

Fiscal Estimate Narratives

COMM 6/6/2007

LRB Number 07-1509/6	Introduction Number AB-0358	Estimate Type Original
Description Exempting residential lifts from the statutes regulating the installation and operation of elevators and similar conveyances, rules implementing the statutes regulating the installation and operation of elevators and similar conveyances, and delaying the effective date for statutes regulating the installation and operation of elevators and similar conveyances		

Assumptions Used in Arriving at Fiscal Estimate

2007 AB 358 would repeal requirements implemented by 2005 WI Act 456 regarding the permitting of conveyances (e.g., elevators) in private residences. The legislation would also delay the effective date (from July 1, 2007, to July 1, 2008) of the remaining licensure and permitting provisions of 2005 WI Act 456.

The Department of Commerce estimated workload and expenditures associated with 2005 WI Act 456. However, no spending or position authority was granted to the Department for the administration of 2005 WI Act 456, nor are there spending or position authority changes in 2007 AB 358. The Department had estimated .5 FTE and associated annual costs of \$44,100 for inspection and consultation associated with the permitting of conveyances in private residences (estimated at 1,500 annually). This would now not be needed. The FTE and associated costs needed for the elevator mechanic and contractor licensing requirements would be reduced to .25 FTE with associated annual costs of \$13,100. The Department had originally estimated .5 FTE for this workload for 2005 WI Act 456. This reduction occurs because a number of elevator mechanics and contractors only work on residential conveyances and would not have to be licensed to do so under 2007 AB 358. Elevator mechanics and contractors who work on commercial conveyances would still need to be licensed. The Department estimates that 300 elevator mechanics and contractors who would need to obtain a license.

The \$25,000 in annual revenue originally estimated from licensing would be reduced to \$13,100, with realization of the revenue delayed by one year. Also, the Department would now not collect \$18,000 in annual revenue expected from the private residence permitting requirements (i.e., from inspections upon request).

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2007 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 07-1509/6		Introduction Number AB-0358	
Description Exempting residential lifts from the statutes regulating the installation and operation of elevators and similar conveyances, rules implementing the statutes regulating the installation and operation of elevators and similar conveyances, and delaying the effective date for statutes regulating the installation and operation of elevators and similar conveyances			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$0	\$-44,300	
(FTE Position Changes)	(0.0 FTE)	(-0.8 FTE)	
State Operations - Other Costs	0	-12,900	
Local Assistance	0	0	
Aids to Individuals or Organizations	0	0	
TOTAL State Costs by Category	\$0	\$-57,200	
B. State Costs by Source of Funds			
GPR	0	0	
FED	0	0	
PRO/PRS (PRO)	0	-57,200	
SEG/SEG-S	0	0	
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev	Decreased Rev	
GPR Taxes	\$0	\$0	
GPR Earned	0	0	
FED	0	0	
PRO/PRS (PRO)	0	-31,100	
SEG/SEG-S	0	0	
TOTAL State Revenues	\$0	\$-31,100	
NET ANNUALIZED FISCAL IMPACT			
	State	Local	
NET CHANGE IN COSTS	\$-57,200	\$0	
NET CHANGE IN REVENUE	\$-31,100	\$0	
Agency/Prepared By		Authorized Signature	Date
COMM/ Debra Miller (608) 266-8603		Louie Cornelius (608) 266-8629	6/6/2007