

FISCAL NOTE

Bill #: HB0389

Title: Installation standards for
manufactured homes

**Primary
Sponsor:** Bob Lawson

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
State Special Revenue	\$35,500	\$29,800
Revenue:		
State Special Revenue	\$35,500	\$29,800
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

Department of Commerce

1. HB 389 provides for the regulation and certification of manufactured home installers, requires the posting of bonds or other security, provides for installation permits and inspections by certified local government programs, inspection of installation sites by certified local government programs, requires that cities and

counties that have adopted the state building code to establish application and installation permit procedures in their respective jurisdictions, and creates a manufactured home state setup code.

2. The Professional & Occupational Licensing Division would be responsible for the training, examination and certification of installers for manufactured homes, investigations of complaints by consumers, contested case proceedings, and any subsequent suspension or revocation of a certification.
3. A 0.50 FTE compliance specialist (grade 14) will be responsible for the administration of the licensing and regulation of manufactured home installers. Personal services in FY 2002 and FY 2003 would be \$17,500.
4. Operating costs for FY 2002 include \$5,000 for course and examination development, \$250 court reporter for rule hearing, \$750 for printing and postage, \$500 for programming of database, \$500 for development and printing of Information and Disclosure Forms, \$5,000 office equipment, and \$6,000 for indirect and recharges for fixed costs assessed to state agencies.
5. Operating costs for FY 2003 include \$200 for printing and postage, \$250 for Information and Disclosure Forms, \$7,500 for travel for compliance specialist to perform investigations, and \$4,100 for indirect and recharges for fixed costs assessed to state agencies.
6. Fees for the training course, examination and certificate fees will be set commensurate with costs of administering the program.
7. Because the bill provides for renewal every three years, the renewal fees may be rather high in order to cover the costs for administration of the program in the years that renewals are not collected.
8. In preparing this fiscal note, the department was unable to ascertain the number of persons who would be required to be licensed.
9. Due to the existing single family dwelling exemption from state building permits found in 50-60-102, MCA, HB 389 does not require the Building Codes Division to issue permits or perform inspections of installation sites.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
FTE	0.50	0.50

Expenditures:

Personal Services	17,500	17,500
Operating Expenses	<u>18,000</u>	<u>12,300</u>
TOTAL	\$35,500	\$29,800

Funding:

State Special Revenue (02)	\$35,500	\$29,800
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Revenues:

State Special Revenue (02)	\$35,500	\$29,800
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Net Impact to Fund Balance (Revenue minus Expenditure):

State Special Revenue (02)	\$0	\$0
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