

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6237

BILL NUMBER: HB 1246

NOTE PREPARED: Feb 20, 2009

BILL AMENDED: Feb 19, 2009

SUBJECT: Use of Credit Information by Insurance Companies.

FIRST AUTHOR: Rep. Herrell

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill removes a requirement that certain insurers recalculate an insurance score or obtain updated credit information every 36 months. It prohibits use of late medical payments as a negative factor in insurance underwriting or rating.

Effective Date: July 1, 2009.

Explanation of State Expenditures: (Revised) The bill could increase administrative expenses for the Department of Insurance (DOI) to the extent that the DOI modifies rules, guidelines, or publications to incorporate the new specifications.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: DOI.

Local Agencies Affected:

Information Sources:

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