

## State Corporation Commission 2013 Fiscal Impact Statement

**1. Bill Number:** HB1527

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

**2. Patron:** Rust

**3. Committee:** Commerce and Labor

**4. Title:** Fire insurance policy forms.

**5. Summary:** Fire insurance policy forms. Revises subsection B of § 38.2-2107 regarding excess fire insurance to clarify that excess fire coverage may be written on an endorsement as well as a stand-alone policy. Also removes the requirement that insurers indicate in the title or the heading of the policy whether the coverage is written on a primary or excess basis.

**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:** House Bill 1527 removes the requirement that insurers indicate in the title or heading of the policy whether coverage is written on a primary or excess basis. The removal of this requirement will not change the way insurers are writing coverage today because (i) a policy must clearly state whether coverage is primary or excess; and (ii) individual coverages written in a single policy form may be written as primary or excess.

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