

FISCAL NOTE
SENATE BILL NO. 2272
LC# 25.1217.02000
02/13/2025
Revised - 02/13/2025

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			\$(20,000,000)	\$20,000,000		
Expenditures						
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).

SB 2272 establishes a new Insurance Incentive Fund, redirecting \$20 million of insurance premium tax revenues to the new fund before the General Fund.

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.

SB 2272 establishes a new Insurance Incentive Fund, redirecting \$20 million of insurance premium tax revenues to the new fund before the General Fund. Under this bill, insurers can apply for grants ranging from \$2 million to \$10 million, with the state providing matching funds on a 1:1 basis for capital investments. The matching funds will be distributed over five years at a rate of 20% per year.

Section 26.1-01-.07.1 states any excess balance exceeding \$1 million in the insurance regulatory trust fund go to

the new insurance incentive fund rather than the general fund. However, Section 3 explains any balance over 20 million in the insurance incentive fund will be transferred to the general fund. The maximum impact of SB 2272 would be 20 million.

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.

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.

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.

Contact Information

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Date Prepared: 02/12/2025