


Government of the District of Columbia
Office of the Chief Financial Officer



Jeff DeWitt
Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson
Chairman, Council of the District of Columbia

FROM: Jeff DeWitt
Chief Financial Officer 

DATE: October 9, 2014

SUBJECT: Fiscal Impact Statement – “District of Columbia Insurance Transaction Modernization Electronic Delivery or Posting Act of 2014”

REFERENCE: Bill 20-673, Draft Committee Print as Shared with the Office of Revenue Analysis on October 1, 2014

Conclusion

Funds are sufficient in the FY 2015 through FY 2018 budget and financial plan to implement the bill.

Background

The bill permits electronic transmission and storage of documents related to insurance coverage, when appropriate consent and conditions are met. It establishes that documents delivered by electronic means (including Internet transmission, mobile application and e-mail) meet the legal requirements for evidence of insurance coverage and other official documentation. The bill requires that insurers obtain proper consent for electronic delivery and allows the insured to withdraw from electronic delivery without an imposition of a fee.

Financial Plan Impact

Funds are sufficient in the FY 2015 through FY 2018 budget and financial plan to implement the bill. The bill permits, but does not require, electronic transmission of insurance documents. The Department of Insurance, Securities and Banking can manage enforcement of the provisions within current resources.