149th GENERAL ASSEMBLY
FEE IMPACT

BILL:	**HOUSE BILL NO. 334**
SPONSOR:	**Representative Paradee**
DESCRIPTION:	**AN ACT TO AMEND TITLE 18 OF THE DELAWARE CODE RELATING TO CAPTIVE INSURANCE.**

In accordance with 29 Del. C. §913, the following information is provided relating to licenses and fees.

Description of the Legislation:

This Act authorizes the Insurance Commissioner to issue conditional certificates of authority to captive insurance company applicants, which authorizes the captive insurance company applicants to conduct business while the Insurance Commissioner completes the review of the application materials. This Act establishes an application fee of $100 for a conditional certificate of authority.

Affected Entities:

New captive insurance companies applying for authorization to do insurance business in the State of Delaware. The Department of Insurance estimates there were approximately 72 new captive insurance company applications during the current fiscal year.

Fiscal Impact:

If 50% of the new captive insurance applicants applied for a conditional certificate of authority each year, the annual revenue would be $3,600.

Intended Use of Revenue:

All fees collected will be deposited into the captive insurance regulatory and supervision fund in accordance with 18 Del. C. §6917. This fund is used for expenses incurred by the Department of Insurance for administration and any balance in excess of necessary expenses is transferred to the General Fund at the end of each fiscal year.

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