

FISCAL NOTE
Requested by Legislative Council
01/10/2007

Bill/Resolution No.: HB 1201

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.*

	2005-2007 Biennium		2007-2009 Biennium		2009-2011 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$10,000	\$0	\$25,000	\$0	\$25,000
Expenditures	\$0	\$9,500	\$0	\$22,000	\$0	\$22,000
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

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

2005-2007 Biennium			2007-2009 Biennium			2009-2011 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

The purpose of the bill is to change the maximum percentage of gross revenue, from 1% to 3% (not to exceed that amount), that the state athletic commissioner is allowed to collect to administer the regulation of boxing and mixed fighting styles events in the state.

B. Fiscal impact sections: *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.*

In line 11, the maximum percentage is established. In line 7, the change allows the commissioner to adjust the fee up to the maximum. This allows the commissioner to make adjustments, without the expense of a rule making process (approx \$1,500), to provide the necessary funds that will allow for the reimbursement of expenses incurred by the members of the two advisory boards, such as travel, meals, and lodging, as well as the commissioner's staff. By law, the regulation of these sports must be self-funded.

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.*

Under the present maximum, it is very difficult to generate adequate revenue to cover the expenses of the regulation and the respective advisory boards. In the past, adequate funding did not exist for several years to cover the expenses for the boxing advisory board. Slowly, adequate funding was raised. The same is true now for the mixed fighting style fighting board. Funding is being slowly accumulated to cover their expenses. Because they know how important it is to have adequate funding for the regulation of the sport they promote, promoters are in favor, and even have encouraged this legislation, in order to provide the commissioner with the necessary funds.

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.*

The expenditures cover travel, meals, and lodging for the commissioner's staff and the members of the two advisory board established under 53-01-02.

C. Appropriations: *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 is also included in the executive budget or relates to a*

continuing appropriation.

Under 53-01-09, the revenue raised is placed in a special fund designated for the regulation of boxing and mixed fighting styles, which special fund is authorized as a continuing appropriation.

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