

State Corporation Commission 2009 Fiscal Impact Statement

1. Bill Number: HB1887

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron: Nixon

3. Committee: Passed Both Houses

4. Title: **Cancellation of property insurance policy; authorizes on grounds of foreclosure of deed of trust.**

5. Summary: Cancellation of property insurance policy upon foreclosure. Authorizes insurance companies to cancel an owner-occupied dwelling policy during the policy period if there has been a completed foreclosure action where the property has been sold by the trustee and the sale has been properly recorded in the land title records.

6. Fiscal Impact Estimates: None 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

10. Technical Amendment Necessary: No

11. Other Comments: Currently, Virginia law does not permit mid-term cancellations of owner-occupied dwelling policies due to a foreclosure.

Date: 2/23/09 V. Tompkins

cc: Secretary of Commerce and Trade