

State Corporation Commission 2013 Fiscal Impact Statement

1. Bill Number: HB1527

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

2. Patron: Rust

3. Committee: Passed Both Houses

4. Title: Fire insurance policy forms.

5. Summary: Fire insurance policy forms. Revises subsection B of § 38.2-2107 regarding excess fire insurance to clarify that excess fire coverage may be written on an endorsement as well as a stand-alone policy. Also removes the requirement that insurers indicate in the title or the heading of the policy whether the coverage is written on a primary or excess basis.

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: House Bill 1527 removes the requirement that insurers indicate in the title or heading of the policy whether coverage is written on a primary or excess basis. The removal of this requirement will not change the way insurers are writing coverage today because (i) a policy must clearly state whether coverage is primary or excess; and (ii) individual coverages written in a single policy form may be written as primary or excess.

Date: 02/12/13/V. Tompkins
cc: Secretary of Commerce and Trade