

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2009

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SENATE BILL 1073
Commerce Committee Substitute Adopted 5/19/09
Finance Committee Substitute Adopted 6/4/09
House Committee Substitute Favorable 7/6/09
House Committee Substitute #2 Favorable 7/22/09

Short Title: Amend Alarm Systems Licensing Act.

(Public)

Sponsors:

Referred to:

March 31, 2009

1 A BILL TO BE ENTITLED
2 AN ACT AMENDING THE NORTH CAROLINA ALARM SYSTEMS LICENSING ACT
3 AND AUTHORIZING THE NORTH CAROLINA ALARM SYSTEMS LICENSING
4 BOARD TO ESTABLISH A LATE REGISTRATION FEE.

5 The General Assembly of North Carolina enacts:

6 SECTION 1.(a) G.S. 74D-2 reads as rewritten:

7 "§ 74D-2. Licenses required.

8 (a) No person, firm, association, corporation, or department or division of a firm,
9 association or corporation, shall engage in or hold itself out as engaging in an alarm systems
10 business without first being licensed in accordance with this Chapter. For purposes of this
11 Chapter an "alarm systems business" is defined as any person, firm, association or corporation
12 ~~which that~~ does any of the following:

13 (1) ~~sells~~ Sells or attempts to sell an alarm system device by engaging in a
14 personal solicitation at a residence or business when combined with personal
15 inspection of the interior of the residence or business to advise, advise,
16 design, or consult on specific types and specific locations of alarm system
17 devices, devices.

18 (2) ~~installs, Installs,~~ services, monitors—monitors, or responds to electrical,
19 electronic or mechanical alarm signal devices, burglar alarms, ~~television~~
20 ~~cameras or still cameras~~ monitored access control or cameras used to detect
21 burglary, breaking or entering, intrusion, shoplifting, pilferage, or theft, theft,
22 or other unauthorized or illegal activity. This provision shall not apply to a
23 locking device that records entry and exit data and does not transmit the data
24 in real time to an on-site or off-site monitoring location, provided the
25 installer is duly licensed by the North Carolina Locksmith Licensing Board.

26 A department or division of a firm, association or corporation may be separately licensed under
27 this Chapter if the distinct department or division, as opposed to the firm, association or
28 corporation as a whole, engages in an alarm systems business. Such a department or division
29 shall ensure strict confidentiality of private security information, and the private security
30 information of the department or division must, at a minimum, be physically separated from
31 other premises of the firm, association or corporation.

32 (b) Repealed by Session Laws 1989, c. 730, s. 1.

33 (c) (1) No business entity shall do business under this Chapter unless the business
34 entity has in its employ a designated resident qualifying agent who meets the



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1 requirements for a license issued under and who is, in fact, licensed under
2 the provisions of this Chapter, unless otherwise approved by the Board.
3 Provided, however, that this approval shall not be given unless the business
4 entity has and continuously maintains in this State a registered agent who
5 shall be an individual resident in this State. Service upon the registered agent
6 appointed by the business entity of any process, notice or demand required
7 by or permitted by law to be served upon the business entity by the Alarm
8 Systems Licensing Board shall be binding upon the business entity and the
9 licensee. Nothing herein contained shall limit or affect the right to serve any
10 process, notice or demand required or permitted by law to be served upon a
11 business entity in any other manner or hereafter permitted by law.

12 (2) For the purposes of this Chapter, a "qualifying agent" means an individual in
13 a management position who is licensed under this Chapter and whose name
14 and address have been registered with the board.

15 (3) In the event that the qualifying agent upon whom the business entity relies in
16 order to do business ceases to perform his duties as qualifying agent, the
17 business entity shall notify the board in writing within 10 working days. The
18 business entity must obtain a substitute qualifying agent within ~~30~~90 days
19 after the original qualifying agent ceases to serve as qualifying agent ~~unless~~
20 ~~the board, in its discretion, and upon written request of the business entity,~~
21 ~~extends this period for good cause for a period of time not to exceed three~~
22 ~~months.~~agent.

23 (4) The license certificate shall list the name of ~~at least one designated~~the
24 qualifying agent. No licensee shall serve as the qualifying agent for more
25 than one business entity without the prior approval of the Board.

26 (5) The Department of Justice may provide a criminal record check to the Alarm
27 Systems Licensing Board for a person who has applied for a new or renewal
28 license, registration, certification, or permit through the Alarm Systems
29 Licensing Board. The Board shall provide to the Department of Justice,
30 along with the request, the fingerprints of ~~the applicant, a new applicant, and~~
31 the Department of Justice shall provide a criminal record check based upon
32 the applicant's fingerprints. The Board may request a criminal record check
33 from the Department of Justice for a renewal applicant based upon the
34 applicant's fingerprints in accordance with policy adopted by the Board. The
35 Board shall provide any additional information required by the Department
36 of Justice, and a form signed by the applicant consenting to the check of the
37 criminal record and to the use of the fingerprints and other identifying
38 information required by the State or national repositories. The applicant's
39 fingerprints shall be forwarded to the State Bureau of Investigation for a
40 search of the State's criminal history record file, and the State Bureau of
41 Investigation shall forward a set of the fingerprints to the Federal Bureau of
42 Investigation for a national criminal history check. The Board shall keep all
43 information pursuant to this subdivision privileged, in accordance with
44 applicable State law and federal guidelines, and the information shall be
45 confidential and shall not be a public record under Chapter 132 of the
46 General Statutes.

47 The Department of Justice may charge each applicant a fee for
48 conducting the checks of criminal history records authorized by this
49 subdivision.

1 (d) Upon receipt of an application, the board shall cause a background investigation to
2 be made during which the applicant shall be required to show that he meets all the following
3 requirements and qualifications prerequisite to obtaining a license:

4 (1) That the applicant is at least 18 years of age;

5 (2) That the applicant is of good moral character and temperate habits. The
6 following shall be prima facie evidence that the applicant does not have
7 good moral character or temperate habits: conviction by any local, State,
8 federal, or military court of any crime involving the illegal use, carrying, or
9 possession of a firearm; conviction of any crime involving the illegal use,
10 possession, sale, manufacture, distribution or transportation of a controlled
11 substance, drug, narcotic, or alcoholic beverages; conviction of a crime
12 involving felonious assault or an act of violence; conviction of a crime
13 involving unlawful breaking or entering, burglary, larceny, or of any offense
14 involving moral turpitude; or a history of addiction to alcohol or a narcotic
15 drug; provided that, for purposes of this subsection, "conviction" means and
16 includes the entry of a plea of guilty, plea of no contest, or a verdict rendered
17 in open court by a judge or jury;

18 (3) That the applicant has the necessary training, qualifications and experience
19 to be licensed.

20 (e) The ~~board~~ Board may require the applicant to demonstrate ~~his~~ the applicant's
21 qualifications by ~~oral or written examination, or both examination.~~

22 (f) Except for purposes of administering the provisions of this section and for law
23 enforcement purposes, the home address or telephone number of an applicant, licensee, or the
24 spouse, children, or parents of an applicant or licensee is confidential under G.S. 132-1.2, and
25 the Board shall not disclose this information unless the applicant or licensee consents to such
26 disclosure. The provisions of this subsection shall not apply when a licensee's home address or
27 telephone number is also his or her business address and telephone number. Violation of this
28 subsection shall constitute a Class 3 misdemeanor."

29 **SECTION 1.(b)** If Senate Bill 584, 2009 Regular Session, becomes law, Section 1
30 of this act is repealed.

31 **SECTION 1.(c)** If Senate Bill 584, 2009 Regular Session, becomes law,
32 G.S. 74D-2 reads as rewritten:

33 **"§ 74D-2. License requirements.**

34 (a) License Required. – No person, firm, association, corporation, or department or
35 division of a firm, association or corporation, shall engage in or hold itself out as engaging in
36 an alarm systems business without first being licensed in accordance with this Chapter. A
37 department or division of a firm, association, or corporation may be separately licensed under
38 this Chapter if the distinct department or division, as opposed to the firm, association, or
39 corporation as a whole, engages in an alarm systems business. The department or division shall
40 ensure strict confidentiality of private security information, and the private security information
41 of the department or division must, at a minimum, be physically separated from other premises
42 of the firm, association, or corporation. For purposes of this Chapter an "alarm systems
43 business" is defined as any person, firm, association or corporation ~~which~~ that does any of the
44 following:

45 (1) ~~sells~~ Sells or attempts to sell an alarm system device by engaging in a
46 personal solicitation at a residence or business ~~when combined with personal~~
47 ~~inspection of the interior of the residence or business to advise~~ advise,
48 design, or consult on specific types and specific locations of alarm system
49 ~~devices,~~ devices.

50 (2) ~~installs,~~ Installs, services, ~~monitors~~ monitors, or responds to electrical,
51 electronic or mechanical alarm signal devices, burglar alarms, ~~television~~

1 ~~cameras or still cameras~~ monitored access control, or cameras used to detect
2 burglary, breaking or entering, intrusion, shoplifting, pilferage, or theft.
3 theft, or other unauthorized or illegal activity. This provision shall not apply
4 to a locking device that records entry and exit data and does not transmit the
5 data in real time to an on-site or off-site monitoring location, provided the
6 installer is duly licensed by the North Carolina Locksmith Licensing Board.

7 ~~A department or division of a firm, association or corporation may be separately licensed under~~
8 ~~this Chapter if the distinct department or division, as opposed to the firm, association or~~
9 ~~corporation as a whole, engages in an alarm systems business. Such a department or division~~
10 ~~shall ensure strict confidentiality of private security information, and the private security~~
11 ~~information of the department or division must, at a minimum, be physically separated from~~
12 ~~other premises of the firm, association or corporation.~~

13 (b) Repealed by Session Laws 1989, c. 730, s. 1.

14 (c) Qualifying Agent. – A business entity that engages in the alarm systems business is
15 subject to all of the requirements listed in this subsection with respect to a qualifying agent. For
16 purposes of this Chapter, a 'qualifying agent' is an individual in a management position who is
17 licensed under this Chapter and whose name and address have been registered with the Board.

18 The requirements are:

19 (1) The business entity shall employ a designated resident qualifying agent who
20 meets the requirements for a license issued under and who is, in fact,
21 licensed under the provisions of this Chapter, unless otherwise approved by
22 the Board. Provided, however, that this approval shall not be given unless
23 the business entity has and continuously maintains in this State a registered
24 agent who shall be an individual resident in this State. Service upon the
25 registered agent appointed by the business entity of any process, notice or
26 demand required by or permitted by law to be served upon the business
27 entity by the Alarm Systems Licensing Board shall be binding upon the
28 business entity and the licensee. Nothing herein contained shall limit or
29 affect the right to serve any process, notice or demand required or permitted
30 by law to be served upon a business entity in any other manner or hereafter
31 permitted by law.

32 (2) Repealed.

33 (3) In the event that the qualifying agent upon whom the business entity relies in
34 order to do business ceases to perform his duties as qualifying agent, the
35 business entity shall notify the board in writing within 10 working days. The
36 business entity must obtain a substitute qualifying agent within ~~30~~90 days
37 after the original qualifying agent ceases to serve as qualifying agent.~~agent~~
38 ~~unless the board, in its discretion, and upon written request of the business~~
39 ~~entity, extends this period for good cause for a period of time not to exceed~~
40 ~~three months.~~

41 (4) The license certificate shall list the name of ~~at least one designated~~ the
42 qualifying agent. No licensee shall serve as the qualifying agent for more
43 than one business entity without the prior approval of the Board.

44 (d) Criminal Record Check. – An applicant must meet all of the following requirements
45 and qualifications determined by a background investigation conducted by the Board in
46 accordance with G.S. 74D-2.1 and upon receipt of an application:

47 (1) The applicant is at least 18 years of age.

48 (2) The applicant is of good moral character and temperate habits. The
49 following shall be prima facie evidence that the applicant does not have
50 good moral character or temperate habits: conviction by any local, State,
51 federal, or military court of any crime involving the illegal use, carrying, or

1 possession of a firearm; conviction of any crime involving the illegal use,
2 possession, sale, manufacture, distribution or transportation of a controlled
3 substance, drug, narcotic, or alcoholic beverages; conviction of a crime
4 involving felonious assault or an act of violence; conviction of a crime
5 involving unlawful breaking or entering, burglary, larceny, or of any offense
6 involving moral turpitude; or a history of addiction to alcohol or a narcotic
7 drug; provided that, for purposes of this subsection, "conviction" means and
8 includes the entry of a plea of guilty, plea of no contest, or a verdict rendered
9 in open court by a judge or jury.

10 (3) The applicant has the necessary training, qualifications and experience to be
11 licensed.

12 (e) Examination. – The ~~board~~ Board may require the applicant to demonstrate ~~his~~ the
13 applicant's qualifications by examination, oral or written examination, or both.

14 (f) Confidentiality. – Except for purposes of administering the provisions of this section
15 and for law enforcement purposes, the home address or telephone number of an applicant,
16 licensee, or the spouse, children, or parents of an applicant or licensee is confidential under
17 G.S. 132-1.2, and the Board shall not disclose this information unless the applicant or licensee
18 consents to the disclosure. The provisions of this subsection shall not apply when a licensee's
19 home address or telephone number is also the licensee's business address and telephone
20 number. Violation of this subsection shall constitute a Class 3 misdemeanor."

21 **SECTION 2.** G.S. 74D-3(1) reads as rewritten:

22 "The provisions of this Chapter shall not apply to:

23 (1) A person, firm, association or corporation ~~which that~~ sells or manufactures
24 alarm systems, unless ~~such persons, the person, firm,~~ association or
25 corporation makes personal ~~inspections of interiors of residences or~~
26 business solicitations at a residence or business to advise, design, or
27 consult on specific types and specific locations of alarm system devices,
28 installs, services, monitors, or responds to alarm systems at or from
29 a protected premises or a premises to be protected and thereby obtains
30 knowledge of specific application or location of the alarm system; system. A
31 person licensed under this Chapter may hire a consultant to troubleshoot a
32 location or installation for a period of time not to exceed 48 hours in a
33 one-month period if the licensee submits a report to the Board within 30
34 days from the date of the consultation designating the consultant as a
35 temporary consultant;".

36 **SECTION 3.** G.S. 74D-5.2 reads as rewritten:

37 **"§ 74D-5.2. Investigative powers of the Attorney General.**

38 The Attorney General for the State of North Carolina shall have the power to investigate or
39 cause to be investigated any complaints, allegations, or suspicions of wrongdoing or violations
40 of this Chapter involving individuals licensed, or to be licensed, under this Chapter. Any
41 investigation conducted pursuant to this section is deemed confidential and is not subject to
42 review under G.S. 132-1 until the investigation is complete and a report is presented to the
43 Board. However, the report may be released to the licensee after the investigation is complete
44 but before the report is presented to the Board."

45 **SECTION 4.** G.S. 74D-7 reads as rewritten:

46 **"§ 74D-7. Form of license; term; assignability; renewal; posting; branch offices; fees.**

47 (a) The license when issued shall be in ~~such form as may be a form~~ determined by the
48 Board and shall ~~state~~ state all of the following:

49 (1) The name of the ~~licensee;~~ licensee.

50 (2) The name under which the licensee is to ~~operate; and~~ operate.

51 (3) The number and expiration date of the license.

1 (b) The license shall be issued for a term of two years. Each license must be renewed
2 before expiration of the term of the license. Following issuance, the license shall at all times be
3 posted in a conspicuous place in the principal place of business of the licensee. A license issued
4 under this Chapter is not assignable.

5 (c) No licensee shall engage in any business regulated by this Chapter under a name
6 other than the licensee name or names which appear on the certificate issued by the Board.

7 (d) Any branch office of an alarm systems business shall obtain a branch office
8 certificate. A separate certificate stating the location and licensed qualifying agent shall be
9 posted at all times in a conspicuous place in each branch office. Every business covered under
10 the provisions of this Chapter shall file in writing with the Board the addresses of each of its
11 branch offices. All licensees of a branch office shall notify the Board in ~~writing, within 10~~
12 ~~working days after~~ writing before the establishment, closing, or changing of the location of any
13 branch office. A licensed qualifying agent may be responsible for more than one branch office
14 of an alarm systems business with the prior approval of the Board. Temporary approval may be
15 granted by the Director, upon application of the qualifying agent, for a period of time not to
16 exceed 10 working days after the adjournment of the next regularly scheduled meeting of the
17 Board unless the Board determines that the application should be denied.

18 (e) The Board may charge the following fees as follows; ~~which must be expended,~~
19 under the direction of the Board, to defray the expense of administering this Chapter:

- 20 (1) A nonrefundable initial license application fee in an amount not to exceed
21 one hundred fifty dollars (\$150.00).
- 22 (2) A new or renewal license fee in an amount not to exceed five hundred
23 dollars (\$500.00).
- 24 (3) A late license renewal fee to be paid in addition to the renewal fee due in an
25 amount not to exceed one hundred dollars (\$100.00), if the license has not
26 been renewed on or before the expiration date of the license.
- 27 (4) A new or renewal registration fee in an amount not to exceed fifty dollars
28 (\$50.00) plus any fees charged to the board for background checks by the
29 State Bureau of Investigation.
- 30 (5) A fee for reregistration of an employee who changes employment to another
31 licensee, not to exceed ten dollars (\$10.00).
- 32 (6) A branch office certificate fee not to exceed one hundred fifty dollars
33 (\$150.00).
- 34 (7) A fee not to exceed fifty dollars (\$50.00) for each reconsideration of a
35 license or registration permit that has been filed or returned to the applicant
36 for correctable errors.
- 37 (8) A late registration fee, to be paid in addition to the registration renewal fee,
38 not to exceed twenty dollars (\$20.00) for an application submitted no more
39 than 30 days after the expiration of the registration permit. A registration
40 application submitted more than 30 days after the registration has expired
41 shall be registered as a new applicant.

42 ~~All fees collected pursuant to this section shall be expended, under the direction of the~~
43 ~~Board, for the purpose of defraying the expense of administering this Chapter."~~

44 **SECTION 5.** G.S. 74D-8(a) reads as rewritten:

- 45 "(a) (1) All licensees of an alarm systems business shall register with the Board
46 within ~~20-30~~ days after the employment begins, all of the licensee's
47 employees that are within the State, unless in the discretion of the Director,
48 the time period is extended for good cause. To register an employee, a
49 licensee shall submit to the Board as to the employee: set(s) of classifiable
50 fingerprints on standard F.B.I. applicant cards; recent color photograph(s) of
51 acceptable quality for identification; and statements of any criminal records

1 ~~obtained from the appropriate authority in each area where the employee has~~
2 ~~resided within the immediately preceding 48 months as deemed appropriate~~
3 ~~by the Board.~~

- 4 (2) Except during the period allowed for registration in subdivision (a)(1) of this
5 section, no alarm systems business may employ any employee unless the
6 employee's registration has been approved by the Board as set forth in this
7 section."

8 **SECTION 6.** G.S. 74D-10(a) reads as rewritten:

9 "(a) The Board may, after notice and an opportunity for hearing, suspend or revoke a
10 license or registration issued under this Chapter if it is determined that the licensee or registrant
11 has:

- 12 (1) Made any false statement or given any false information in connection with
13 any application for a license or registration, or for the renewal or
14 reinstatement of a license or ~~registration;~~registration.
- 15 (2) Violated any provision of this ~~Chapter;~~Chapter.
- 16 (3) Violated any rule promulgated by the Board pursuant to the authority
17 contained in this ~~Chapter;~~Chapter.
- 18 (4) Been convicted of any crime involving moral turpitude or any other crime
19 involving violence or the illegal use, carrying, or possession of a dangerous
20 ~~weapon;~~weapon.
- 21 (5) Failed to correct business practices or procedures that have resulted in a
22 prior reprimand by the ~~Board;~~Board.
- 23 (6) Impersonated or permitted or aided and abetted any other person to
24 impersonate a law-enforcement officer of the United States, this State, or
25 any of its political ~~subdivisions;~~subdivisions.
- 26 (7) Engaged in or permitted any employee to engage in any alarm systems
27 business when not lawfully in possession of a valid license issued under the
28 provisions of this ~~Chapter;~~Chapter.
- 29 (8) Committed an unlawful breaking or entering, assault, battery, or
30 ~~kidnapping;~~kidnapping.
- 31 (9) Committed any other act which is a ground for the denial of an application
32 for a license or registration under this ~~Chapter;~~Chapter.
- 33 (10) ~~Failure~~ ~~Failed~~ to maintain the certificate of liability required by this
34 ~~Chapter;~~Chapter.
- 35 (11) Any judgment of incompetency by a court having jurisdiction under Chapter
36 35A or former Chapter 35 of the General Statutes or commitment to a
37 mental health facility for treatment of mental illness, as defined in
38 G.S. 122C-3(21), by a court having jurisdiction under Article 5 of Chapter
39 122C of the General ~~Statutes;~~Statutes.
- 40 (12) Accepted payment in advance for services not performed within a reasonable
41 time ~~period;~~period.
- 42 (13) A lack of temperate habits or ~~of~~ good moral character. The acts that are
43 prima facie evidence of lack of temperate habits or ~~of~~ good moral character
44 under G.S. 74D-6(3) are prima facie evidence of the same under this
45 subdivision.
- 46 (14) Been previously denied a license or registration under this Chapter or
47 previously had a license or registration revoked for cause.
- 48 (15) Engaged in the alarm systems profession under a name other than the name
49 under which the license was obtained under the provisions of this Chapter.
- 50 (16) Advertised or solicited business using a name other than that in which a
51 license was issued.

1 (17) Failed or refused to reasonably cooperate with the Board or its agents during
2 an investigation of any complaint, allegation, suspicion of wrongdoing, or
3 violation of this Chapter.

4 (18) Failed to properly make any disclosure or provide documents or information
5 required by this Chapter or by the Board.

6 (19) Engaged in conduct that constitutes dereliction of duty or otherwise
7 deceives, defrauds, or harms the public in the course of professional
8 activities or services.

9 (20) Demonstrated a lack of financial responsibility."

10 **SECTION 7.** G.S. 74D-11 is amended by adding a new subsection to read:

11 "(f) The sale, installation, or service of an alarm system by an unlicensed or unregistered
12 person shall constitute a threat to the public safety, and any contract for the sale, installation, or
13 service of an alarm system shall be deemed void and unenforceable."

14 **SECTION 8.** Article 1 of Chapter 74D of the General Statutes is amended by
15 adding the following new section to read:

16 "**§ 74D-14. Proof of licensure to maintain or commence action.**

17 An alarm systems business may not maintain any action in any court of the State for the
18 collection of compensation for performing an act for which a license or registration is required
19 by this Chapter without alleging and proving that the alarm systems business is appropriately
20 licensed and the employee or agent of the alarm systems business is appropriately registered
21 upon entering into a contract with the consumer. An alarm systems installation, maintenance, or
22 monitoring contract entered into with a consumer shall be void if the consumer confirms
23 through records maintained by the Board that the alarm systems business is not properly
24 licensed or the consumer establishes through records maintained by the Board that the person
25 enticing the consumer to enter into the contract is not properly registered by the Board. The
26 sale, installation, or service of an alarm system by an unlicensed or unregistered employee shall
27 be deemed an unfair and deceptive trade practice and shall be actionable under Chapter 75 of
28 the General Statutes."

29 **SECTION 9.** The title of Article 2 of Chapter 74D of the General Statutes reads as
30 rewritten:

31 "Article 2.

32 Alarm Systems ~~Recovery~~-Education Fund."

33 **SECTION 10.** G.S. 74D-30 reads as rewritten:

34 "**§ 74D-30. Alarm Systems ~~Recovery~~-Education Fund created; payment to Fund;**
35 **management; use of funds.**

36 (a) There is hereby created and established a special fund to be known as the "Alarm
37 Systems ~~Recovery~~-Education Fund" (hereinafter Fund) which shall be set aside and maintained
38 in the office of the State Treasurer. ~~Said~~The Fund shall be used in the manner provided in this
39 Article for the ~~payment of claims where the aggrieved person has suffered a direct monetary~~
40 ~~loss by reason of certain acts committed by any person licensed under this Chapter~~education of
41 ~~licensees and registrants.~~

42 ~~(b) Nothing contained in this Article shall limit the authority of the Board to take~~
43 ~~disciplinary action against any licensee under this Chapter, nor shall the repayment in full of all~~
44 ~~obligations to the Fund by any licensee nullify or modify the effect of any other disciplinary~~
45 ~~proceeding brought under this Chapter.~~

46 (c) In addition to the fees provided for elsewhere in this Chapter, the Board shall charge
47 the following fees which shall be deposited into the Fund:

48 (1) On July 1, 1985, the Board shall charge every licensee on that date a fee of
49 fifty dollars (\$50.00);

- 1 (2) The Board shall charge each new applicant for a license fifty dollars
2 (\$50.00), provided that for purposes of this Article a new applicant is hereby
3 defined as an applicant who did not possess a license on July 1, 1985; and
4 (3) The Board is authorized to charge each licensee an additional amount, not to
5 exceed fifty dollars (\$50.00), on July 1 of any year in which the balance of
6 the Fund is less than ~~one hundred thousand dollars (\$100,000)~~twenty-five
7 thousand dollars (\$25,000).

8 (d) The State Treasurer shall invest and reinvest the moneys in the Fund in a manner
9 provided by law, ~~provided that sufficient liquidity shall be maintained to satisfy claims~~
10 ~~authorized by the Board. The proceeds from such investments shall be deposited to the credit of~~
11 ~~the Fund.~~law. The Board in its discretion, may use ~~any and all of the proceeds from such~~
12 ~~investments~~the Fund for any of the following purposes:

- 13 (1) To advance education and research in the alarm systems field for the benefit
14 of those licensed under the provisions of this Chapter and for the
15 improvement of the ~~industry~~industry.
16 (2) To underwrite educational seminars, training centers and other educational
17 projects for the use and benefit generally of licensees, and
18 (3) To sponsor, contract for and to underwrite any and all additional educational
19 training and research projects of a similar nature having to do with the
20 advancement of the alarm systems field in North Carolina."

21 **SECTION 11.** G.S. 74D-31, 74D-32, and 74D-33 are repealed.

22 **SECTION 12.** This act becomes effective October 1, 2009, and applies to licenses
23 or registrations issued or renewed on or after that date.