

ANALYSIS OF THE RISK MANAGEMENT FUND FOR THE 2005-07 AND 2007-09 BIENNIUMS

	2005-07 Biennium		2007-09 Biennium	
Beginning balance		\$2,938,692		\$2,542,940
Add estimated revenues				
Premiums	\$3,731,624 ¹		\$3,743,457 ²	
Total estimated revenues		3,731,624 ¹		3,743,457 ²
Total available		\$6,670,316		\$6,286,397
Less estimated expenditures				
Administration	\$746,211		\$919,331	
Claims-related expenses - Continuing appropriation	148,095		138,860	
Claims and litigation	3,233,070		3,038,713	
Total estimated expenditures		4,127,376		4,096,904
Ending balance		\$2,542,940		\$2,189,493

¹In response to an actuarial review completed in 2004 by Aon Risk Services, the Risk Management Division has decided to assess a total of \$3,731,624 in risk management premiums to state agencies, boards, and commissions and the North Dakota University System for the 2005-07 biennium.

²In response to an actuarial review completed in 2006 by Aon Risk Services, the Risk Management Division has decided to assess a total of \$3,743,457 in risk management premiums to state agencies, boards, and commissions and the North Dakota University System for the 2007-09 biennium.

FUND HISTORY

In September 1994 the North Dakota Supreme Court abolished the doctrine of sovereign immunity. As a result of this court decision, the 1995 Legislative Assembly passed the Tort Claims Act (1995 Senate Bill No. 2080) which created a risk management fund and assigned the responsibility of administering a risk management program to the Office of Management and Budget.