

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

May 15, 2009

TO: Honorable Troy Fraser, Chair, Senate Committee on Business & Commerce

FROM: John S. O'Brien, Director, Legislative Budget Board

IN RE: HB3762 by Flynn (Relating to regulation of prepaid funeral benefits.), **Committee Report**
2nd House, Substituted

No significant fiscal implication to the State is anticipated.

The bill would amend the Finance Code relating to the regulation of prepaid funeral contracts and benefits, outlining responsibilities for the Department of Banking (DOB) and guidelines for sellers and purchasers of prepaid funeral contracts. The bill would also amend sections relating to prepaid funeral contract premiums and insurance-funded contracts and add a new section establishing requirements for insurance policies.

Based on the analysis of the DOB, Texas Department of Insurance, and the Funeral Services Commission, duties and responsibilities associated with implementing the provisions of the bill could be accomplished by utilizing existing resources.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 451 Department of Banking, 454 Department of Insurance, 513 Funeral Service Commission

LBB Staff: JOB, JRO, ACa