

HF3068 - 0 - Commerce Fraud Bureau; Additional Peace Officers

Chief Author: **Dave Lislegard**
 Committee: **Commerce Finance and Policy**
 Date Completed: **2/16/2022 3:20:14 PM**
 Agency: **Commerce Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	870	811	811	
Total	-	-	870	811	811	
Biennial Total			870			1,622

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	5	5	5
Total	-	-	5	5	5

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Darren Sheets **Date:** 2/16/2022 3:20:14 PM
Phone: 651-297-1423 **Email:** darren.sheets@lbo.mn.gov

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	870	811	811
Total		-	-	870	811	811
Biennial Total				870		1,622
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund		-	-	870	811	811
Total		-	-	870	811	811
Biennial Total				870		1,622
2 - Revenues, Transfers In*						
General Fund		-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		-

Bill Description

HF3068 transfers funds from the general fund to the insurance fraud prevention account to fund five additional full-time peace officers in the Commerce Fraud Bureau.

Assumptions

Commerce assumes the additional officers (Commerce Insurance Fraud Specialist) would conduct investigations related to insurance fraud under the bureau’s current statutory mandates.

Commerce assumes new agent equipment at \$7,700 per agent based on historical costs.

Commerce assumes retrofit cost of each fleet vehicle at \$4,000 per vehicle in the first year, and \$600 per month for each vehicle lease, ongoing.

Expenditure and/or Revenue Formula

		FY23	FY24	FY25
Salary		463,325	463,325	463,325
Fringe		138,998	138,998	138,998
Other Personnel Related Costs		172,777	172,777	172,777
		775,099	775,099	775,099
Fleet Vehicles		56,000	36,000	36,000

Agent Equipment		38,500	-	-
Total Cost		869,599	811,099	811,099

Long-Term Fiscal Considerations

N/A

Local Fiscal Impact

N/A

References/Sources

Agency Contact:

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Date: 2/16/2022 2:59:52 PM

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