

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: HB 1160 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:

Section 1 and Section 2 of the bill have no fiscal impact.

Section 3 and Section 4 of the bill will have a cost savings of approximately \$15,600 per year. This savings is based on the following assumptions:

1. An average of 95 homes held per year at an average value of \$30,000.
2. The cost of the coverage through the fire and tornado fund is .10 per thousand of value per month.
3. The current premium is between \$200 and \$250 per month.

New premium calculation:

$\$30,000/\$1000=30 \times .10 = \$3.00$ per month $\times 12$ months = \$36 per year

$\$36 \times 95$ homes = \$3,420 annual premium

Current premium calculation:

$\$200 \times 95$ homes = \$19,000

Savings calculation:

$\$19,000 - \$3,420 = \$15,580$

State Fiscal Effect:

<u>1989-90</u>		<u>1990-91</u>		<u>Biennium Total</u>	
<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>

\$15,600 Savings

County and City Fiscal Effect:

<u>1989-90</u>		<u>1990-91</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Joseph S. Lamb

Date Prepared: 1/6/89

Department Bank of North Dakota