

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 3366</b>
<b>Version:</b>	<b>Introduced</b>
<b>Request Number:</b>	<b>9191</b>
<b>Author:</b>	<b>Rep. McEntire</b>
<b>Date:</b>	<b>2/16/2024</b>
<b>Impact:</b>	<b>GRF: -\$2,002,051.33</b>

**Research Analysis**

HB3366, as introduced, modifies the annual administrative fee that a service warranty association pays in-lieu of the insurance premium tax by setting the fee at a flat \$3700. The fee is currently 2% of the gross provider fee received on the sale of all services warranties issued in the state or \$3000, whichever one the association elected to pay.

Prepared By: Quyen Do

**Fiscal Analysis**

HB 3366 modifies the annual administrative fee licensed insurers and associations pay to the Oklahoma Insurance Department (OID) for service warranties to three thousand seven hundred dollars (\$3,700). The State Treasury is prohibited from collecting any funds received by the Insurance Commissioner for the administrative fee and placing into the General Revenue Fund (GRF).

Officials from the Oklahoma Insurance Department (OID) anticipate a negative fiscal impact of ninety-seven thousand nine dollars and seventeen cents (\$97,009.17) to the agency and a reduction of two million two thousand fifty-one dollars and thirty-three cents (\$2,002,051.33) to the GRF. OID is a non-appropriated state agency, therefore, the reduction in revenue is expected to be absorbed within current budgetary resources. As a result, the fiscal implications on the state budget is a decrease of \$2,002,051.33 due to the passing of this measure.

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**Other Considerations**

None.