

State Corporation Commission 2009 Fiscal Impact Statement

1. Bill Number: HB1982

House of Origin ☐ Introduced ☐ Substitute ☒ Engrossed

Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. Patron: McClellan

3. Committee: Commerce and Labor

4. Title: **Insurance; large commercial risks.**

5. Summary/Purpose: Provides that automobile policies issued to large commercial insurance risks are no longer required to comply with the commercial automobile standard policy forms promulgated by the State Corporation Commission nor would they have to be filed with the Commission. The annual certification requires the signature of an officer of the corporation.

6. Fiscal Impact Estimates: 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 and its Bureau of Insurance

10. Technical amendment necessary: No

11. Other comments: Even though policies issued to large commercial risks may be exempt from the requirement to use automobile standard forms established by the State Corporation Commission, insurers will still have to comply with all applicable statutes such as the omnibus clause, the uninsured motorist provisions, medical expense provisions, termination provisions, and the Unfair Claims Settlement Practices Act.

Date: 02/02/09 V. Tompkins
cc: Secretary of Commerce and Trade