



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
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**Bill Number:** S. 0978  
**Author:** Hayes  
**Subject:** Regulation of Risk Retention Groups  
**Requestor:** Senate Banking and Insurance  
**RFA Analyst(s):** Stein  
**Impact Date:** February 1, 2016

**Estimate of Fiscal Impact**

	<b>FY 2016-17</b>	<b>FY 2017-18</b>
<b>State Expenditure</b>		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
<b>State Revenue</b>		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
<b>Local Expenditure</b>	\$0	\$0
<b>Local Revenue</b>	\$0	\$0

**Fiscal Impact Summary**

This bill would have no expenditure impact on the General Fund, Federal Funds, or Other Funds.

**Explanation of Fiscal Impact**

**State Expenditure**

This bill amends Section 38-87-30(D) relating to the regulation of Risk Retention Groups to require additional accreditation standards, independence requirements, and the adoption and disclosure of a code of business ethics. The bill also amends Section 38-9-330(A)(2) by adjusting the set-point that triggers the requirement for life insurers to conduct the risk-based capital trend test and to submit a risk-based capital plan to the Department of Insurance.

The Department of Insurance reports that this bill would have no expenditure impact on the General Fund, Federal Funds, or Other Funds.

**State Revenue**

N/A

**Local Expenditure**

N/A

**Local Revenue**

N/A

Frank A. Rainwater, Executive Director