

OFFICE OF FISCAL ANALYSIS

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SB-488

AN ACT IMPLEMENTING THE TREASURER'S
RECOMMENDATIONS FOR REVISIONS TO THE UNCLAIMED
PROPERTY PROGRAM AND SECOND INJURY FUND.

OFA Fiscal Note

State Impact: See Below

Municipal Impact: None

Explanation

The bill makes various revisions to unclaimed property laws and the Second Injury Fund resulting in the fiscal impact described below.

Section 1 outlines certain actions that show apparent owners are aware of their property. To the extent this results in property no longer being considered abandoned and therefore escheatable to the state, there is a potential revenue loss to the state that depends on the amounts of such property.

Section 2 specifies that automatic premium loan provisions or other nonforfeiture provisions do not prevent insurance policies from being deemed terminated. This results in a potential revenue gain to the state to the extent this leads to an increase in escheats to the state.

Section 6 removes the requirement that the Treasurer automatically pay abandoned property claims of less than \$10. This results in potential revenue gain to the state by precluding these payments, and it also results in potential savings in administrative costs.

Section 7 subjects certain properties sold by specified craftspersons to the state's unclaimed property laws. This results in potential revenue

gain to the state, which depends on unclaimed property amounts.

Section 8 limits the Second Injury Fund's reimbursement liability to a maximum of three years of benefits. This results in potential savings to the fund to the extent claims seeking reimbursement for periods longer than three years would be limited.

The bill also makes technical and conforming changes that do not result in any fiscal impact to the state.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future.