FISCAL NOTE
SENATE BILL NO. 2370
LC# 25.1364.03000
04/17/2025

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						
Expenditures			$100,000			
Appropriations			$100,000			

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 2370 has been amended to create a 340b reporting program, which includes a requirement that the Insurance Commissioner report a summary of findings. The Department does not have the in-house expertise to analyze the data would need to hire consultants.

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.

Section 1, page 2, lines 11 & 12 create the reporting requirement.

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.

The only revenue in SB 2370 would come in the form of penalties, see in section 1, page 5, lines 8-14. The revenue would be contingent on entities that are required to file the disclosure reports failing to do so.

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.

The Commissioner would need to hire consultants to analyze the data and create the summary report required in Section 1, page 2, lines 11 & 12.

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.

SB 2370 does not currently include an appropriation. Since the 340b disclosure program established in this bill does not directly impact the insurance industry, we would suggest an amendment appropriating $100,000 from the general fund to enable to Commissioner to comply with the reporting requirement in Section 1, page 2, lines 11 & 12.

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