

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 700 is the Risk Management and Own Risk and Solvency Assessment Act. The bill requires the filing of a risk and solvency assessment summary report by insurers domiciled in the state. The report is to be filed with the Department of Insurance (DOI) upon request of the Director, no more than once each year. Some insurers are exempt from the filing requirements. The first filing is in 2015. A penalty of \$200 per day, up to a maximum of \$1,000, may be assessed by the Director if an insurer fails to file the report.

The bill will result in a small workload increase for the DOI to request and collect the required reports. The department indicates there will be approximately 49 insurers that will file the risk and solvency assessment report with the agency on an annual basis. The workload increase is projected to be minimal and can be handled with existing staff and resources of the department.

It is assumed there will be very few penalties assessed pursuant to the act. If penalties are assessed, the fine revenue will accrue to the county where the violation occurs for use by the public schools.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 700	AM:	AGENCY/POLT. SUB: Dept. of Insurance
REVIEWED BY: Gary Bush	DATE: January 10, 2014	PHONE: 471-4161
COMMENTS: Concur with the Department of Insurance estimate of impact.		

Please complete ALL (5) blanks in the first three lines.

2014

LB⁽¹⁾ 700

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Department of Insurance

Prepared by: ⁽³⁾

Krystle Ledvina Garcia

Date Prepared: ⁽⁴⁾

1-9-2014

Phone: ⁽⁵⁾

402-471-4637

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No Fiscal Impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15</u>	<u>2015-16</u>
	<u>14-15</u>	<u>15-16</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____