

HB 2084 RAISES FIRE MARSHAL TAX

EXAMPLES OF IMPACT OF THIS INCREASED TAX

BASED ON FM TAX RATE OF 1.15%

FOREIGN INSURER #1

<u>HOME STATE</u>	<u>PRESENT</u>		<u>AFTER</u>	
FEEs	50,000		50,000	
PREMIUM TAX	2,000,000		2,000,000	
FIRE MARSHAL IN HOME STATE	60,000		60,000	
		2,110,000		2,110,000
<u>OREGON BASIS</u>				
FIRE MARSHAL TAX	100,000		115,000	↑
EXCISE TAX	800,000		785,000	↓
OTHER OREGON FEES	170,000		170,000	
		1,070,000		1,070,000
RETALIATORY TAX		1,040,000		1,040,000

FIRE MARSHAL TAX -- UP BY \$15,000
 GEN FUND: EXCISE TAX -- DOWN BY \$15,000
 GEN FUND: RETALIATORY TAX -- NO CHANGE
 INSURER: NO CHANGE IN TOTAL TAX

FOREIGN INSURER #2

<u>HOME STATE BASIS</u>	<u>PRESENT</u>		<u>AFTER</u>	
FEEs	40,000		40,000	
PREMIUM TAX	275,000		275,000	
HOME STATE FIRE TAX	90,000		90,000	
		405,000		405,000
<u>OREGON BASIS</u>				
FIRE MARSHAL	140,000		161,000	↑
EXCISE TAX	50,000 minimum		50,000 minimum	
OTHER OREGON FEES	17,000		17,000	
		207,000		228,000
RETALIATORY TAX		198,000		177,000

FIRE MARSHAL TAX -- UP BY \$21,000
 GEN FUND: RETALIATORY TAX -- DOWN BY \$21,000
 GEN FUND: EXCISE TAX IS A MINIMUM TAX, NO CHANGE
 INSURER: NO CHANGE IN TOTAL TAX

FOREIGN INSURER #3

<u>HOME STATE BASIS</u>	<u>PRESENT</u>		<u>AFTER</u>	
FEEs	46,000		46,000	
PREMIUM TAX	650,000		650,000	
HOME STATE FIRE TAX	800,000		800,000	
		1,496,000		1,496,000
 <u>OREGON BASIS</u>				
FIRE MARSHAL	1,200,000		1,380,000	↑
EXCISE TAX	100,000	Minimum	100,000	Minimum
OTHER FEES	130,000		130,000	
		1,430,000		1,610,000
 RETALIATORY TAX		66,000	-	↓

FIRE MARSHAL TAX--- UP \$180,000
 GEN. FUND: EXCISE TAX -- NO CHANGE IN MINIMUM
 GEN. FUND: RETALIATORY TAX -- DOWN \$66,000
INSURER: PAYS \$114,000 MORE IN TOTAL TAX

FOREIGN INSURER #4

<u>HOME STATE BASIS</u>	<u>PRESENT</u>		<u>AFTER</u>	
FEEs	2,000		2,000	
PREMIUM TAX	150		150	
HOME STATE FIRE TAX	-		-	
		2,150		2,150
 <u>OREGON BASIS</u>				
FIRE MARSHAL	100		115	↑
EXCISE TAX	150	minimum	150	minimum
OTHER FEES	1,500		1,500	
		1,750		1,765
 RETALIATORY TAX		400	385	↓

FIRE MARSHAL TAX -- UP \$15
 GEN FUND: EXCISE TAX -- NO CHANGE IN MINIMUM
 GEN FUND: RETALIATORY TAX -- DOWN \$15
 INSURER: NO CHANGE IN TOTAL TAX

DOMESTIC INSURER #1

	<u>PRESENT</u>	<u>AFTER</u>	
OREGON BASIS			
FIRE MARSHAL	100,000.00	115,000.00	↑ ↓
EXCISE TAX	52,000.00	37,000.00	
OTHER FEES	1,500.00	1,500.00	
	<u>\$ 153,500.00</u>	<u>\$ 153,500.00</u>	

FIRE MARSHAL TAX -- UP \$15,000
 GEN FUND: EXCISE TAX -- DOWN \$15,000
 GEN FUND: RETALIATORY TAX DOES NOT APPLY TO DOMESTIC INSURERS.
 INSURER: NO CHANGE IN TOTAL TAX

DOMESTIC INSURER #2

	<u>PRESENT</u>		<u>AFTER</u>	
FIRE MARSHAL TAX	400,000.00		460,000.00	↑
EXCISE TAX	30,000.00	minimum	30,000.00	
OTHER FEES	90,000.00		90,000.00	
OVERALL TAX TO OREGON	<u>\$ 520,000.00</u>		<u>\$ 580,000.00</u>	↑

FIRE MARSHAL TAX -- UP \$60,000
 GEN FUND: RETALIATORY TAX DOES NOT APPLY TO DOMESTIC INSURERS
 GEN FUND: EXCISE TAX -- NO CHANGE
INSURER: TOTAL TAXES INCREASED BY \$60,000