

FISCAL NOTE
HOUSE BILL NO. 1372
LC# 25.0389.03000
01/16/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$17,338		\$17,338
Expenditures				\$9,338		\$9,338
Appropriations						

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

This is a type of financing where a litigant receives funds prior to the resolution of a court case in exchange for a portion of a potential settlement. This is typically a high cost product with a high risk as repayment to the financing company is contingent upon a positive settlement.

4 - Fiscal Impact Sections Detail

Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.

HB 1372 will establish licensing, investigation, and examination authority for litigation financing companies. We assume a limited number of companies will offer this specialized product based upon the experience of other states. We assume the process to license and examine a litigation financing company will be similar to activity conducted under money brokering. Investigations will be conducted as needed and examinations will be conducted at least

every five years for each licensed company. We are not requesting additional FTEs at this time due to the limited number of companies expected to apply for this type of license.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

Licensing: \$4,000
Investigations: \$4,000
Examinations: \$9,338
Total Revenue Per Biennium: \$17,338

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

Examinations: \$9,338

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.

We are not asking for any additional appropriations.

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