



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2025 Biennium

**Bill information:**

HB0808 - Revise surety insurance laws related to bail bonds (Gunderson, Steve )

**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 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$3,840	\$3,840	\$3,897	\$3,955
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** HB 808 revises laws related to surety bail bond insurance, provides qualifications for a surety bail bond insurance license, provides license requirements and training, provides for arrest by the surety bail bond insurance producer, revises surplus lines insurance laws, and revises rulemaking authority by the commissioner of insurance. The State Auditor's Office will implement the majority of HB 808 requirements using existing staff. However, there will be additional personal services and operating costs for the office to adopt the administrative rules listed in Section 6 of the bill.

### FISCAL ANALYSIS


**Assumptions:****State Auditor's Office**

- The State Auditor's Office's Legal Department's costs to implement the requirements of HB 808, Section 6, are projected to be \$3,840. This includes additional paralegal services (54 hours x \$30/hr. = \$1,620), attorney services (36 x \$50/hr. = \$1,800), and administrative rule filing costs (7 documents x \$60/page filing fee = \$420).
- Personal services and operating costs have been inflated by 1.5% for fiscal years 2026 and 2027.

	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>	<u>FY 2026 Difference</u>	<u>FY 2027 Difference</u>
<b><u>Fiscal Impact:</u></b>				
FTE	0.00	0.00	0.00	0.00
<b><u>Expenditures:</u></b>				
Personal Services	\$3,420	\$3,420	\$3,471	\$3,523
Operating Expenses	\$420	\$420	\$426	\$432
<b>TOTAL Expenditures</b>	<b>\$3,840</b>	<b>\$3,840</b>	<b>\$3,897</b>	<b>\$3,955</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$3,840	\$3,840	\$3,897	\$3,955
<b>TOTAL Funding of Exp.</b>	<b>\$3,840</b>	<b>\$3,840</b>	<b>\$3,897</b>	<b>\$3,955</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$3,840)	(\$3,840)	(\$3,897)	(\$3,955)

**Technical Concerns**

1. The title states “providing for the arrest of the bail bond surety insurance producer, but Section 3 references “arrest by surety bail bond insurance producer.”

  
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 Sponsor's Initials

3/14/23  
 \_\_\_\_\_  
 Date

  
 \_\_\_\_\_  
 Budget Director's Initials

3-14-23  
 \_\_\_\_\_  
 Date