



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
**(803)734-3780 • RFA.SC.GOV/IMPACTS**

*This fiscal impact statement is produced in compliance with the South Carolina Code of Laws and House and Senate rules. The focus of the analysis is on governmental expenditure and revenue impacts and may not provide a comprehensive summary of the legislation.*

---

<b>Bill Number:</b>	S. 0981	Introduced on January 12, 2022
<b>Author:</b>	Cromer	
<b>Subject:</b>	Insurance Procedures	
<b>Requestor:</b>	Senate Banking and Insurance	
<b>RFA Analyst(s):</b>	Tipton	
<b>Impact Date:</b>	January 18, 2022	

---

### **Fiscal Impact Summary**

This bill amends several code sections in Title 38 relating to the administration of insurance by the Department of Insurance (DOI).

This bill will have no General Fund or Other Funds expenditure impact as it does not materially alter the responsibilities of DOI.

This bill is not expected to impact General Fund or Other Funds revenue. DOI indicates that they do not expect the bill to impact insurance premiums or premiums taxes.

### **Explanation of Fiscal Impact**

#### **Introduced on January 12, 2022**

##### **State Expenditure**

This bill amends several sections of code relating to insurance procedures including, but not limited to, the establishment of minimum nonforfeiture amounts, a requirement of long-term care insurers to provide notice for an increase in premiums, the repeal of an exemption in the Standard Valuation Law, the clarification of the Investment Analysis Office of the National Association of Insurance Commissioners, a requirement to file annual reports electronically, an update to prohibited inducements to include additional parties, an approval requirement from DOI on any rate or rule filings, a requirement for flood insurance policies to specify that a flood be named, a clarification of the required notice period, and the repeal of the Interstate Insurance Product Regulation Compact.

**Department of Insurance.** DOI has indicated that this bill does not materially alter the responsibilities of the agency, and therefore, will have no General Fund or Other Funds expenditure impact.

##### **State Revenue**

This bill amends several sections of code relating to insurance procedures including, but not limited to, the establishment of minimum nonforfeiture amounts, a requirement of long-term care insurers to provide notice for an increase in premiums, the repeal of an exemption in the Standard Valuation Law, the clarification of the Investment Analysis Office of the National

Association of Insurance Commissioners, a requirement to file annual reports electronically, an update to prohibited inducements to include additional parties, an approval requirement from DOI on any rate or rule filings, a requirement for flood insurance policies to specify that a flood be named, a clarification of the required notice period, and the repeal of the Interstate Insurance Product Regulation Compact.

DOI indicates that they do not expect the bill to impact insurance premiums or premiums taxes. Therefore, there is no anticipated General Fund or Other Funds revenue impact.

**Local Expenditure**

N/A

**Local Revenue**

N/A



Frank A. Rainwater, Executive Director