

State Corporation Commission 2010 Fiscal Impact Statement

1. Bill Number: SB664

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: Miller, J.C.

3. Committee: Commerce and Labor

4. Title: Insurance information disclosures.

5. Summary: Adds an exception from the special requirements for providing financial information to nonaffiliated third parties. The bill requires an insurance institution, agent, or insurance support organization to disclose the name of any beneficiary under a life insurance policy of a deceased policyholder to a funeral service licensee, as defined in Section 54.1-2800. The funeral service licensee must request the information for the purpose of arranging for the final disposition of the policyholder. The disclosure must be made as soon as practicable after the request is received.

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: The Bureau of Insurance advised the patron of Senate Bill 664 of possible conflicts between SB 664 and certain state laws relating to the security of personal information, and possibly with the federal *Gramm-Leach-Bliley Financial Services Modernization Act*, Public Law 106-102, which places a number of restrictions on the disclosure of personal information to unaffiliated third parties.

Senate Bill 664 was defeated in Senate Commerce and Labor on February 1, 2010.

Date: 02/04/10 V. Tompkins

cc: Secretary of Health and Human Resources