

SENATE
STATE OF MINNESOTA
NINETY-THIRD SESSION

S.F. No. 3163

(SENATE AUTHORS: RASMUSSEN)

DATE	D-PG	OFFICIAL STATUS
03/27/2023	2727	Introduction and first reading Referred to Taxes

1.1A bill for an act

1.2relating to taxation; insurance; modifying the definition of gross premiums;

1.3amending Minnesota Statutes 2022, section 297I.01, subdivision 9.

1.4BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.5Section 1. Minnesota Statutes 2022, section 297I.01, subdivision 9, is amended to read:

1.6Subd. 9. **Gross premiums.** "Gross premiums" means total premiums paid by

1.7policyholders and applicants of policies, whether received in the form of money or other

1.8valuable consideration, on property, persons, lives, interests and other risks located, resident,

1.9or to be performed in this state, but excluding consideration and premiums for reinsurance

1.10assumed from other insurance companies.

1.11(a) "Gross premiums" ~~includes means the total consideration net amount~~ paid to bail

1.12bond agents for bail bonds after all fees have been paid to bail bond agents. Gross premiums

1.13does not include any amounts retained by bail bond agents.

1.14(b) For title insurers, "gross premiums" means the charge for title insurance made by a

1.15title insurer or its agents according to the insurer's rate filing approved by the commissioner

1.16of commerce without a deduction for commissions paid to or retained by the agent. Gross

1.17premiums of a title insurer does not include any other charge or fee for abstracting, searching,

1.18or examining the title, or escrow, closing, or other related services.

1.19(c) "Gross premiums" includes any workers' compensation special compensation fund

1.20premium surcharge pursuant to section 176.129.

1.21(d) "Gross premiums" for nonadmitted insurance includes any payment made as

1.22consideration for an insurance contract for such insurance, including premium deposits,

2.1 assessments, fees, and any other compensation given in consideration for a contract of
2.2 insurance. Gross premiums does not include the stamping fee, as provided under section
2.3 60A.2085, subdivision 7, nor the operating assessment, as provided under section 60A.208,
2.4 subdivision 8.

2.5 **EFFECTIVE DATE.** This section is effective for policies that go into effect after June
2.6 30, 2023.