

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◇ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sHB-6433

AN ACT CONCERNING CAPTIVE INSURANCE.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 26 \$	FY 27 \$
Insurance Dept.	IF - Potential Revenue Gain	Minimal	Minimal

Note: IF=Insurance Fund

Municipal Impact: None

Explanation

The bill, which expands the applicability of the insurance penalty provision to include captive insurance companies, results in a potential revenue gain to the Insurance Fund beginning in FY 26. The revenue gain is expected to be minimal since compliance is expected.

Other sections of the bill modify requirements regarding the captive insurance industry and result in no fiscal impact because the Insurance Department does not anticipate a meaningful increase in workload.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to the number of captive insurance company violations.