

FISCAL NOTE
Requested by Legislative Council
01/23/2007

Bill/Resolution No.: SB 2389

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.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

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

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

The proposed legislation adds intent language relating to PPI awards and re-categorizes the awards within the PPI schedules in terms of dollars instead of weeks in an attempt to prohibit any offsets by Social Security on these types of awards.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

WORKFORCE SAFETY & INSURANCE
2007 LEGISLATION
SUMMARY OF ACTUARIAL INFORMATION

BILL NO: SB 2389

BILL DESCRIPTION: Permanent Partial Impairment (PPI) Awards

SUMMARY OF ACTUARIAL INFORMATION: Workforce Safety & Insurance, together with its actuary, Glenn Evans of Pacific Actuarial Consultants, has reviewed the legislation proposed in this bill in conformance with Section 54-03-25 of the North Dakota Century Code.

The proposed legislation adds intent language relating to PPI awards and re-categorizes the awards within the PPI schedules in terms of dollars instead of weeks in an attempt to prohibit any offsets by Social Security on these types of awards.

FISCAL IMPACT: Based on our understanding, the proposed legislation is not intended to change the existing PPI award payment structure, but rather express the amount of the awards within the structure in terms of dollars versus number of weeks. The conversion of the PPI weeks to dollars within the PPI schedule portion of the legislation appears to have used last year's PPI benefit rate and thus, PPI award amounts may have been inadvertently understated. Assuming the conversions are corrected to reflect existing PPI benefit levels, the proposal should have no impact on statewide reserve and premium rate levels.

DATE: February 2, 2007

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.*

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.*

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

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