

**FISCAL NOTE**  
**Requested by Legislative Council**  
**04/11/2017**

Amendment to: HB 1178

- 1 A. **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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>				\$10,063,000		
<b>Expenditures</b>						
<b>Appropriations</b>				\$15,000,000		

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 Biennium
<b>Counties</b>			
<b>Cities</b>			
<b>School Districts</b>			
<b>Townships</b>			

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

Engrossed HB 1178 with Senate Amendments authorizes the creation of a statewide interoperable radio network, and increases the assessed communications service fee and the prepaid wireless emergency 911 fee.

- 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.*

Section 1 of engrossed HB 1178 with Senate Amendments authorizes the creation of a statewide interoperable radio network and a fund in the State Treasury to receive revenues for funding the network, known as the statewide interoperable radio network fund. Section 4 of the bill authorizes counties and cities to increase the fee on all assessed communications services by \$.50 per month per connection. Section 5 of the bill increases the prepaid wireless emergency 911 fee from 2% to 2.5% of gross receipts.

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.*

Section 4 of engrossed HB 1178 with Senate Amendments is expected to increase locally collected emergency fees by an estimated \$9.6 million in the 2017-19 biennium. This amount must be deposited in the statewide interoperable radio network fund.

Section 5 of the bill is expected to increase the state-imposed and collected emergency 911 fee on prepaid wireless services by an estimated \$463,000 in the 2017-19 biennium. This revenue is deposited in the prepaid wireless emergency 911 fund.

- 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.*

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Section 7 of the bill authorizes and appropriates a loan of up to \$15 million from the Bank of North Dakota to the Information Technology Department.

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