

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3946-01
BILL NO.: SB 861
SUBJECT: Insurance - General; Banks and Financial Institutions
TYPE: Original
DATE: February 14, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
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
None			
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 from the **Department of Economic Development - Division of Finance** assumes this proposal would not fiscally impact their agency.

Department of Insurance (INS) officials state that the department may need to develop an annual statement supplementary interrogatory to monitor compliance with this proposal. INS assumes that the one-time development costs, the annual mailing costs, and the annual monitoring of responses could be covered with existing appropriation. INS states that if additional proposals as passed it may be necessary to request additional appropriation due to the combined affect of multiple proposals.

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

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

FISCAL IMPACT - Small Business

Some small financial institutions could be fiscally impacted due to the requirements of this proposal.

DESCRIPTION

This proposal would require assets not exclusively controlled by an insurance company to be held by banks or other approved financial institutions.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

L.R. NO. 3946-01
BILL NO. SB 861
PAGE 3 OF 3
February 14, 2000

Department of Insurance
Department of Economic Development
Division of Finance

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 14, 2000