



Colorado Legislative Council Staff
NO FISCAL IMPACT

Drafting Number: LLS 05-0882
Prime Sponsor(s): Sen. Tochtrop
Rep. Butcher

Date: March 14, 2005
Bill Status: Senate State Affairs
Fiscal Analyst: Todd Herreid (303-866-2633)

TITLE: CONCERNING A PROHIBITION AGAINST THE USE OF CREDIT-BASED INSURANCE SCORING FOR INSURANCE UNDERWRITING PURPOSES.

Summary of Assessment

Under current law, property and casualty insurance carriers may use an individual's credit score for insurance underwriting purposes. This bill prohibits property and casualty insurance carriers from using credit scoring for the acceptance, denial, renewal, or rating of an individual for insurance underwriting purposes.

The bill is not expected to impact state or local government revenues or expenditures. The bill is therefore assessed as having no fiscal impact and is effective January 1, 2006. The provisions of the bill apply to insurance policies issued or renewed on or after January 1, 2006.

Departments Contacted

Regulatory Agencies