21.0113.01000

Sixty-seventh Legislative Assembly of North Dakota

Introduced by

## FIRST DRAFT: Prepared by the Legislative Council staff for the Government Finance Committee June 2020

- 1 A BILL for an Act to create and enact a new section to chapter 54-35 of the North Dakota
- 2 Century Code, relating to legislative management studies of state agency fees.

## 3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 4 **SECTION 1.** A new section to chapter 54-35 of the North Dakota Century Code is created and enacted as follows:
- 6 <u>Legislative interim committee review of state agency fees.</u>
- 7 <u>1. During each interim, the legislative management shall assign to one or more interim</u>
  8 <u>committees a study of selected state agency fees as provided in this section. The</u>
- 9 legislative management shall assign the studies in a manner that provides for the
- 10 review of each state agency fee at least once every ten years.
- 2. An interim committee assigned a fee study shall request the appropriate state agency
   to prepare an analysis of each selected state agency fee. The analysis must include:
- 13 <u>a. A comparison of revenue generated by the fee to the cost incurred to provide the</u>
   14 <u>services associated with the fee;</u>
- 15 <u>b.</u> The history of the fee, including when it was created and any subsequent
   16 <u>changes;</u>
- 17 <u>c. The appropriateness of the fee amount and the affordability of the fee to the public; and</u>
- d. The appropriateness of using other government revenues to pay a portion of
   services associated with the fee and the effect of the use of other revenues.
- 21 <u>3. An interim committee assigned a fee study shall:</u>
- 22 <u>a. Consider, as part of the study:</u>

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1		<u>(1)</u>	Whether revenue from the fee should cover the entire cost of the services
2			associated with the fee or whether the cost of the services should be
3			subsidized by another revenue source;
4		<u>(2)</u>	The appropriateness of the fee amount; and
5		(3)	The appropriateness of the use of the fee revenue.
6		<u>b.</u> Re	eport its findings and recommendations to the legislative management. As part
7		<u>of</u>	its recommendations, the committee shall identify potential state agency fees
8		<u>to</u>	be reviewed during the subsequent interim.
9	<u>4.</u>	Any sta	te agency authorized by the legislative assembly to impose a fee shall provide
0		data and analysis as requested by the interim committee conducting a study under this	
11		section	