



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0290

Title: Provide for a self-storage insurance act

Primary Sponsor: Tschida, Brad

Status: As Introduced

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

FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$600	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$12,000	\$0	\$12,000	\$12,000
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 290 creates the Self-Storage Insurance Act, allowing operators of self-storage facilities (operators) to offer self-storage insurance to their renters, requiring operator insurance licensure, providing requirements for self-storage insurance, and imposing a penalty for noncompliance.


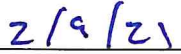
FISCAL ANALYSIS

Assumptions:

State Auditor's Office

1. There are approximately 120 operators in Montana expected to license in FY 2022 and beyond.
2. License revenue is estimated to be \$12,000 in FY 2022, 2024, and 2025 (120 operators applying at \$100 per license).
3. Initial licenses are valid for 24 months so it is estimated there will little to no revenue in FY 2023.
4. Licenses will be renewed annually following the initial licensure period.
5. Cost of rules are estimated to be \$600 in fiscal year 2022 (10 pages at \$60 per page). No additional costs are anticipated.
6. It is not possible to estimate fines related to noncompliance.

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.00	0.00	0.00	0.00
<u>Expenditures:</u>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$600	\$0	\$0	\$0
TOTAL Expenditures	\$600	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$600	\$0	\$0	\$0
TOTAL Funding of Exp.	\$600	\$0	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$12,000	\$0	\$12,000	\$12,000
TOTAL Revenues	\$12,000	\$0	\$12,000	\$12,000
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$11,400	\$0	\$12,000	\$12,000


Date
 Budget Director's Initials
 Date