State Corporation Commission
2011 Fiscal Impact Statement

1. **Bill Number:** HB1586

   House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

   Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron:** Kilgore

3. **Committee:** Passed House

4. **Title:** Professional liability insurance policies; exemptions for most large commercial risks policies.

5. **Summary:** Insurance; large commercial risks. Makes professional liability insurance policies eligible for the exemptions that currently exist for most types of policies written for large commercial risks. Eliminates the requirement that insurers issuing policies under the exemption for large commercial risks report annually to the State Corporation Commission on the number of exempted policyholders.

6. **Budget Amendment Necessary**: No

7. **Fiscal Impact Estimates:** None 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:** Currently, professional liability insurance and workers' compensation insurance are the only lines of insurance excluded from the provision that exempts insurance of large commercial risks from requirements that policy forms and rates be filed with, and approved by, the State Corporation Commission. As a result of House Bill 1586, professional liability will now be exempted from the filing requirements outlined above.

    Senate Bill 1015 is identical to House Bill 1586.

Date: 1/23/11 V. Tompkins
cc: Secretary of Commerce and Trade