

State Corporation Commission

2018 Fiscal Impact Statement

1. Bill Number: HB1486

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

2. Patron: Kilgore

3. Committee: Passed House

4. Title: Virginia Life, Accident and Sickness Insurance Guaranty Association.

5. Summary: Amends the methodology for allocating assessments for long-term care insurance written by an impaired or insolvent insurer. The measure requires that 50 percent of such assessments be allocated to accident and health insurers and 50 percent to life and annuity insurers. The methodology shall be included in the plan of operation and approved by the Commission. The measure also updates terminology, provides for treatment of health maintenance organizations, and makes conforming amendments based on proposed changes to the National Association of Insurance Commissioner's Life and Health Insurance Guaranty Association model act.

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 amendment in the nature of a substitute to House Bill 1486 amends provisions of subsection C of § 38.2-4310 and also repeals §§ 38.2-4317 and 38.2-4317.1 regarding the insolvency of a health maintenance organization.

Date: 02/14/18/V. Tompkins