

**State of New Hampshire Insurance Department  
56 Old Suncook Road  
Concord, New Hampshire 03301**

**Paula T. Rogers  
Commissioner**

**BULLETIN  
Docket No: Ins 01-021-AB**

**DATE:** July 11, 2001  
**TO:** All Licensed Insurance Companies  
**FROM:** Paula T. Rogers, Commissioner  
**RE:** **ADMINISTRATIVE ASSESSMENT**

New Hampshire Senate Bill 40 changes the method of assessing insurance companies for the administrative expenses of the Department and was signed by Governor Shaheen on June 11, 2001. Senate Bill 40 (Chapter 52), effective July 1, 2001, provides that all licensed companies shall be assessed for the administrative expenses of the Department. Each insurer licensed to do business in New Hampshire, including nonprofit health service corporations organized pursuant to RSA 420-A, health maintenance organizations organized pursuant to RSA 420-B, Delta Dental Plan of New Hampshire regulated pursuant to RSA 420-F, and multiple-employer welfare arrangements licensed pursuant to RSA 415-E, shall bear their pro rata share of the fiscal year's costs of the office of the commissioner.

The new provisions set an initial maximum allowable assessable premium amount of \$200,000,000, and a minimum \$100 administrative fee payable by insurers. Any insurer that does not remit amounts due within 45 days of the billing date shall be subject to a late payment penalty equal to 10 percent of the amount assessed. Additionally, the sum total of the assessment and penalty shall accrue with interest at a rate of 0.050 percent per day, compounded daily, after the 45<sup>th</sup> day.

Any fund balance that existed as of the effective date of the new provisions shall redound to the benefit of the domestic insurers whose assessments resulted in the existing fund balance.

Pursuant to Chapter 52, the Department anticipates issuing its first annual administrative assessment billing during the month of August 2001. It is the Department's intention that future administrative assessment billings will also be yearly billed in August.

Chapter 52 may be found on the State website: [www.state.nh.us](http://www.state.nh.us). Please contact Charles Burdette at 603-271-2261 if you have any questions.

(adminassess01.doc)