

State Corporation Commission 2010 Fiscal Impact Statement

1. Bill Number: SB 642

House of Origin ___ Introduced X Substitute ___ Engrossed
Second House X In Committee ___ Substitute ___ Enrolled

2. Patron: Reynolds

3. Committee: Commerce and Labor

4. Title: Availability of basic health insurance.

5. Summary: Revises the definition of “health insurer” in § 38.2-3406.1 to include health maintenance organizations (HMOs). Allows HMOs to provide health care plans that do not include all of the mandated benefits. Adds “evidence of coverage” to the policy forms and subscription contracts that must disclose that all state-mandated benefits are not included in the coverage. The disclosure must be included in any application or enrollment form as well as the contract and evidence of coverage. Coverage for mammograms, pap smears, PSA testing, and colorectal cancer screening must be included.

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

11. Other comments: The Bureau of Insurance offered comments to the patron which were included in the nature of a substitute to Senate Bill 642.

Senate Bill 642 is identical to House Bill 556.

Date: 02/18/10 V. Tompkins

cc: Secretary of Commerce and Trade
Secretary of Health and Human Resources