2025 HOUSE INDUSTRY, BUSINESS AND LABOR HB 1045

## 2025 HOUSE STANDING COMMITTEE MINUTES

## **Industry, Business and Labor Committee**

Room JW327C, State Capitol

HB 1045 1/8/2025

A BILL relating to application fees for a non-live remote or online classroom instruction course for apprentice security officers and renewal and late fees for all nonlicensed officers and owners of at least a ten percent interest in a private security or detective agency.

1:59 p.m. Chairman Warrey opened the meeting.

Members Present: Chairman Warrey, Vice Chairman Ostlie, Vice Chairman Johnson, Representatives Bahl, Brown, Christy, Finley DeVille, Grindberg, Kasper, Koppelman, D. Ruby, Schatz, Schauer, Vollmer

## **Discussion Topics:**

- Application process
- Online instruction course

2:00 p.m. Steve Lundeen, Vice Chairman of the ND Private Investigator & Security Board, testified in favor and read the submitted testimony by John J. Shorey III, Executive Director, NDPISB #28173.

2:09 p.m. Representative Johnson moved a Do Pass.

2:09 p.m. Representative Schauer seconded the motion.

Representatives	Vote
Representative Jonathan Warrey	Υ
Representative Mitch Ostlie	Υ
Representative Landon Bahl	Υ
Representative Collette Brown	Υ
Representative Josh Christy	Υ
Representative Lisa Finley-DeVille	Υ
Representative Karen Grindberg	Υ
Representative Jorin Johnson	Υ
Representative Jim Kasper	Υ
Representative Ben Koppelman	AB
Representative Dan Ruby	Υ
Representative Mike Schatz	Υ
Representative Austin Schauer	Υ
Representative Daniel R. Vollmer	Υ

Motion passed 13-0-1.

2:10 p.m. Representative Schauer will carry the bill.

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- 2:11 p.m. Representative Schauer moved to place the bill on the Consent Calendar.
- 2:11 p.m. Representative Bahl seconded.
- 2:15 p.m. Representative Shauer withdrew his motion.
- 2:17 p.m. Chairman Warrey closed the hearing.

Diane Lillis, Committee Clerk

## REPORT OF STANDING COMMITTEE HB 1045 (25.8021.01000)

Module ID: h\_stcomrep\_02\_007

**Carrier: Schauer** 

Industry, Business and Labor Committee (Rep. Warrey, Chairman) recommends DO PASS (13 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING), and be placed on the Eleventh order on the calendar.

Testimony of the North Dakota Private Investigative and Security Board (NDPISB)

House Bill No. 1045

House Industry, Business and Labor Committee

January 8<sup>th</sup>, 2025

Chairman Warrey and members of the Committee, thank you for the opportunity to comment on House Bill 1045. My name is John Shorey, Executive Director of the North Dakota Private Investigative and Security Board, otherwise known as the NDPISB. My public testimony today is advocating for passage of House Bill 1045 as proposed by the Board. Due to a prior commitment, I am unable to attend in-person or virtually.

#### COMMENTS ON BILL DRAFT

House Bill 1045 creates two new subsections to section 43-30-16 of the North Dakota Century Code. The first new subsection relates to application fees for a non-live remote or online classroom instruction course for apprentice security officers. The second new subsection relates to assessing a renewal and late fee for all nonlicensed officers and owners of at least a ten percent interest in a private security or detective agency.

The first new subsection: In response to the COVID-19 pandemic and at the request of industry, the Board promulgated administrative rules allowing for non-live remote or online training for apprentice security officers through an already Board-Certified security trainer. See N.D.A.C. 93-02-02.1-17. This administrative rule sets forth the criteria for the training and outlined an application process. This administrative rule went into effect October 1st, 2022. As of today's date, there have been no applications for the training, but the Board anticipates several applications coming in soon. As there will be Board staff time and expenses involved in processing and reviewing these applications, the Board believes there should be a fee for this application process. The fee proposed would be an initial application fee, which may not exceed \$60; with no renewal fee. If there were changes to an already approved training course, that would necessitate a new application, with a new application fee of \$60.00 being paid.

The second new subsection: As part of the Board's licensing application process for security and detective agencies, all nonlicensed officers or owners of 10% or more of the agency are required to make application as a part of the agency application licensing process. This includes undergoing a fingerprint based criminal history records search and meeting other requirements as outlined in the Board's administrative rules. Starting in the year 2019, the Board required corporate officers to complete the renewal application with no fee attached to that renewal. Prior to this the Board emailed agencies when they submitted renewal applications, with a list of on-file corporate officers, asking if the corporate officers were still active. The Board found that this was not a very effective method of handling corporate officer renewals (in conjunction with agency renewal applications) nor did it capture pertinent information as far as if the corporate officer had any criminal convictions or pending criminal actions since they initially applied to the Board. These two reasons were

behind the rationale for the Board requiring corporate officers to submit a renewal application. The Board believes since they are processing these renewal applications currently, with no fees assessed to cover Board staff time and expenses, that it would be appropriate for a renewal application fee, which may not exceed \$60.00, to be required along with a \$20 late renewal fee.

As the Committee is likely aware, the Board does not receive annual appropriations to fund its operations. All funding is derived from the licensing and certification fees the Board assesses. This amendment reflects the increased costs of administrating the licensing and certification of private investigative and private security providers. Senate Bill 1045 would help address those costs and support continued Board administrative functions.

Thank you again for the opportunity to present this testimony. We, the North Dakota Private Investigative and Security Board, urge you to issue a do pass recommendation on House Bill 1045.

John Shorey,

Executive Director, North Dakota Private Investigative and Security Board.

2025 SENATE INDUSTRY AND BUSINESS
HB 1045

### 2025 SENATE STANDING COMMITTEE MINUTES

## **Industry and Business Committee**

Fort Union Room, State Capitol

HB 1045 2/17/2025

A bill relating to application fees for a non-live remote or online classroom instruction course for apprentice security officers and renewal and late fees for all non-licensed officers and owners of at least a ten percent interest in a private security or detective agency.

3:00 p.m. Chairman Barta opened the hearing.

Members present: Chairman Barta, Vice-Chairman Boehm, Senator Klein, Senator Kessel, Senator Enget

## **Discussion Topics:**

- Criminal history record checks
- Renewal applications
- Board funding
- Apprenticeship designation
- Certified security trainer
- Registered apprenticeship program

3:00 p.m. John J. Shorey III, Executive Director of the ND Private Investigative and Security Board, testified in favor and submitted testimony #37885.

- 3:11 p.m. Chairman Barta closed the hearing.
- 3:12 p.m. Senator Klein moved a Do Pass.
- 3:12 p.m. Senator Kessel seconded the motion.

Senators	Vote
Senator Jeff Barta	Υ
Senator Keith Boehm	Υ
Senator Mark Enget	Υ
Senator Greg Kessel	Υ
Senator Jerry Klein	Υ

Motion passed 5-0-0.

Senator Klein will carry the bill.

3:13 p.m. Chairman Barta closed the hearing.

Audrey Oswald, Committee Clerk

# REPORT OF STANDING COMMITTEE HB 1045 (25.8021.01000)

Module ID: s\_stcomrep\_28\_019

Carrier: Klein

Industry and Business Committee (Sen. Barta, Chairman) recommends DO PASS (5 YEAS, 0 NAYS, 0 ABSENT OR EXCUSED AND NOT VOTING). HB 1045 was placed on the Fourteenth order on the calendar. This bill does not affect workforce development.

Testimony of the North Dakota Private Investigative and Security Board (NDPISB)

House Bill No. 1045

Senate Industry and Business Committee

February 17<sup>th</sup>, 2025

Chairman Barta and members of the Committee, thank you for the opportunity to comment on House Bill 1045. My name is John Shorey, Executive Director of the North Dakota Private Investigative and Security Board, otherwise known as the NDPISB. My public testimony today is advocating for passage of House Bill 1045 as proposed by the Board, and to answer any questions the Committee has on the bill.

#### **COMMENTS ON BILL DRAFT**

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John Shorey,

Executive Director, North Dakota Private Investigative and Security Board.