



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # SB0396

Title: Generally revise boiler licensing laws

Primary Sponsor: Hoven, Brian

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$1,176	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: SB 396 adds a new license type for regulation to the Boilers and Steam Engines program. The fiscal impact comes from the cost to write rules for application, licensure, and renewal and for personal services to conduct licensing and regulatory work on behalf of the program.

FISCAL ANALYSIS



Assumptions:

1. The Department of Labor and Industry's Boilers and Steam Engines program will draft rules to implement this legislation. Based on the scope of practice rules for other programs with similar license types, it is assumed there will be a four-page rule notice and a two-page adoption notice. Costs for printing and publication from the Secretary of State is \$360.
2. The program will hold a public hearing, estimated at two hours, with a hearing officer and court transcriptionist present to record public comment and provide a transcript of the hearing. There are no additional costs related to this bill as the program already has a rule package pending that can likely incorporate these changes.
3. The program will notify interested parties of the rule hearing by post card, directing them to the program website to review the notice and receive information on attending the hearing and/or how to provide public

comment. Because the program has a pending rule package, these costs can be included in the same rule package.

4. The program will utilize additional legal services to draft the rules, file and review the notice, assist in responding to comments, and prepare the adoption notice. Estimated cost to the board for additional legal time beyond the current rule package in progress is \$816.
5. Total rulemaking costs are estimated at \$1,176 for FY 2022.
6. The program will need to add an additional license type to the licensing database to include an application record, renewal record, continuing education, supervision agreement information, and a compliance record. The program will create forms for online application, renewals, and continuing education submission, will add the new license type to the online licensee lookup function, and will create webpage information for the public and licensees. The board will be assisted in this by the department’s Technology Services Division, (TSD).
7. It is estimated that TSD will spend 285 hours on these tasks (analysis, design, development, scripting, expressions, UAT, and go live) at a rate of \$84 per hour for a total estimated cost of \$23,940. The Technology Services Division will not need to hire new staff to complete this work, since the work will be done by existing staff and external contractors utilizing current appropriation. As a result, these expenses are not included in the expense tables for this fiscal note.
8. Fees for initial license applications and subsequent renewals will be set by the department for the program and will be commensurate with costs. It is unknown how many applicants will apply for this license.
9. It is projected that revenue will not be received until the second year of the biennium. Until fees are established, total revenues cannot be estimated.

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Personal Services		\$0	\$0	\$0
Operating Expenses	\$1,176	\$0	\$0	\$0
TOTAL Expenditures	<u>\$1,176</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$1,176	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$1,176</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$1,176)	\$0	\$0	\$0

 _____ Sponsor's Initials	3/31/21 _____ Date	 _____ Budget Director's Initials	3-31-21 _____ Date
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