

State Corporation Commission 2013 Fiscal Impact Statement

1. Bill Number: HB1510

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

2. Patron: Habeeb

3. Committee: Commerce and Labor

4. Title: Dental or optometric services plans.

5. Summary: Dental or optometric services plans. Amends subsection E of § 38.2-4504 by changing the contingency reserve requirement for dental and optometric services plans to \$4 million. Also amends subsection D of the § 38.2-4504 to revise the nonstock corporation requirements for change of status from an agent to a nonagent nonstock corporation. The Commission is required to consider the sufficiency of contingency reserves and to subject the nonstock corporation to Chapter 17 (Virginia Life, Accident and Sickness Insurance Guaranty Association).

6. Budget amendment necessary: No

7. Fiscal Impact Estimates: No fiscal impact on the State Corporation Commission

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: Under current law, contingency reserves for dental and optometric services plans must be at least equal to 45 days of anticipated operating expenses and incurred claims expenses generated for their subscription contracts.

Date: 01/21/13/V. Tompkins
cc: Secretary of Commerce and Trade