

State Corporation Commission
2003 Fiscal Impact Statement

1. Bill Number SB1154

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron Stolle

3. Committee Courts of Justice

4. Title Motor vehicle insurance; exclusion of named persons.

5. Summary/Purpose: Allows named driver exclusions under personal umbrella and excess policies. The exclusion must be made in writing by the first named insured and acknowledged in writing by the excluded driver. The definition of an "insured" under subsection B of § 38.2 -2206 is also amended to exclude the person who is excluded under a policy pursuant to subsection B of § 38.2 -2204 as long as the excluded person was operating the vehicle.

6. No Fiscal Impact on state agencies

7. Budget amendment necessary : No

8. Fiscal implications : None

9. Specific agency or political subdivisions affected : State Corporation Commission Bureau of Insurance

10. Technical amendment necessary : No

11. Other comments : Senate Bill 1154 is identical to House Bill 2512. House Bill 2512 was amended before the House Committee on Commerce and Labor on January 23, 2003 to eliminate the requirement that the named driver exclusion be made at the time of application or renewal so that the exclusion may be done at any time in the policy term if the parties agree. The amendments also removed the language that would have amended subsection B of § 38.2 -2206 because it was not necessary to amend this section of existing law.

Date: 01/24/03/V. Tompkins

cc: Secretary of Commerce and Trade