

GOVERNMENT OF THE DISTRICT OF COLUMBIA
Office of the Chief Financial Officer

Natwar M. Gandhi
Chief Financial Officer



MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer

DATE: March 1, 2002

SUBJECT: Fiscal Impact Statement: "Insurer and Health Maintenance
Organization Self-Certification Amendment Act of 2002"

REFERENCE: Draft Legislation - Bill Number Not Available

Conclusion

There is no fiscal impact associated with the provisions of the proposed legislation. Funds are sufficient in the FY 2002 through FY 2005 budget and financial plan to conduct the activities required.

Background

The purpose of the proposed legislation is to amend the Life Insurance Act of 1934, the Fire and Casualty Act of 1940, and the Health Organization Act of 1996 to allow insurers and health maintenance organizations to self-certify to conduct business in the District. The proposed bill permits insurers and health maintenance organizations that are authorized to conduct business in another jurisdiction that is already certified by the Commissioner of the Department of Insurance and Securities Regulation (DISR) to attest that it meets all the requirements of insurance and health maintenance laws and regulations of the District and qualifies to conduct business in the District. DISR would have the authority to investigate the applicant and to suspend permission to conduct business in the District.

Financial Plan Impact

No additional staff or other resources will be necessary to implement the proposed bill. The proposed legislation has no fiscal impact on the District's FY 2002 through FY 2005 budget and financial plan.