and Oversight Fund as Chapter 3 of Title 40, related to Insurance. It also repeals the existing Insurance Regulation and Oversight Fund Act. It would take effect immediately.

ANALYSIS:

House Bill 1335 places existing language from the Insurance Regulation and Oversight Fund (IROF) Act into Title 40 (Insurance) as Chapter 3, a continuation of the current act. It also makes a related repeal of the existing act.

This codification of the current IROF Act includes new language requiring the Insurance Department to file an annual report with the General Assembly, and to post that report on the Department's publically accessible website. The report for a fiscal year must be filed and posted within 30 days of the end of that fiscal year. The report must contain the total amount of deposits into the IROF and the total amount of money paid by regulated entities directly to third-party consultants selected by the Department to assist it in the performance of financial and market regulation oversight activities. In addition, the report must contain the identity of each third-party consultant and the amount of money paid to each third-party consultant in each of four categories of financial and market regulation oversight activities set forth in the bill.

FISCAL IMPACT:

Enactment of this legislation will have a minor impact on the operations of the Insurance Department due to increased reporting requirements. The Department has indicated any increased costs and workload requirements can be absorbed within currently available funds.

PREPARED BY: Jeff Miller
House Appropriations Committee (R)

DATE: October 25, 2017

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.