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LB 854

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *

	FY 2008-09		FY 2009-10	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	Unknown	Unknown	Unknown	Unknown
FEDERAL FUNDS				
OTHER FUNDS		Unknown		Unknown
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 854 is the Discount Medical Plan Organization Act. The bill provides for the annual registration of discount medical plan organizations. An initial application fee of up to \$1,500 is required to be paid to the Department of Insurance. Annual renewal fees of \$100 are established. The Department of Insurance is authorized to examine or investigate the business and affairs of discount medical plan organizations. Any costs related to examinations are to be paid by the entity being examined. Fines and penalties are established for violations of the act.

The Department of Insurance does not know how many discount medical plan organizations are currently operating in the state. The department does not project there to be a significant number. Any revenue received from registrations and examinations of the organizations will be deposited in the Department of Insurance Cash Fund. Any fines and penalties pursuant to the act will accrue to the Permanent School Fund, the interest from which is distributed to public schools.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Joe Wilcox	1/24/08	PHONE 471-2526
COMMENTS			
DEPT. OF INSURANCE – Potential positive revenue impact. Undetermined at this time.			