

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 799 deletes a requirement to report salaries and compensation of officers of an insurance company in the annual financial statement required to be filed with the Department of Insurance (DOI). The bill also provides that fines assessed an insurer for failing to comply with reporting requirements will be remitted to the State Treasurer for distribution per Article VII, Section 5 of the state Constitution rather than to the Permanent School Fund. Remittance per the Constitution is assumed to mean fine revenue will accrue to the county where the fine is imposed, for use in the public schools. The fine is \$100 per day for each day the information is not provided.

The change in reporting requirements has no fiscal impact for the DOI. The change in the disposition of the fees will have a minimal fiscal impact for some school districts. It is assumed that fines assessed pursuant to the failure to submit an annual financial statement will be minimal because total revenue from all fines for the Permanent School Fund in FY13 was only \$10,450. Currently, interest earned on fines accruing to the Permanent School Fund is allocated on an annual basis as state apportionment to all school districts in the state based upon school census. The change in the bill will mean the fine revenue will be paid to the county where the fine is imposed, most likely Lancaster County, for use in the public schools in the county. Changes in revenue for school districts may impact state aid received, however, the bill is assumed to have an insignificant impact in terms of TEEOSA aid.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 799	AM:	AGENCY/POLT. SUB: Dept. of Insurance	
REVIEWED BY: Gary Bush		DATE: January 14, 2014	PHONE: 471-4161
COMMENTS: Agree with agency estimate of impact.			

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

2014

LB⁽¹⁾ 799

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Department of Insurance

Prepared by: ⁽³⁾

Krystle Ledvina Garcia

Date Prepared: ⁽⁴⁾

1/13/2013

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.....	_____	_____	_____	_____