

FISCAL NOTE

Requested by Legislative Council

02/01/2001

REVISION

Bill/Resolution No.: SB 2288

Amendment to:

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$81,500	\$0	\$72,000	\$0
Appropriations	\$0	\$0	\$81,500	\$0	\$72,000	\$0

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill establishes a personal injury protection program that will facilitate the resolution of disputes over treatment of auto accident injuries. The Commissioner of Insurance must establish the program and oversee its operation. It is expected tha the establishment of the program and its first year of operation will require .5 FTE-clerical at an estimated cost of salary and benefits of \$10,000 annually and 1.0 FTE-program administrator at an estimated cost of salary and benefits of \$30,000 annually, for a total cost of \$40,000 for the first year. After the program is established and has operated for a year, it is expected that the positions could be combined to require .5 FTE-clerical at a cost of \$10,000 annually and .75 FTE-program administrator at a cost of \$22,500 annually, for a total cost of \$32,500 annually. We also estimate an increase in operating expenses for supplies, materials, telephone costs, and others of \$4,000 per biennium and an estimated cost of equipment, including file cabinets, office furniture, and computer equipment of \$5,000 per biennium for the first biennium and \$3,000 per biennium thereafter.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

None

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

General fund expense will increase by \$81,500 for the 2001-2003 biennium and by \$72,000 per biennium thereafter.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Insurance Department:

- a. Salaries and wages increased by \$72,500 for 2001-2003 biennium.
- b. Operating expense increased by \$4,000 for 2001-2003 biennium.
- c. Equipment expense increased by \$5,000 for 2001-2003 biennium.

Includes 1.5 FTE first year, 1.25 FTE thereafter.

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		Prepared:	