FISCAL NOTE

Requested by Legislative Council 01/23/2001

Bill/Resolution No.: HB 1469

Amendment to:

1A. **State fiscal effect:** Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.

1999-2001 Biennium 2001-2003 Biennium 2003-2005 Biennium

General Other Funds General Other Funds
Fund Fund Fund

Revenues Expenditures Appropriations

1B. County, city, and school district fiscal effect: Identify the fiscal effect on the appropriate political subdivision.

1999-2001 Biennium

2001-2003 Biennium

2003-2005 Biennium

School School School
Counties Cities Districts Counties Cities Districts Counties Cities Districts

2. **Narrative:** Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.

NORTH DAKOTA WORKERS COMPENSATION 2001 LEGISLATION SUMMARY OF ACTUARIAL INFORMATION

BILL DESCRIPTION: Custom Agricultural Exemptions

BILL NO: HB 1469

SUMMARY OF ACTUARIAL INFORMATION: North Dakota Workers Compensation, together with its actuary, Glenn Evans of Pacific Actuarial Consultants, has reviewed the legislation proposed in this bill in conformance with Section 54-03-25 of the North Dakota Century Code.

This bill will exempt from workers' compensation coverage certain custom agricultural operations that comprise less than 50% of the employer's gross income or gross payroll for custom agricultural operations exceeds \$20,000.

FISCAL IMPACT: We do not anticipate that this change will materially change rate and reserve levels. To the extent that some employer's opt out of the workers' compensation system, collected premiums will decline; but the Bureau should realize a reduction in losses that will offset the drop in income.

DATE: January 26, 2001

- 3. State fiscal effect detail: For information shown under state fiscal effect in 1A, please:
 - A. **Revenues:** Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.
 - B. **Expenditures:** Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.
 - C. **Appropriations:** Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.

Name: Paul R. Kramer Agency: ND Workers Compensation

Phone Number: 328-3856 **Date** 01/26/2001

Prepared: