

Fiscal Estimate - 2021 Session

Original Updated Corrected Supplemental

LRB Number **21-4954/1** Introduction Number **AB-0684**

Description
requiring rules for imposing conditions on a license and rule-making guidelines prescribed by executive order

Fiscal Effect

State:
 No State Fiscal Effect
 Indeterminate
 Increase Existing Appropriations Increase Existing Revenues Increase Costs - May be possible to absorb within agency's budget
 Decrease Existing Appropriations Decrease Existing Revenues Yes No
 Create New Appropriations Decrease Costs

Local:
 No Local Government Costs
 Indeterminate
1. Increase Costs 3. Increase Revenue 5. Types of Local Government Units Affected
 Permissive Mandatory Permissive Mandatory Towns Village Cities
2. Decrease Costs 4. Decrease Revenue Counties Others
 Permissive Mandatory Permissive Mandatory School Districts WTCS Districts

Fund Sources Affected **Affected Ch. 20 Appropriations**
 GPR FED PRO PRS SEG SEGS 20.165(1)(g) & 20.165(1)(hg)

Agency/Prepared By DSPA/ Lilian Kelly (608) 266-0958	Authorized Signature Daniel Hereth (608) 267-2435	Date 12/13/2021
--	---	---------------------------

Fiscal Estimate Narratives

DSPS 12/13/2021

LRB Number 21-4954/1	Introduction Number AB-0684	Estimate Type Original
Description requiring rules for imposing conditions on a license and rule-making guidelines prescribed by executive order		

Assumptions Used in Arriving at Fiscal Estimate

Current law provides that an agency that is authorized to exercise discretion in deciding individual cases may formalize the general policies evolving from its decisions by promulgating those policies as rules. The bill requires an agency to promulgate rules describing how and when the agency will impose conditions on a license, permit, certificate, or other such approval that is granted by the agency. The agency must, under the bill, impose conditions on licenses in accordance with those rules.

The Department of Safety and Professional Services (DSPS) estimates that compliance with the provisions of this bill would require that DSPS promulgate rules for itself, as well as 25 examining boards for which it provides administrative services. The Department estimates that each rulemaking instance would require an estimated 100 hours for an Administrative Rules Coordinator with the resulting effort totaling 2,600 hours, or 1.25 FTE. The total one-time costs would be \$129,400 for a one-year project position (1.0 FTE) to promulgate rules, including \$115,800 for salary and fringe and \$13,600 for non-salary operational costs. DSPS would also require a limited term employee for the balance of 520 hours for rule promulgation (0.25 FTE) totaling \$30,930: 27,500 for salary and fringe, and \$3,430 for non-salary operational costs. The total estimated one-time cost, \$160,330, would not be able to be absorbed within DSPS's current budget.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2021 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 21-4954/1	Introduction Number AB-0684
-----------------------------	------------------------------------

Description
 requiring rules for imposing conditions on a license and rule-making guidelines prescribed by executive order

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

The total estimated one-time cost to promulgate rules is \$160,330: \$129,400 for a one-year project position (1.0 FTE) and \$30,930 for a LTE (.25 FTE).

II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs

A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$	\$

B. State Costs by Source of Funds		
GPR		
FED		
PRO/PRS		
SEG/SEG-S		

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	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$

NET ANNUALIZED FISCAL IMPACT

	State	Local
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$	\$

Agency/Prepared By DSPS/ Lilian Kelly (608) 266-0958	Authorized Signature Daniel Hereth (608) 267-2435	Date 12/13/2021
--	---	---------------------------