

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3799-01
BILL NO.: Perfected SB 836
SUBJECT: Corporations: Insurance
TYPE: Original
DATE: February 22, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
 This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of Secretary of State** assume this proposal would not affect total state revenues, and would have no fiscal impact on their office.

Officials of the **Department of Insurance** assume this proposal would have no fiscal impact on small business, and would not affect total state revenues. Officials assume no fiscal impact to their department.

Oversight assumes no local fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.) \$0	FY 2002 \$0	FY 2003 \$0
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<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.) \$0	FY 2002 \$0	FY 2003 \$0
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This act clarifies a not-for-profit statute that limits corporate distributions. The current statute does not reference public corporations formed for self-insurance purposes. The provisions for those corporations are found in sovereign immunity statutes and do allow for certain distributions. This act would clarify that not-for-profit insurance companies established by political subdivisions may make distributions in conformity with Sections 537.020 and 537.635, RSMo.

This legislation is not federally mandated, would not duplicate any other program and would not
DESCRIPTION (continued)

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require additional capital improvements or rental space.

SOURCES OF INFORMATION

Secretary of State
Department of Insurance

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is written in a cursive style with a large initial "J".

Jeanne Jarrett, CPA
Director
February 22, 2000