



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

SB0226 - Allow for subdivision reviews by independent reviewing entities (Mandeville, Forrest)

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 2024</u> <u>Difference</u> | <u>FY 2025</u> <u>Difference</u> | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> |
|---|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Expenditures: | | | | |
| General Fund | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue | \$127,773 | \$127,773 | \$129,690 | \$131,635 |
| Revenue: | | | | |
| General Fund | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue | (\$715,805) | (\$773,070) | (\$834,915) | (\$901,708) |
| Net Impact-General Fund Balance: | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Description of fiscal impact: SB 226 amends state regulation of subdivisions to require the Department of Environmental Quality (DEQ) to certify independent review entities to perform subdivision reviews and conduct quality control audits.

FISCAL ANALYSIS

Assumptions:

- DEQ will require 1.00 FTE engineer to certify independent review entities and perform quality control audits.
- The DEQ has been experiencing an 8% increase in revenue each fiscal year for new subdivision review applications.
- It is assumed that 50% will be completed by prequalified review. Reducing DEQ revenue proportionally.

| | <u>FY 2024 Difference</u> | <u>FY 2025 Difference</u> | <u>FY 2026 Difference</u> | <u>FY 2027 Difference</u> |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| <u>Fiscal Impact:</u> | | | | |
| FTE | 1.00 | 1.00 | 1.00 | 1.00 |
| <u>Expenditures:</u> | | | | |
| Personal Services | \$103,043 | \$103,043 | \$104,588 | \$106,157 |
| Operating Expenses | \$24,730 | \$24,730 | \$25,101 | \$25,478 |
| Equipment | \$0 | \$0 | \$0 | \$0 |
| TOTAL Expenditures | <u>\$127,773</u> | <u>\$127,773</u> | <u>\$129,690</u> | <u>\$131,635</u> |
| <u>Funding of Expenditures:</u> | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | \$127,773 | \$127,773 | \$129,690 | \$131,635 |
| TOTAL Funding of Exp. | <u>\$127,773</u> | <u>\$127,773</u> | <u>\$129,690</u> | <u>\$131,635</u> |
| <u>Revenues:</u> | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | (\$715,805) | (\$773,070) | (\$834,915) | (\$901,708) |
| TOTAL Revenues | <u>(\$715,805)</u> | <u>(\$773,070)</u> | <u>(\$834,915)</u> | <u>(\$901,708)</u> |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u> | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue (02) | (\$843,578) | (\$900,843) | (\$964,605) | (\$1,033,343) |

Technical Notes:

1. SB 226 creates a statutory process that would conflict with the statutory requirements proposed in HB 364.

NO SPONSOR SIGNATURE

Sponsor's Initials

2/1/23

Date



Budget Director's Initials

2-1-23

Date