

ANALYSIS OF THE RISK MANAGEMENT FUND FOR THE 2001-03 BIENNIUM

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|--|-------------|-------------|
| Beginning balance - July 1, 2001 | | \$3,660,111 |
| Add estimated revenues | | |
| Premiums | \$3,580,957 | |
| Investment income | 60,000 | |
| Total estimated revenues | | \$3,640,957 |
| Total available | | \$7,301,068 |
| Less estimated expenditures | | |
| Administration (2001 House Bill No. 1015) | \$896,304 | |
| Claims-related expenses - Continuing appropriation | 2,189,772 | |
| Claims and litigation - Continuing appropriation | 2,331,000 | |
| Total estimated expenditures | | \$5,417,076 |
| Estimated ending balance - June 30, 2003 | | \$1,883,992 |

NOTE: The estimated June 30, 2003, balance made at the end of the 2001 Legislative Assembly was \$551,748. The increase in the estimated balance of \$1,332,244 is due to the actual July 1, 2001, balance of \$3,660,111 being \$1,505,714 more than the July 1, 2001, balance estimated at the close of the 2001 Legislative Assembly of \$2,154,397. The actual July 1, 2001, balance was more than estimated due to lower than anticipated expenditures during the 1999-2001 biennium.

In September 1994 the North Dakota Supreme Court abolished the doctrine of sovereign immunity. As a result of this court decision, the 1995 Legislative Assembly passed the Tort Claims Act (1995 Senate Bill No. 2080) contained in North Dakota Century Code Section 32-12.2-07, which created a risk management fund and assigned the responsibility of administering a risk management program to the Office of Management and Budget.