

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: Senate Bill No. 2164 Amendment to: _____

Requested by: Legislative Council Date of Receipt: _____

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

The largest insurer doing business in this state as a third party administrator providing administrative services for self-insurance health care benefits is Blue Cross Blue Shield of North Dakota. The premium tax against that company alone for the 1984 calendar year amounts to \$42,500 and for the 1985 calendar year, \$63,500. The estimates indicated below represent premium tax to be collected from that company only. It is anticipated that additional premium tax on administrative services only contracts will be collected from other insurance companies doing this business in the state. Finally, it should be noted that the Insurance Department is currently in the process of determining whether the premium tax applies to claims administered and service fees collected by third party administrators under the law as it currently exists.

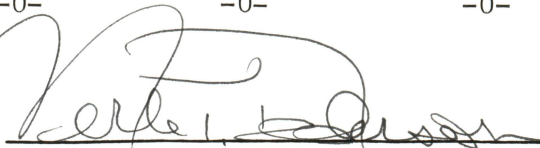
State Fiscal Effect:

<u>1987-88</u>		<u>1988-89</u>		<u>Biennium Total</u>	
<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>
\$70,000	-0-	\$70,000	-0-	\$140,000	-0-

County and City Fiscal Effect:

<u>1987-88</u>		<u>1988-89</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
-0-	-0-	-0-	-0-	-0-	-0-

If additional space is needed, attach a supplemental sheet.

Signed 
 Typed Name MERLE T. PEDERSON
 Department INSURANCE DEPARTMENT

Date Prepared: 1-8-87

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