

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1028 - HB 1080

March 23, 2015

SUMMARY OF BILL: Establishes that an insurer may offer a discount in premiums to producers and employees of the insurer without it being considered an unfair trade practice.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- If insurers offer reduced premiums, there could be a reduction in premium tax collections.
- There are various unknown factors including the number of individuals that Tennessee-domiciled insurers employ, the amount of premiums such employees pay, the discount that such insurers will offer to its employees, and the subsequent effect this would have on premium taxes remitted by insurers to the state.
- Any decrease in premium tax collections experienced by the state is assumed to be not significant.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

- Any decrease in premiums collected by a Tennessee-domiciled insurer as a result in offering a discount on premiums to its agents and employees is unlikely to result in a significant decrease in premium tax revenue collected by Tennessee-domiciled insurers.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

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/jdb