

State Impact

Risk Management receives approximately twenty claims per year similar to those described in this bill. At this time the claims are summarily dismissed due to the governmental immunity clause.

This bill would require some evidentiary proceedings to determine facts in any action. The primary defendant would likely be school districts. If one claim per district were filed each year, the trial costs would be \$15,000 each, or \$600,000 total.

Assuming the state is half of the twenty currently filed, the cost to the state would be \$150,000 per year. In subsequent years the actions would drive a premium increase for agencies, although it is not possible to quantify that amount at this time.

At minimum, School District premiums (through dedicated credits) would increase by the amount of the cost (\$600,000). State costs would see a general fund increase of \$150,000.

	<u>FY 04 Approp.</u>	<u>FY 05 Approp.</u>	<u>FY 04 Revenue</u>	<u>FY 05 Revenue</u>
General Fund	\$150,000	\$150,000	\$0	\$0
Dedicated Credits Revenue	\$600,000	\$600,000	\$0	\$0
TOTAL	<u>\$750,000</u>	<u>\$750,000</u>	<u>\$0</u>	<u>\$0</u>

Individual and Business Impact

No fiscal impact.
