

State Corporation Commission 2010 Fiscal Impact Statement

1. Bill Number: HB800

House of Origin	<u>X</u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Plum

3. Committee: House Floor

4. Title: Insurance; life and annuities licenses.

5. Summary: Removes the requirement that a nonresident insurance agent obtain a life and annuities license from the State Corporation Commission's Bureau of Insurance as a condition to obtaining a variable contract license. The existing requirement applies even if the nonresident agent does not plan to sell non-variable life or annuities products.

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: No

11. Other comments: House Bill 800 was introduced by Delegate Plum at the request of the Bureau of Insurance. State insurance departments have been working to make agent licensing requirements as uniform as possible among the states for nonresident agents. The goal of this effort is to ensure that if an agent is licensed and in good standing in the agent's home state, the nonresident state will grant the license without imposing additional requirements. House Bill 800 removes the requirement on nonresident agents and for surplus lines brokers that they obtain a Virginia license before selling products in Virginia.

House Bill 800 passed the House with an amendment on January 27.

Date: 01/27/10 V. Tompkins

cc: Secretary of Commerce and Trade
Secretary of Health and Human Resources