

**State Impact**

Increasing damage limitations against governmental entities and removing the aggregate damage cap would result in increased litigation costs and liability premiums. The Attorney General's Office would require an appropriation of \$122,000 to manage increased litigation. Actuarial estimates are that this bill would cause a 20 percent increase in liability premiums paid by state agencies and institutions, or approximately \$3,000,000 across all funding sources statewide. These premiums would be adjusted by the Division of Risk Management through the rate-setting process and take effect in FY 2008.

	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2007</u>	<u>FY 2008</u>
	<u>Approp.</u>	<u>Approp.</u>	<u>Revenue</u>	<u>Revenue</u>
General Fund	\$122,000	\$122,000	\$0	\$0
<b>TOTAL</b>	<b>\$122,000</b>	<b>\$122,000</b>	<b>\$0</b>	<b>\$0</b>

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**Individual and Business Impact**

Individuals taking action against the state may benefit by higher damage limitations.

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