

OFFICE OF FISCAL ANALYSIS

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sHB-6391

AN ACT CONCERNING THE INSURANCE DEPARTMENT'S RECOMMENDATIONS REGARDING THE GENERAL STATUTES. AMENDMENT

LCO No.: 6616

File Copy No.: 338

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OFA Fiscal Note

No Fiscal Impact

The amendment adds unrelated provisions that are not anticipated to have a fiscal impact, as described below.

The amendment eliminates reinsurance collateral requirements for “reciprocal” reinsurers in certain jurisdictions to bring Connecticut into compliance with agreements signed at the national level with the European Union and the United Kingdom. These provisions are not anticipated to have a fiscal impact, as the Insurance Department has the necessary staff and expertise to implement the changes and update regulations in accordance with the amendment.

The amendment also makes changes related to the regulation of surety bail bond agents, including preventing licensees from delaying payment of the annual licensing fee. These changes have no fiscal impact as they do not change the annual licensing fee collected but rather prevent a delay in such payments (currently licensees are able to delay renewal payment by several months) and the Insurance Commissioner already sends expiration date reminders. Additionally, there is no anticipated fiscal impact from establishing continuing education requirements for surety bail bond agents, as the amendment permits the Insurance Commissioner to do, as any such program would likely be structured so that licensees incur the cost.

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Sources: Connecticut Insurance Department