



March 22, 2022

**SUMMARY OF BILL AS AMENDED (016241):** Increases, from \$15,000 to \$25,000, the minimum amount of insurance coverage that is required for a split-limit motor vehicle insurance policy to qualify as proof of financial security for property damage in any one accident.

**FISCAL IMPACT OF BILL AS AMENDED:**

**NOT SIGNIFICANT**

Assumption for the bill as amended:

- Requiring \$10,000 more as the minimum amount of split-limit motor vehicle insurance coverage to qualify as proof of financial security for property damage in any one accident will not significantly impact state or local government revenue or expenditures.

**IMPACT TO COMMERCE OF BILL AS AMENDED:**

**Other Fiscal Impact – Due to multiple unknown factors, the extent and timing of increase in business revenue or business expenditures cannot be determined.**

Assumptions for the bill as amended:

- Businesses which sell split-limit motor vehicle insurance coverage will see an increase in their revenue under this legislation.
- In the event that claims are filed for such policies, those businesses would see an increase in their expenditures.
- Due to multiple unknown factors, the precise net impact to these businesses cannot be reasonably determined.
- The provisions of this legislation are not expected to significantly impact jobs in Tennessee.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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