

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

(list bill or resolution and number, if available, or subject

Amentment to: \_\_\_\_\_  
(list bill or resolution and number)

REQUESTED BY: \_\_\_\_\_ DATE OF RECEIPT \_\_\_\_\_ 19

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed attach a supplementary sheet. Please type.

Since the blanket bonding proviso is optional, it is impossible to ascertain at this juncture which governmental units will subscribe to it; as a corollary thereof, there is no practicable way in which to estimate the fiscal effect in dollars of SB 53.

Implementation of this bill would undoubtedly require the services of an actuary or other specialist qualified and competent to establish rates according to the various factors which are recognized as determinative by commercial line sureties, or, in the alternative, subscription by the Fund in a rating bureau. Present law does not require either, since premiums are computed at the rate of twenty-five cents per one hundred dollars of the required bond regardless of the usual underwriting considerations.

~~The State Fire & Tornado Fund currently subscribes to the services of the Fire Underwriters Inspection Bureau at an annual cost of one thousand dollars. A comparable service may be available through a surety bureau.~~

January 12, 1967

Signed \_\_\_\_\_  
By K. O. NICHARD

