

ANALYSIS OF THE FIRE AND TORNADO FUND FOR THE 1999-2001 AND 2001-03 BIENNIUMS

	<u>1999-2001 Biennium</u>	<u>2001-03 Biennium</u>
Beginning balance	\$16,558,658	\$14,751,996
Add estimated revenues		
Premium collections	\$6,630,000	\$6,650,000
Investment income	1,305,000	2,610,000
Boiler inspection fees	275,000	280,000
Insurance recoveries	2,100,000	1,000,000
Loss claims recovery	150,000	250,000
Other	<u>8,000</u>	<u>5,000</u>
Total estimated revenues	<u>10,468,000</u>	<u>10,795,000</u>
Total available	\$27,026,658	\$25,546,996
Less estimated expenditures		
Loss claims payments	\$9,850,000	\$8,500,000
1997 Red River Valley flood loss claims payments	270,000	150,000
Insurance Department - Administration (1999 SB 2010, 2001 HB 1010)	831,145	831,145
State Fire Marshal program (1999 SB 2003, 2001 HB 1003)	385,517	385,143
Firemen's Association grants (1999 SB 2015, 2001 HB 1015)	63,000	126,000
Claims-related payments	<u>875,000</u>	<u>900,000</u>
Total estimated expenditures	<u>12,274,662</u>	<u>10,892,288</u>
Estimated ending balance	<u><u>\$14,751,996</u></u>	<u><u>\$14,654,708</u></u>

NOTE: The state fire and tornado fund originated in 1919. The fund is maintained to insure the various political subdivisions and state industries against loss to public buildings and permanent fixtures. North Dakota Century Code Section 26.1-22-14 requires that if the fire and tornado reserve balance is less than \$12 million, the Insurance Commissioner must increase assessments on policies.