

**FISCAL NOTE**  
**SENATE BILL NO. 2031**  
**LC# 23.0092.01000**  
**12/30/2022**

**1 - 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.*

	2021-2023 Biennium		2023-2025 Biennium		2025-2027 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures				\$3,100,000		
Appropriations						

**2 - County, City, School District, and Township Fiscal Effect**

*Identify the fiscal effect on the appropriate political subdivision.*

	2021-2023 Biennium	2023-2025 Biennium	2025-2027 Biennium
Counties			
Cities			
School Districts			
Townships			

**3 - 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 Insurance Department will be responsible for calculating and publishing drug pricing based on information provided by ND PERS. This will require qualified staff and consultants to determine pricing- specifically under section 19-25-04, 19-25-06 and 19-25-07.

**4 - Fiscal Impact Sections Detail**

*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.*

The sections of 19-25-04, 19-25-06 and 19-25-07 require the Insurance Department to analyze data, however we do not have current staff with that expertise. This would, therefore, result in hiring qualified staff and using consulting firms.

**5 - Revenues Detail**

*For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

N/A

## 6 - Expenditures Detail

*For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

We would need at least two FTEs and external assistance from a consulting firm with pharmaceutical expertise. This legislation would require consistent and continuous review and oversight for effective implementation. The estimated annual cost to the Insurance Department is approximately \$1.55M. This estimate includes 2 additional FTEs for the Insurance Department and 2500 hours of annual staff time from a consulting firm.

## 7 - Appropriations Detail

*For information shown under state fiscal effect in 1 or 2, please 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

N/A

## Contact Information

**Name:** Jessica Davis

**Agency:** ND Insurance Dept

**Telephone:** 7013282930

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