

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: May 19, 2011
POSITION: Neutral

BILL NUMBER: AB 1425
AUTHOR: Assembly Insurance

BILL SUMMARY: Life Insurance

This bill would revise the authority of the Insurance Commissioner (IC) to adopt regulations relating to life settlements.

FISCAL SUMMARY

The Department of Insurance indicates any costs resulting from this bill would be minor and absorbable within existing resources.

COMMENTS

The Department of Finance is neutral on this bill because it would standardize the IC's rulemaking authority relating to life settlements at no additional cost to the state.

Existing law authorizes the IC to adopt emergency regulations to govern the regulation of life settlements.

This bill would provide that the IC may adopt life settlement regulations only under standard (as opposed to emergency) Administrative Act processes. This bill also would stipulate that the IC's authority to adopt regulations applies to those adopted after the effective date of this bill.

Code/Department Agency or Revenue Type	SO LA CO RV	PROP 98	FC	(Fiscal Impact by Fiscal Year)			Fund Code
				2011-2012	2012-2013	2013-2014	
0845/Insurance	SO	No		----- No/Minor Fiscal Impact -----			0217
<u>Fund Code</u>	<u>Title</u>						
0217	Insurance Fund						

Analyst/Principal (0221) J. Fitzpatrick	Date	Program Budget Manager Lisa Ann L. Mangat	Date
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Department Deputy Director	Date
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Governor's Office:	By:	Date:	Position Approved _____
			Position Disapproved _____

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