

State Corporation Commission 2012 Fiscal Impact Statement

1. Bill Number: SB532

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron: Colgan

3. Committee: Passed Both Houses

4. Title: Bureau of Insurance; maintenance assessment.

5. Summary: Bureau of Insurance; maintenance assessment. Revises the procedure for collecting the assessment on insurers for the expenses of maintaining the Bureau of Insurance. The bill repeals the provisions for collecting estimated assessments on a quarterly basis so they are only due on an annual basis. New language provides for a penalty of \$50 for each day the annual assessment report and payment are filed late.

6. Budget amendment necessary: No.

7. The fiscal impact is indeterminate, but expected to be minimal. Final. See Item 8.

8. Fiscal implications: There is minimal fiscal impact on the State Corporation Commission Bureau of Insurance as these changes to the maintenance assessment collection process modify the timing and not the amount of collections.

9. Specific agency or political subdivisions affected: State Corporation Commission

10. Technical amendment necessary: No

11. Other comments: Senate Bill 532 was introduced at the request of the State Corporation Commission. An annual collection of the maintenance assessment for the Bureau of Insurance would be more efficient both for the Commission for collection purposes and for the insurers which must pay certain assessments (e.g. Fire, the Help Eliminate Auto Theft program, maintenance of the Bureau of Insurance). With Senate Bill 120, all assessment payments to the Bureau of Insurance would be made once per year. In addition, a penalty similar to the one imposed for non-payment of the annual premium license tax report is imposed on insurers which fail to file the assessment report and payment.

Date: 2/28/12/V. Tompkins
cc: Secretary of Commerce and Trade
Secretary of Health and Human Resources