

BILL SUMMARY
2nd Session of the 57th Legislature

Bill No.:	HB 3864
Version:	INT
Request Number:	9328
Author:	Rep. Wallace
Date:	2/19/2020
Impact:	Directs Growth Revenue

Research Analysis

HB 3864 directs taxes collected from captive insurance companies to be distributed accordingly:

- From the first \$500,000 collected,
 - 36% to the Oklahoma Firefighters Pension and Retirement Fund,
 - 14% to the Oklahoma Police Pension and Retirement Fund,
 - 5% to the Law Enforcement Retirement Fund, and
 - 45% to the General Revenue Fund,
- From the next \$250,000 collected,
 - 100% to the Oklahoma Insurance Department for administering the Oklahoma Captive Insurance Company Act, and
- From any amount collected in excess of \$750,000,
 - 36% to the Oklahoma Firefighters Pension and Retirement Fund,
 - 14% to the Oklahoma Police Pension and Retirement Fund,
 - 5% to the Law Enforcement Retirement Fund,
 - 15% to the General Revenue Fund, and
 - 30% to the Oklahoma Insurance Department for administering the Oklahoma Captive Insurance Company Act.

Prepared By: Anna Rouw

Fiscal Analysis

According to officials with the Oklahoma Insurance Department, current insurance premium tax revenue attributable to captive insurance entities totals approximately \$500,000. The measure would direct the next \$250,000 of revenue to the Insurance Department for administration of captive entities. Revenue collections over \$750,000 in any fiscal year would be subject to the apportionment schedule proscribed in the bill.

Prepared By: Mark Tygret

Other Considerations

None.