Agency Summary & Statutory Authority

The Department of Insurance administers the Idaho Insurance Code and International Fire Code. Its statutory authority lies in Chapter 4, Title 41, Idaho Code. It is authorized 71.50 FTP and consists of two budgeted programs, Insurance Regulation and the State Fire Marshal. Insurance Regulation houses three bureaus: the Company Activities Bureau, Consumer Services Bureau, and Product Review Bureau. The State Fire Marshal is responsible for fire prevention activities, fire/arson investigations, code enforcement, and Idaho’s fire incident reporting system.

FY 2021 Expenditures by Program

- Insurance Regulation
- State Fire Marshal

<table>
<thead>
<tr>
<th>Program</th>
<th>FY 2021 Expenditure</th>
</tr>
</thead>
<tbody>
<tr>
<td>Insurance Administrative Fund (Premium Tax)</td>
<td>$6,239,140</td>
</tr>
<tr>
<td>Arson, Fire and Fraud Prevention Fund</td>
<td>$941,440</td>
</tr>
<tr>
<td>Federal Fund (SHIBA)</td>
<td>$490,100</td>
</tr>
</tbody>
</table>

Please see publications from the Legislative Services, Budget & Policy Analysis Division for additional details: https://legislature.Idaho.gov/lso/bpa/pubs/
HIGH RISK REINSURANCE POOL

• Per Idaho Code 41-406 (d) After all other deductions authorized in this section have been made, if the premium tax remaining exceeds forty-five million dollars ($45,000,000), one-fourth (1/4) of such excess is hereby appropriated and shall be paid to the Idaho individual high risk reinsurance pool in chapter 55, title 41, Idaho Code.

• $25 million in the Idaho High Risk Reinsurance Pool will help lower the cost of insurance to Idahoans
SUPPLEMENTAL REQUEST: HIGH RISK REINSURANCE POOL

• From 2007, HRRP has
  • Reinsured 13,932 individuals
  • Paid over $164.6 million in claims

• Benefits to Idahoans
  • Current pool lowers premiums to consumers by 2-3%
  • One-time supplemental will increase reduction of premiums to ~7% for one year
  • Approval of 1332 waiver could enable ongoing premium reduction of ~7%
THANK YOU FOR YOUR CONSIDERATION