

# OFFICE OF FISCAL ANALYSIS

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<http://www.cga.ct.gov/ofa>

HB-6590

AN ACT PROHIBITING CERTAIN INSURANCE DISCRIMINATION  
AND ESTABLISHING A TASK FORCE TO STUDY INSURANCE  
COSTS BORNE BY BUSINESSES LOCATED IN DISTRESSED  
MUNICIPALITIES.

As Amended by House "A" (LCO 8006)

House Calendar No.: 262

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## ***OFA Fiscal Note***

### ***State Impact:***

<b>Agency Affected</b>	<b>Fund-Effect</b>	<b>FY 22 \$</b>	<b>FY 23 \$</b>
Insurance Dept.	GF - Potential Revenue Gain	Minimal	Minimal

Note: GF=General Fund

***Municipal Impact:*** None

### ***Explanation***

The bill results in a potential minimal revenue gain to the General Fund, to the extent the Insurance Commissioner assesses additional fines or penalties for violations of the Connecticut Unfair Insurance Practices Act (CUIPA). The bill prohibits discrimination for certain insurance products on the basis of sexual orientation, gender identity, or being a victim of domestic violence and makes such discrimination a violation of CUIPA. CUIPA fines can range from \$5,000 per violation up to a maximum of \$250,000 in aggregate penalties per entity in any six-month period.

The bill also establishes a temporary task force to study the insurance costs borne by businesses in distressed municipalities, and report on its findings. This will have no fiscal impact.

House "A" alters the membership of the task force and its focus,

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which does not change the fiscal impact of the underlying bill.

***The Out Years***

The annualized ongoing fiscal impact identified above would continue into the future subject to the amount of fines assessed.