

FISCAL NOTE
SENATE BILL NO. 2051
LC# 25.8022.02000
01/14/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues		\$108,740		\$217,480		\$217,480
Expenditures		\$32,500		\$50,000		\$50,000
Appropriations						

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

Changes 14 fee categories charged by the Board and also changes the Private Security Training Certificate from a onetime fee to an initial fee with renewal and late fees. The Board estimates a total increase in revenue of \$217,480 per biennium, and increased expenditures of \$50,000 per biennium.

4 - Fiscal Impact Sections Detail

Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.

Section 1 of SB 2051 amends N.D.C.C. 43-30-16 setting the Board's examination, license, and registration fees. SB 2051 amends this statute as follows: (1) Changes the fee to be paid by an applicant for an examination to determine the applicant's fitness to receive a license as a private investigator or a license to provide private security services from \$100 to \$200, changes fee to be paid by an applicant for the initial issuance or the renewal of a license as a

private investigator or a license to provide private security services from \$150 to \$300 and also changes the late fee from \$50 to \$100 for each month, changes fee to be paid by an applicant to apply for a license to conduct a private security or detective agency from \$100 to \$200, changes fee for the issuance or the renewal of a license to conduct a private security or detective agency from \$300 to \$600 and also changes the late fee from \$100 to \$200 for each month, changes the onetime fee to an initial fee to be paid by an applicant for the issuance of a private security training certificate from \$25 to \$60 and requires a renewal fee annually of \$60 and a late fee of \$20, changes the annual fee to be paid by an applicant for the issuance of an armed certificate from \$30 to \$60 and increases the late fee from \$10 to \$20, changes the fee to be paid for the issuance of a duplicate license from \$20 to \$40, changes the initial registration fee to provide private investigative service or private security service from \$30 to \$60 and increases the late fee from \$10 to \$20, changes the initial application fee for a certified course instructor for an armed first responder training certification from \$400 to \$800 and changes the renewal fee from \$300 to \$600.

The Board estimates approximately 12 examination applicate fees for an estimated revenue increase of \$1,200 annually or \$2,400 per biennium. The Board estimates approximately 116 Private Investigator and Security Provider Licenses for an estimated revenue increase of \$17,400 annually or \$34,800 per biennium. The Board estimates approximately 5 Private Investigator and Security Provider License late fees for an estimated revenue increase of \$250 annually or \$500 per biennium. The Board estimates approximately 8 Agency Application fees for an estimated revenue increase of \$800 annually or \$1,600 per biennium. The Board estimates approximately 89 Agency License fees for an estimated revenue increase of \$26,700 annually or \$53,400 per biennium. The Board estimates approximately 89 Security Trainer fees for an estimated revenue increase of \$5,340 annually or \$10,680 per biennium. The Board estimates approximately 3 Security Trainer late fees for an estimated revenue increase of \$180 annually or \$360 per biennium. The Board estimates approximately 262 Armed Certification fees for an estimated revenue increase of \$7,860 annually or \$15,720 per biennium. The Board estimates approximately Armed Certification late fees for an estimated revenue increase of \$300 annually or \$600 per biennium. The Board estimates approximately 5 Duplicate License fees for an estimated revenue increase of \$100 annually or \$200 per biennium. The Board estimates approximately 1,587 Private Investigator & Security Registration fees for an estimated revenue increase of \$47,610 annually or \$95,220 per biennium. The Board estimates approximately 30 Private Investigator & Security Registration late fees for an estimated revenue increase of \$300 annually or \$600 per biennium. The Board estimates approximately 1 Armed First Responder Initial fee for an estimated revenue increase of \$400 annually or \$800 per biennium. The Board estimates approximately 1 Armed First Responder renewal for an estimated revenue increase of \$300 annually or \$600 per biennium.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

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The Board is self-funded.

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

Historically the Board has had 2 employees. For the last 4 years the Board has been operating with 1 employee mainly due to budget constraints. The Board has seen increased legal and operating expenses. The lack of Board staff has contributed a backlog the Board was and is dealing with. The increase expenditures would be to hire a .5 FTE position to assist with clearing the backlog and for day-to-day Board operations. The estimated cost of this position would be about \$25,000 annually or \$50,000 per biennium. For the biennium 2023-2025 the Board estimates \$7,500 to undergo the administrative rules process to implement these fee changes in the administrative rules. This estimate is \$5,000 for legal fees for the Board general council and \$2,500 for publication fees. The increased revenue will also be utilized towards Board solvency and mitigating current operating expenses.

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.

N/A The Board is self-funded.

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