

State Corporation Commission

2020 Fiscal Impact Statement

1. Bill Number: SB567

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

2. Patron: Dunnavant

3. Committee: Passed Both Houses

4. Title: Disability insurance; pregnancy or childbirth.

5. Summary: Requires each insurer proposing to issue individual or group accident and sickness insurance policies providing disability income protection coverage whose policies provide short-term disability coverage for disability arising out of pregnancy or childbirth to provide coverage for a payable benefit of at least 12 weeks for such a disability. The provision applies to any policy delivered or issued for delivery on and after July 1, 2021. The State Corporation Commission shall solicit comments from insurance industry stakeholders on the impact of this provision on current and future short-term disability options for creating a standalone maternity leave benefit and potential private options for creating a paid family leave policy. The Commission shall provide its report to the chairs of House Labor and Commerce and Senate Commerce and Labor by December 1, 2020.

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: None

Date: 3/9/20/V.Tompkins