

(Return in triplicate)

FISCAL NOTE

Revised

Bill/Resolution No.: HB1638 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:

Self insured groups are authorized under Federal Law according to ERISA (Employment Retirement and Income Security Act). Therefore, the Insurance Department may not have any jurisdiction.

Section 26.1 of the N.D. Century Code does not include self-insured groups. Since the Insurance Department does not regulate them, self-insured groups do not have to submit required documents, forms, files, etc. including "claims made" information.

A majority of self-insured group contracts are administered by Blue Cross/Blue Shield, 90 in total.

Although a total tax projection on "claims made" by self-insured groups is unattainable, the amount listed is based on contracts administered by Blue Cross/Blue Shield of North Dakota.

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>
-0-	330,437.00	-0-	330,437.00	-0-	660,874.00

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 Bernadette Berger

Date Prepared: 2/3/89

Department Insurance Department