

# OFFICE OF FISCAL ANALYSIS

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HB-5409

AN ACT CONCERNING FINANCIAL PLANNERS AND THE  
CONNECTICUT UNFAIR INSURANCE PRACTICES ACT.

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## ***OFA Fiscal Note***

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

<b>Agency Affected</b>	<b>Fund-Effect</b>	<b>FY 23 \$</b>	<b>FY 24 \$</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 requires a financial planner to disclose to a Connecticut consumer, if requested, whether he or she has a fiduciary duty to them for each insurance recommendation made and makes violating this disclosure requirement 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 Out Years***

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

Primary Analyst: MP  
Contributing Analyst(s):  
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