

FISCAL NOTE

EXHIBIT 9
DATE 4.13.05
SB 520

Bill #: SB0134

Title: Revise captive insurance company laws

Primary Sponsor: Wheat, M

Status: As Introduced

** [Signature]* 1-10-05 *[Signature]* 1/12/05
Sponsor signature Date David Ewer, Budget Director Date

Fiscal Summary

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
Expenditures:		
General Fund	\$0	\$0
Revenue:		
General Fund	\$0	\$0
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

State Auditor's Office (SAO)

- * [Handwritten mark]*
- The State Auditor's Office (SAO) cannot forecast the fiscal impact of this bill. Implementing the cap on premium taxes paid by a Captive Insurance Company would not have any effect on current premium taxes collected by the SAO. This cap will make Montana competitive with other Captive Insurance domiciles that already have caps on premium taxes in place. As Montana attracts more Captive Insurance companies the amount of premium taxes collected will increase. The amount of increase will be dependent upon the size of the Captive Insurance Company and the level of premiums written by the Captive Insurance companies.
 - This bill has no fiscal impact to the state.

TECHNICAL NOTES:

- In Section 3 (1) (b) of the bill, the MCA statute should read 33-2-705(4).

Reverse is also True -