



# HOUSE COMMITTEE ON APPROPRIATIONS

## FISCAL NOTE

SENATE BILL NO. 877

PRINTERS NO. 1458

PRIME SPONSOR: White

### COST / (SAVINGS)

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

#### SUMMARY:

Senate Bill 877 amends the Insurance Department Act of 1921 concerning rebates and inducements. It would take effect in 60 days.

#### ANALYSIS:

Senate Bill 877 allows insurance producers to give to an insured or prospective insured, on an annual aggregate basis, any favor, advantage, object, valuable consideration or anything other than money that has a cost of or a redeemable value of less than or equal to \$100, which is not specified in the insurance contract. However, the insurance producer may not make receipt of anything of value contingent on the purchase of insurance. The Insurance Commissioner may increase this \$100 limit upon publication of notice in the Pennsylvania Bulletin. Language is also added to allow for offerings that relate to loss control of the risks covered under the policy.

#### FISCAL IMPACT:

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

**PREPARED BY:** Jeff Miller  
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.*