



# HOUSE COMMITTEE ON APPROPRIATIONS

## FISCAL NOTE

HOUSE BILL NO. 1851

PRINTERS NO. 2991

PRIME SPONSOR: Pickett

### COST / (SAVINGS)

FUND	FY 2017/18	FY 2018/19
General Fund	See "Fiscal Impact" below.	

### SUMMARY:

House Bill 1851 amends the Insurance Department Act of 1921 concerning examinations. It would take effect in 60 days.

### ANALYSIS:

House Bill 1851 amends the Insurance Department Act of 1921 concerning the conduct of insurance company examinations. It requires the Insurance Department to schedule a conference with the insurance company prior to commencing the examination fieldwork, and codifies the topics that must be discussed at the conference. No more than 30 days after the conference, the Department must provide the company with a detailed written budget estimate for the examination. The legislation also formalizes a process for revising that budget, if necessary, during the examination. A process and timetable for billing invoices is also detailed in the bill. Finally, House Bill 1851 requires the Insurance Department to annually publish a report on its examination and analysis activities, the contents of which are outlined in the legislation.

### FISCAL IMPACT:

The Insurance Department indicates that enactment of this legislation would have a minimal impact that the Department would be able to absorb within its current budget.

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House Appropriations Committee (R)

**DATE:** April 9, 2018

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