



Senate

General Assembly

File No. 270

February Session, 2014

Senate Bill No. 193

Senate, April 2, 2014

The Committee on Insurance and Real Estate reported through SEN. CRISCO of the 17th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

AN ACT CONCERNING DISCLOSURE OF FEES FOR THE PROCESSING OF INSURANCE PREMIUM PAYMENTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective October 1, 2014*) Each insurer shall
2 disclose to an applicant and each insured any fees charged by such
3 insurer, third-party administrator, as defined in section 38a-720 of the
4 general statutes, or other entity that provides billing services to an
5 insurer, for the processing of premium payments. Any such fee shall
6 be conspicuously displayed on each premium billing notice sent to an
7 insured.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>October 1, 2014</i>	New section
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INS *Joint Favorable*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note***State Impact:*** None***Municipal Impact:*** None***Explanation***

The bill requires insurers to disclose certain fees for the processing of premium payments. As the bill concerns private insurance transactions, there is no fiscal impact.

The Out Years***State Impact:*** None***Municipal Impact:*** None

OLR Bill Analysis**SB 193*****AN ACT CONCERNING DISCLOSURE OF FEES FOR THE PROCESSING OF INSURANCE PREMIUM PAYMENTS.*****SUMMARY:**

This bill requires each insurer to disclose to applicants and insureds any fees it, its third-party administrator (TPA), or another entity that provides billing services to insureds on its behalf, charges to process premium payments. It requires the insurer, TPA, or entity to conspicuously display the fee on each premium billing notice sent to an insured.

EFFECTIVE DATE: October 1, 2014

COMMITTEE ACTION

Insurance and Real Estate Committee

Joint Favorable

Yea 18 Nay 1 (03/18/2014)