NOTE: As provided in LFC policy, this report is intended only for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used for other purposes.

The most recent FIR version (in HTML & Adobe PDF formats) is available on the Legislative Website. The Adobe PDF version includes all attachments, whereas the HTML version does not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

### FISCAL IMPACT REPORT

| SPONSOR:    | Leavell                 | DATE TYPED:       | 02/19/03 | НВ |            |
|-------------|-------------------------|-------------------|----------|----|------------|
| SHORT TITLE | E: Annual Insurance Fil | ing Fee Exemption | S        | SB | 645        |
|             |                         |                   | ANALYST: |    | Valenzuela |

#### **REVENUE**

| Estimated Revenue |           | Subsequent<br>Years Impact | Recurring<br>or Non-Rec | Fund<br>Affected |  |
|-------------------|-----------|----------------------------|-------------------------|------------------|--|
| FY03              | FY04      |                            |                         |                  |  |
|                   | (\$207.0) |                            | Recurring               | General Fund     |  |
|                   |           |                            |                         |                  |  |

(Parenthesis ( ) Indicate Revenue Decreases)

#### **SOURCES OF INFORMATION**

**Public Regulation Commission** 

## **SUMMARY**

### Synopsis of Bill

Senate Bill 645 proposes an amendment to the New Mexico Insurance Code by adding an exemption from annual rate and form filing fees for property/casualty insurers, who had no direct written premium in the previous calendar year.

### Significant Issues

The 2001 Legislature was successful in its efforts to simplify the fee schedule for annual rate and forms filing fees. The simplified fee schedule is 3 percent on premium volume. SB 645 would exempt those insurers wrote no premiums.

### FISCAL IMPLICATIONS

Senate Bill 645 does not contain an appropriation. The PRC reports that it collected revenue of \$207.0 from those insurers who would be exempt under this bill.

# MFV/yr