

State Corporation Commission

2019 Fiscal Impact Statement

1. **Bill Number:** SB1475

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

2. **Patron:** Deeds

3. **Committee:** Commerce and Labor

4. **Title:** Health insurance; small employers.

5. **Summary:** Revises the definition of "small employer" for purposes of group health insurance policies to provide that an individual who performs any service for remuneration under a contract of hire for a limited liability company in which he is a member, regardless of the number of members of the limited liability company, shall be deemed to be an employee of the limited liability company.

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:** Senate Bill 1475 is a follow-up to legislation enacted by the patron in 2018 (Senate Bill 672). The State Corporation Commission Bureau of Insurance suggested that the patron should also consider the following amendment to include corporations jointly owned with no unrelated employees as follows on Line 242: "...for a (i) corporation of which the individual is its ~~sole~~ shareholder or an immediate family member of such ~~sole~~ shareholder or (ii)...

House Bill 2719 is identical to Senate Bill 1475.

Date: 01/27/19/V. Tompkins