

**State Corporation Commission  
2007 Fiscal Impact Statement**

**1. Bill Number** HB1994

**House of Origin**    ☒ Introduced    ☐ Substitute    ☐ Engrossed

**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron**        Suit

**3. Committee**    Commerce and Labor

**4. Title**            Title insurance; settlement subsidies.

**5. Summary/Purpose:** Authorizes a title insurance company, title insurance agency, or agent to pay to a settlement agent a portion of the premium that is payable on a title insurance policy purchased by the purchaser or borrower in the real estate transaction, where the payment is used to subsidize the costs of the escrow, closing or settlement services.

**6. No Fiscal Impact on the State Corporation Commission**

**7. Budget amendment necessary:** No

**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 Bureau of Insurance suggested amended language to the patron and a further suggestion that the language not be placed in Subsection C of § 38.2-4614 as in HB 1994, but in a new subsection of § 38.2-4608 as follows:

F. Nothing in this title shall prohibit a title insurance company or title insurance agent from paying all or any portion of a borrower or purchaser's escrow, closing or settlement services as defined in § 6.1-2.20.

**11. Other comments:** None

**Date:** 01/17 /07 / V. Tompkins

cc: Secretary of Commerce and Trade