EXISTING ADMINISTRATIVE RULES Fiscal Estimate & Economic Impact Analysis

1. Type of Estimate and Analysis

Repeal Modification

2. Administrative Rule Chapter, Title and Number

Ins. 6.17 (5), 6.17 Appendix 2, and 13.08

3. Date Rule promulgated and/or revised; Date of most recent Evaluation

Ins. 6.17 (5), 6.17 Appendix 2, 6.18 (2), 6.18 Appendix 2, 6.19 (3), 6.19 Appendix 2 - 1/1/74; Ins. 13.08 (3) - 1/1/02

4. Plain Language Analysis of the Rule, its Impact on the Policy Problem that Justified its Creation and Changes in Technology, Economic Conditions or Other Factors Since Promulgation that alter the need for or effectiveness of the Rule.

The Commissioner of Insurance proposes to repeal Wis. Admin. Code § INS 6.17 Appendix 2 and amend § INS 6.17 (5) to require electronic reporting and payment of surplus lines taxes. Parallel changes would repeal Wis. Admin. Code § INS 6.18 Appendix 1 and Wis. Admin. Code § INS 6.19 Appendix 2 and amend related tax reporting requirements in § INS 6.18 (2) and § INS 6.19 (3). These proposed changes will provide uniformity and will make it easier to report and pay those taxes. Additionally, the proposed rule will align Wis. Admin. Code § INS 13.08 with Section 612.31, Stats., which—following the repeal of Section 612.31 (6) by 2015 Wis. Act 90—no longer authorizes town mutual insurers to assume business from other town mutual insurers.

5. Describe the Rule's Enforcement Provisions and Mechanisms

This rule shall be enforced through OCI's general enforcement authority under s. 601.64, Stats.

| 6. Repealing or Modifying the Rule Will Impact the Following | Specific Businesses/Sectors |
|--|-----------------------------|
| (Check All That Apply) | Public Utility Rate Payers |
| State's Economy | Small Businesses |
| Local Government Units | |

7. Summary of the Impacts, including Compliance Costs, identifying any Unnecessary Burdens the Rule places on the ability of Small Business to conduct their Affairs.

It is anticipated that there will be no impact on small businesses.

8. List of Small Businesses, Organizations and Members of the Public that commented on the Rule and its Enforcement and a Summary of their Comments.

None

| 9. | I the Agency consider any of the following Rule Modifications to reduce the Impact of the Rule on Small Businesses in lie | eu of |
|----|---|-------|
| | beal? | |

Less Stringent Compliance or Reporting Requirements

Less Stringent Schedules or Deadlines for Compliance or Reporting

Consolidation or Simplification of Reporting Requirements

Establishment of performance standards in lieu of Design or Operational Standards

Exemption of Small Businesses from some or all requirements

Other, describe:

| 10. Fund Sources Affect | ed | 11. Chapter 20, Stats. Appropriations Affected | | |
|--|----------------------------|--|--|--|
| GPR FED |] PRO 🗌 PRS 🗌 SEG 🗌 SEG-S | | | |
| 12. Fiscal Effect of Repealing or Modifying the Rule | | | | |
| 🛛 No Fiscal Effect | Increase Existing Revenues | Increase Costs | | |
| Indeterminate | Decrease Existing Revenues | Could Absorb Within Agency's Budget | | |

EXISTING ADMINISTRATIVE RULES Fiscal Estimate & Economic Impact Analysis

| | rease Cost | |
|--|--------------------------|--|
| 13. Summary of Costs and Benefits of Repealing or Modifying the Rule There are no anticipated costs to small businesses, affected insurers, or OCI. | | |
| 14. Did the Agency prepare a Cost Benefit Analysis (if Yes, attach to form) □ Yes □ No | | |
| 15. Long Range Implications of Repealing or Modifying the Rule | | |
| There are no significant long-range implications for OCI, regulated entities, or other stakeholders. | | |
| 16. Compare With Approaches Being Used by Federal Government | | |
| N/A | | |
| 17. Compare With Approaches Being Used by Neighboring States (Illinois, Iowa, Michigan and Minnesota) | | |
| See: | | |
| Illinois: 215 Ill. Comp. Stat. 5/445 (Surplus Lines) | | |
| Iowa: Iowa Code ch. 515I (Surplus Lines) | | |
| Michigan: Mich. Comp. Laws §§ 500.1901-1955 (Surplus Lines) | | |
| Minnesota: Minn. Stat. §§ 60a.195-2095 (Surplus Lines) | | |
| 18. Contact Name | 19. Contact Phone Number | |
| Sharone Assa | (608) 264-8129 | |
| This desument can be made available in alternate formate to individuals with disabilities upon request | | |

This document can be made available in alternate formats to individuals with disabilities upon request.