

State Corporation Commission

2016 Fiscal Impact Statement

1. Bill Number: HB851

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

2. Patron: Hugo

3. Committee: Commerce and Labor

4. Title: Insurance notices; electronic delivery.

5. Summary: Insurance notices; electronic delivery. Provides that an insurance agent shall not be subject to civil liability for any harm or injury that occurs as a result of a party's election to receive any notice or document by electronic means or by an insurer's failure to deliver a notice or document by electronic means. This provision replaces a measure, which is scheduled to sunset December 31, 2016, that (i) makes the notification to an insurer of any change of the electronic address for the named insured the sole responsibility of the named insured and (ii) states that giving notice of change of the named insured's electronic address to the agent of record shall not be deemed to be notice to the insurer unless it is specifically identified as a change and receipt has been accepted by the agent of record.

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: The State Corporation Commission Bureau of Insurance anticipates amendments to the provisions of the bill as introduced to eliminate the sunset of December 31, 2016.

11. Other comments: None

Date: 01/24/16/V. Tompkins

cc: Secretary of Commerce and Trade