

State Corporation Commission

2017 Fiscal Impact Statement

1. Bill Number: SB1158

House of Origin ☐ Introduced ☐ Substitute ☒ Engrossed

Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Reeves

3. Committee: Commerce and Labor

4. Title: Insurance; reciprocals.

5. Summary: Insurance; reciprocals. Allows a foreign reciprocal to obtain a license to transact the business of insurance in the Commonwealth if an affiliate of the foreign reciprocal is licensed to write the class of insurance it proposes to write in Virginia and is writing actively that class of insurance in its state of domicile or at least two other states. The measure also provides that a foreign or alien reciprocal is prohibited from transacting the business of insurance in Virginia until it obtains from the State Corporation Commission both a certificate of authority and a license to transact the business of insurance in the Commonwealth.

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: The engrossed version of Senate Bill 1158 includes language recommended by the State Corporation Commission Bureau of Insurance to ensure that a reciprocal be actively writing in its state of domicile the class of insurance that it proposes to write in Virginia in order to obtain a license.

Date: 02/13/17/V. Tompkins