

**SENATE
JOURNAL SUPPLEMENT**

3/11/86

TUESDAY

No. 54

FISCAL NOTE

SB
442

REQUEST

Bill/Resolution No.: SB 442
 Title: "An Act relating to marine insurance"
 Sponsor: Senator Eliason
 Requester: Senator Zharoff
 Date of Request: 3/6/86

FISCAL DETAIL

Agency Affected: Commerce & Econ. Dev.
 BRU: Insurance
 Components: Operations

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL		4.0	0.0	0.0	0.0	0.0
CONTRACTUAL		100.0	0.0	0.0	0.0	0.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		104.0	0.0	0.0	0.0	0.0
CAPITAL		0.0	0.0	0.0	0.0	0.0
REVENUE		0.0	0.0	0.0	0.0	0.0

FUNDING: (Thousands of dollars)

GENERAL FUND		104.0	0.0	0.0	0.0	0.0
FEDERAL FUNDS						
OTHER						
TOTAL		104.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME		0.0	0.0	0.0	0.0	0.0
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary.

The role of the division in this marine insurance "creation" bill is to advise, verify and act as a clearinghouse; coordinating agency for those charting recip insurance companies. Professional services contracts to insurance service prov and specialist-attorneys will be essential to establish these reciprocals

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 Date: 3/7/86

Approved by Commissioner: J. Gregory Beka
 Agency: Commerce and Economic Development

Date: 3/7/86

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and legally. Estimated service company fees of \$50,000 and attorney fees of \$50,000 are minimum figures. Four thousand travel expense would be utilized by the division director and financial examiner to attend the division-sponsored organizational meetings envisioned as necessary to bring the reciprocals into existence, and educate the clientele. These meetings would be nearly identical to the two meetings in 1985 sponsored and fostered by this division which were attended by legislators (and staff), financiers, brokers, agents, fishing industry organizations, marine surveyors, marine safety experts, adjusters and attorneys. Creation of these reciprocals will, in turn, create an even greater need for these meetings.