

State Corporation Commission 2007 Fiscal Impact Statement

1. Bill Number HB2394

House of Origin ☐ Introduced ☐ Substitute ☒ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Nixon

3. Committee: Passed House

4. Title: Insurance companies; confidentiality of analyses.

5. Summary/Purpose: Amends §§ 38.2-1306.1, 38.2-1320.5 and 38.2-4319 (to make the provision applicable to health maintenance organizations) to provide that the financial analysis files and working papers of the State Corporation Commission Bureau of Insurance are afforded the same confidential treatment that are currently given to examination documents.

6. No Fiscal Impact on the State Corporation Commission

7. Budget amendment necessary: No

8. Fiscal implications: None on the State Corporation Commission

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

10. Technical amendment necessary: No

Other comments: Financial solvency reviews of insurers are now focused more on risk analysis. As a result, insurers and HMOs are sharing more commercially sensitive information with my staff that should be afforded confidential treatment by the Bureau of Insurance that is given to examination documents.

House Bill 2394 was introduced at the request of the State Corporation Commission Bureau of Insurance. The engrossed version of the bill includes a reference in § 38.2-4319 that was inadvertently omitted in the introduced version of the bill.

Date: 01/21/07 / V. Tompkins

Cc: Secretary of Trade and Commerce