

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-5307/2	Introduction Number SB-820	
Description examination of building plans for public buildings, public structures, and places of employment; examination of plumbing plans; and requiring the exercise of rule-making authority		
Fiscal Effect		
State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations </div> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 30%;"> <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <div style="display: flex; justify-content: space-around;"> <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No </div> <input checked="" type="checkbox"/> Decrease Costs </div> </div>		
Local: <input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts </div> </div>		
Fund Sources Affected Affected Ch. 20 Appropriations <input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.165(2)(j)		
Agency/Prepared By DSPS/ Brian Bell (608) 267-1811	Authorized Signature Daniel Hereth (608) 267-2435	Date 2/20/2020

Fiscal Estimate Narratives

DSPS 2/20/2020

LRB Number 19-5307/2	Introduction Number SB-820	Estimate Type Original
Description examination of building plans for public buildings, public structures, and places of employment; examination of plumbing plans; and requiring the exercise of rule-making authority		

Assumptions Used in Arriving at Fiscal Estimate

One-times costs related to rule promulgation process for revisions to code estimated at \$14, 167.80, which likely could be absorbed within the agency's operating budgets. We also assumed that the language in the bill that states that "DSPS may not..." was intended to be written as "DSPS shall not..." conduct plan reviews as specified in the bill. We have indicated an indeterminate local fiscal effect based on the current version of the bill not addressing whether local governments would or could conduct the plan reviews that would no longer be done by DSPS.

Long-Range Fiscal Implications

Ongoing cost reductions estimated at \$2,717,421.95 annually related to a decrease in 27.0 FTE due to an estimated reduction of 70% in commercial building plan reviews and an estimated reduction of 50% in plumbing plan reviews. These reductions in plan reviews would also result in an estimated annual reduction in program revenues of \$5,537,330.83, based on the percentage reductions in revenue listed above using the agency's FY2019 revenue for the impacted programs.

DEPARTMENT OF SAFETY AND PROFESSIONAL SERVICES
Fiscal Estimate

Division	
Name of Preparer	
Bill or Rule	SB 820, related to examination of building plans for public buildings, public structures, and places of employment; examination of plumbings plans; and requiring the exercise of rule-making authority

One-time Costs:

Classification	Hours	Brief Description	Hourly	Fringe	Total
Administrative Rule Coordinator (Derenne)	400	Rule promulgation process - 200 hours for revisions to the commercial building code and 200 hours for revisions to the plumbing code.	\$ 30.60	0.1575 \$	14,167.80
Supplies and Services	Amount	Brief Description			

On-going Costs:

Classification	Hours	Brief Description	Hourly	Fringe	Total
Plumbing Plan Reviewers	-12480	approximately 50% reduction in plumbing plan reviews, -6.0 FTE	\$ 37.63	0.4183 \$	(666,065.45)
License/Permit Program Associate	-12480	approximately 50% reduction in plan entry, -6.0 FTE	\$ 16.38	0.4183 \$	(289,932.29)
Section Chief	-2080	reduction of one section chief due to fewer plan reviews, -1.0 FTE	\$ 46.04	0.4183 \$	(135,820.95)
Consultant Building Systems	-29120	approximately 70% reduction in commercial building plan reviews, -14.0 FTE	\$ 39.36	0.4183 \$	(1,625,603.27)
Supplies and Services	Amount	Brief Description			
Revenue decrease	\$ (4,516,315.64)	Estimated 70% decreased commercial building plan review revenue			\$ (4,516,315.64)
Revenue decrease	\$ (1,021,015.20)	Estimated 50% decreased plumbing plan review revenue			\$ (1,021,015.20)

-27.0 FTE \$ (2,717,421.95)

Revenue Decrease \$ (5,537,330.83)

Total \$ (4,516,315.64)
Total \$ (1,021,015.20)