



# HOUSE COMMITTEE ON APPROPRIATIONS

## FISCAL NOTE

HOUSE BILL NO. 1766

PRINTERS NO. 3382

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 immediately.

#### 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:** June 21, 2016

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