

State Corporation Commission 2012 Fiscal Impact Statement

1. Bill Number: HB523

House of Origin	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

2. Patron: Farrell

3. Committee: Commerce and Labor

4. Title: Fire insurance; earthquake coverage notice.

5. Summary: Fire insurance; earthquake coverage notice. Requires insurers issuing new or renewal policies of fire insurance or fire insurance in combination with other insurance coverages, which exclude coverage for damage caused by earthquake, to provide a written notice that explicitly states that (i) damage caused by earthquake is excluded and (ii) information regarding earthquake insurance is available from the insurer or insurance agent for an additional premium.

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: The notice contemplated by House Bill 523 may encourage some consumers to purchase earthquake coverage. This bill is identical to Senate Bill 369.

Date: 1/21/12 VT

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