



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 1766

PRINTERS NO. 2945

PRIME SPONSOR: Pickett

COST / (SAVINGS)

FUND	FY 2015/16	FY 2016/17
General Fund	\$0	\$0

SUMMARY:

House Bill 1766 amends Title 40, Insurance, concerning standard valuation. It would take effect in 30 days.

ANALYSIS:

Under current law, life insurance policy reserves are calculated, or valued, using pre-set formulas. House bill 1766 would allow future life insurance policy reserves to be based on Principle-Based Reserving as provided for in the legislation. This methodology is more advanced and should better reflect and measure the risks of new innovative insurance policies.

FISCAL IMPACT:

Enactment of this legislation will have no adverse impact on Commonwealth funds.

PREPARED BY: Jeff Miller
House Appropriations Committee (R)

DATE: March 22, 2016

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