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FISCAL NOTE

	FY 2021	FY 2022	FY 2023
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
GENERAL FUND		\$36,750	\$40,425

Source of revenue increase:

The source of the revenue increase is anticipated growth in the number of life insurance policies written in Wyoming due to the lowering of the premium tax rate for life insurance policies with annual premiums over \$100,000.

Assumptions:

The Department of Insurance (Department) based its estimate on data and analysis provided by the Willow Street Group, LLC (Group). The Department selected a conservative scenario and the estimate in the table above is based on the following assumptions:

The number of policies and amount of premiums over \$100,000 will increase by 10%.

In FY 2022 there will 10 policies with over \$100,000 in annual premiums generating an increase of \$36,750

In FY 2022 there will 11 policies with over \$100,000 in annual premiums generating an increase of \$40,425

The effective date of the bill is January 1, 2021 and the Department does not anticipate a revenue increase until FY 2022.

According to the Department the fiscal impact in the form of a revenue decrease is indeterminable. The Department anticipates the revenue decrease will result from a retaliatory tax revenue decrease on the portion of premiums that exceed \$100,000. Based on 2018 data collected by the Department, the retaliatory tax revenue decrease could be \$101,000.

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