

FISCAL NOTE

Requested by Legislative Council
01/16/2001

Bill/Resolution No.: HB 1273

Amendment to:

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$42,978		\$42,978
Expenditures				\$138,144		\$138,144
Appropriations				\$138,144		\$138,144

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

Revenue will be generated by the number of license fees, investigation fees and examination fees collected from licensees. The Department anticipates licensing approximately 40 companies.

Expenditures will consist of the cost to add an FTE to the Department to handle licensing, examinations, and complaints. Additional expenditures will be travel involved in examining and investigating these companies; and due to the nature of this business, and based on the experiences of other states who have licensed such companies, we have included costs for potential administrative enforcement.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Revenue

\$250 License Fees - 40 \$20,000.00

\$300 Investigation Fees - 30 \$ 9,000.00

Exam hours - 640 \$13,977.60

Total Revenue \$42,977.60

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Expenses

Salary/Benefits \$93,176.00

General Operating \$ 7,266.65

Travel \$ 7,200.00

Training \$ 2,000.00

Legal hours - 192 \$10,523.52

Exam hours - 640 \$13,977.60

Total Operating \$40,967.77

Equipment \$ 4,000.00 (every 4 years per IT Plan)

Total Expense \$138,143.77

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The department would need an appropriation of \$138,143.77 in order to administer and enforce the requirements of this statute. The expenditures exceed the revenue by \$95,166.17.

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Date 01/24/2001
Prepared: