



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 878

PRINTERS NO. 1459

PRIME SPONSOR: White

COST / (SAVINGS)

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

SUMMARY:

Senate Bill 878 amends the Insurance Company Law of 1921 concerning rebates and inducements. It would take effect in 60 days.

ANALYSIS:

Senate Bill 878 allows insurance companies, associations, exchanges, and representatives of those organizations 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. 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.