

# FISCAL NOTE

Requested by Legislative Council  
12/20/2004

Bill/Resolution No.: HB 1066

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2003-2005 Biennium		2005-2007 Biennium		2007-2009 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>				(\$5,300)		(\$5,300)
<b>Expenditures</b>						
<b>Appropriations</b>						

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2003-2005 Biennium			2005-2007 Biennium			2007-2009 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

HB 1066 proposes to reduce the annual premium for a bond for agents that sell hunting and fishing licenses or stamps from \$10 per year per \$5,000 of coverage to a flat \$5 per year for \$15,000 of coverage. The majority of the agents are insured for \$5,000 and pay \$10 for the cost of the bond.

This bill will reduce the Bonding Fund revenues by \$5 for an estimated 338 agents, for a total revenue reduction for the Bonding Fund of \$2,650 per year or \$5,300 per biennium.

This bill also increased the Bonding Fund's exposure from \$5,000, \$10,000, or \$15,000 to the maximum \$15,000 for all agents, thereby increasing the Fund's exposure, depending on the size of the claims that might occur in the future. Because it is almost impossible to predict future claims, this fiscal note does not include any projected impact on the Fund from the increase in the bond amount to \$15,000 for all agents.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Revenue decrease for the Bonding Fund by \$2,650 per year or \$5,300 per biennium.

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

**Name:** Charles E. Johnson  
**Phone Number:** 328-4984

**Agency:** Insurance Department  
**Date Prepared:** 01/04/2005