FISCAL NOTE

Bill #: SB0134 **Title:** Revise captive insurance company laws

Primary Sponsor: Wheat, M **Status:** As Introduced

Sponsor signature Date David Ewer, Budget Director Date

Fiscal Summary

	FY 2006 Difference	FY 2007 Difference
Expenditures:		
General Fund	$0	$0
Revenue:		
General Fund	$0	$0
Net Impact on General Fund Balance:	$0	$0

- ☐ Significant Local Gov. Impact
- ☐ Included in the Executive Budget
- ☐ Dedicated Revenue Form Attached
- ☒ Technical Concerns
- ☐ Significant Long-Term Impacts
- ☐ Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

State Auditor's Office (SAO)

1. 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.
2. This bill has no fiscal impact to the state.

TECHNICAL NOTES:

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