



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 875

PRINTERS NO. 2904

PRIME SPONSOR: Irvin

COST / (SAVINGS)

FUND	FY 2021/22	FY 2022/23
General Fund	\$0	\$0

SUMMARY: House Bill 875, Printer's Number 2904, amends Title 23 (Domestic Relations) to require a property order accompanying a decree of divorce or annulment to include a provision informing the parties as to the effect of the divorce on certain contractual beneficiary designations. This legislation is effective in 180 days.

ANALYSIS: HB 875 amends Section 3323 of Title 23 to require that an order disposing of property rights between the parties, which accompanies a decree of divorce or annulment, shall include a provision informing the parties to update the beneficiary status on any existing life insurance policy, annuity contract, pension, profit-sharing plan, or other contractual arrangement providing for payment to a spouse if it is the intention of any party to keep the other party as a beneficiary. The provision shall also warn the parties that failure to update a beneficiary designation may result in revocation of the designation by operation of Section 6111.2 of Title 20 (Decedents, Estates, and Fiduciaries).

FISCAL IMPACT: Enactment of this legislation will have no adverse fiscal impact on Commonwealth funds.

PREPARED BY: Nick McClure
House Appropriations Committee (R)

DATE: April 25, 2022

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