

State Corporation Commission

2017 Fiscal Impact Statement

1. Bill Number: HB2346

House of Origin Introduced Substitute Engrossed

Second House In Committee Substitute Enrolled

2. Patron: Yancey

3. Committee: Commerce and Labor

4. Title: Insurance agent licensing; motor vehicle rental contract enrollers and agents.

5. Summary: Insurance agent licensing; motor vehicle rental contract enrollers and motor vehicle rental contract insurance agents. Excludes motor vehicle rental contract enrollers from the licensing requirements applicable to insurance agents. The measure also provides that "motor vehicle rental contract enroller" includes an authorized representative of a motor vehicle rental company. The measure qualifies the condition that motor vehicle rental contract enrollers not receive a direct or indirect commission from the insurer, the renter, or the vehicle rental company to instances where the commission is based solely on the sale of insurance coverages permitted to be offered by a motor vehicle rental contract insurance agent. Finally, the measure changes the definition of "motor vehicle rental contract insurance agent" to mean the designee of a motor vehicle rental company who is licensed as an agent to solicit, negotiate, procure, or effect certain insurance coverages.

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: Interested parties are working on amendments to House Bill 2346 and its identical companion, Senate Bill 1446.

Date: 01/30/17/V. Tompkins