

Department of Planning and Budget
2026 General Assembly Session
State Fiscal Impact Statement

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ORIGINAL

Bill Number: SB535E

Patron: Obenshain

Bill Title: Nursing homes and certified nursing facilities; required liability insurance coverage

Bill Summary: The legislation, as amended in the nature of a substitute, provides that regulations of the Board of Health shall include provisions for when an existing owner of a licensed nursing home or certified nursing facility sells or transfers ownership and the general liability and the professional liability insurance coverages are claims-made policies, then the purchaser shall purchase an extended reporting endorsement of two years after the date of sale, or purchase general liability and professional liability insurance coverage with coverage dates that begin two years prior to the date the existing owner's general liability and professional liability policies end. The purchaser shall provide evidence of compliance with this section to the Virginia Department of Health.

Budget Amendment Necessary: No

Items Impacted: None

Fiscal Summary: Minimal fiscal impact.

Fiscal Analysis: The proposed legislation is not expected to have any significant fiscal impact. The cost of promulgating regulations is expected to be minimal. Any increase in workload to receive evidence of compliance can be handled within existing resources.

Other: None