FISCAL NOTE

Requested by Legislative Council 01/08/2003

Bill/Resolution No.: SB 2167

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.

2001-2003 Biennium 2003-2005 Biennium 2005-2007 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.

2001-2003 Biennium

2005-2007 Biennium

School School School School
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 2003 LEGISLATION SUMMARY OF ACTUARIAL INFORMATION

BILL DESCRIPTION: After Acquired Medical Evidence

BILL NO: SB 2167

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.

The proposed bill permits claims to be reopened based on "after acquired" medical evidence.

FISCAL IMPACT: Not quantifiable. We do not have sufficient information to evaluate the impact of the proposed bill. However, the legislation will likely permit the reopening of a potentially significant number of claims from prior periods as well as claims arising in future periods. NDWC anticipates administrative and legal related costs to increase. Thus, rate and reserve levels will increase accordingly.

DATE: January 10, 2003

- 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: John Halvorson Agency: NDWC

Phone Number: 328-3760 Date Prepared: 01/10/2003