

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

| <b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates) |                   |           |                   |           |
|---|-------------------|-----------|-------------------|-----------|
|   | <b>FY 2015-16</b> |           | <b>FY 2016-17</b> |           |
|   | EXPENDITURES      | REVENUE   | EXPENDITURES      | REVENUE   |
| GENERAL FUNDS   |                   | See Below |                   | See Below |
| CASH FUNDS  |                   | See Below |                   | See Below |
| FEDERAL FUNDS   |                   |           |                   |           |
| OTHER FUNDS   |                   |           |                   |           |
| TOTAL FUNDS   |                   |           |                   |           |

**Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.**

LB 180 expands the definition of title insurance to include a new type of title insurance guaranteeing or indemnifying owners of personal property. The Department of Insurance (DOI) indicates there will be new title insurance products sold pursuant to the bill.

Revenue: The sale of new products will increase the amount of premium taxes collected on an annual basis by an unknown amount. Premium taxes are allocated to the General Fund (40%), Mutual Finance Assistance Fund (10%), and the Insurance Tax Fund (50%). The Insurance Tax Fund is allocated to schools (60%), cities (30%), and counties (10%).

Expenditures: The DOI indicates the department can handle any regulatory activities related to the new insurance line with existing staff and resources.

Please complete ALL (5) blanks in the first three lines.

**2015**

**LB<sup>(1)</sup> 180**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup>

Department of Insurance

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Date Prepared: <sup>(4)</sup> 1/15/15

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**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

|               | <u>FY 2015-16</u>   |                | <u>FY 2016-17</u>   |                |
|---------------|---------------------|----------------|---------------------|----------------|
|               | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | _____               | _____          | _____               | _____          |
| CASH FUNDS    | _____               | _____          | _____               | _____          |
| FEDERAL FUNDS | _____               | _____          | _____               | _____          |
| OTHER FUNDS   | _____               | _____          | _____               | _____          |
| TOTAL FUNDS   | =====               | =====          | =====               | =====          |

**Explanation of Estimate:**

No quantifiable fiscal impact. The sale of new title insurance products will lead to an increase in the amount of premium tax collected, however it is impossible to quantify the effect on premium tax revenue.

The regulation of new title insurance products can be accomplished by existing staff and resources at the Department.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

| <u>POSITION TITLE</u>     | <u>NUMBER OF POSITIONS</u> |              | <u>2015-16<br/>EXPENDITURES</u> | <u>2016-17<br/>EXPENDITURES</u> |
|---------------------------|----------------------------|--------------|---------------------------------|---------------------------------|
|                           | <u>15-16</u>               | <u>16-17</u> |                                 |                                 |
| _____                     | _____                      | _____        | _____                           | _____                           |
| _____                     | _____                      | _____        | _____                           | _____                           |
| Benefits.....             | _____                      | _____        | _____                           | _____                           |
| Operating.....            | _____                      | _____        | _____                           | _____                           |
| Travel.....               | _____                      | _____        | _____                           | _____                           |
| Capital outlay.....       | _____                      | _____        | _____                           | _____                           |
| Aid.....                  | _____                      | _____        | _____                           | _____                           |
| Capital improvements..... | _____                      | _____        | _____                           | _____                           |
| TOTAL.....                | _____                      | _____        | _____                           | _____                           |