## Fiscal Estimate - 2021 Session

Original Updated	Corrected Suppler	mental						
LRB Number <b>21-0231/1</b>	Introduction Number SB-930	)						
Description certification requirements for building contractors								
Fiscal Effect								
Appropriations Reve	absorb within agency's bease Existing absorb within agency's bease Existence and agency's absorb within agency and agency and agency agency and agency agency and agency agency agency and agency agency agency agency agency agency and agency agen	udget						
Permissive Mandatory Perm  2. Decrease Costs 4. Decre	ase Revenue  Districts  Units Affected  Towns  Village  Counties  Others  School  Districts  Districts	Cities						
Fund Sources Affected  GPR FED PRO PRS SEG SEGS 20.165(2)(g)								
Agency/Prepared By	Authorized Signature	Date						
DSPS/ Lilian Kelly (608) 266-0958	Daniel Hereth (608) 267-2435	2/17/2022						

## Fiscal Estimate Narratives DSPS 2/17/2022

LRB Number <b>21-0231/1</b>	Introduction Number	SB-930	Estimate Type	Original			
Description							
certification requirements for building contractors							

## Assumptions Used in Arriving at Fiscal Estimate

This bill makes changes related to certificates of financial responsibility issued by the Department of Safety and Professional Services (DSPS) that current law generally requires a person to hold to obtain a building permit.

Current rules promulgated by DSPS require a person to complete 12 hours in an approved educational course to obtain a certificate of financial responsibility. The bill requires that a person complete an educational course that consists of in-person or live virtual instruction to obtain a certificate of financial responsibility. This course must include instruction on accounting, lien law, ethics, and best business practices. The applicant must show photo identification to register attendance for the course. In addition, the bill requires a person to complete a total of at least four hours of continuing education on construction laws and codes, and contracts, liability, and risk management every two years to maintain a certificate of financial responsibility. Under the bill, these hours count towards the 12 hours of continuing education that current law requires a certificate holder to complete every two years. In addition, the bill requires providers of continuing education courses for financial responsibility certificates to submit to DSPS test questions related to their courses and verification that attendees completed their courses.

The Department estimates that it will incur one-time costs totaling \$5,930 for staff salary, fringe and overhead to review, update and communicate rules, modify forms and websites, and establish procedures for review to determine if education providers' courses are compliance with the requirements of the bill. These one-time costs may be possible to absorb within DSPS's budget.

Long-Range Fiscal Implications

None

## **Fiscal Estimate Worksheet - 2021 Session**

Detailed Estimate of Annual Fiscal Effect

$\boxtimes$	Original Up	dated		Corrected		Supplemental
LR	B Number <b>21-0231/1</b>		Intro	duction N	umber	SB-930
	scription ification requirements for buildir	ng contractors	3			
	ne-time Costs or Revenue Imp nualized fiscal effect):	pacts for Sta	ite and/or	Local Goverr	nment (do	not include in
The	Department estimates that it w	ill incur one-ti	ime costs t	totaling \$5,930	).	
II. A	Annualized Costs:			Annualized	l Fiscal Im	pact on funds from:
				Increased Co	osts	Decreased Costs
Α. S	State Costs by Category					
St	tate Operations - Salaries and F	ringes			\$	\$
(F	TE Position Changes)	AUG. 111111		A hand to the control of the control		
St	tate Operations - Other Costs					
Lo	ocal Assistance			200000000000000000000000000000000000000		
Ai	ids to Individuals or Organization	ns				Manuskinista katomia kippia da katomia
Ш	TOTAL State Costs by Catego	ory			\$	\$
В. S	State Costs by Source of Fund	ls				
G	PR					
Fi	ED ·					
PI	RO/PRS					<u> </u>
SI	EG/SEG-S					
	State Revenues - Complete th J., tax increase, decrease in lic			will increase	or decrea	ase state revenues
				Increased I	Rev	Decreased Rev
G	PR Taxes				\$	\$
G	PR Earned					
FE	ED					
PI	RO/PRS					
SI	EG/SEG-S					
	TOTAL State Revenues				\$	\$
	N	ET ANNUAL	IZED FISC	AL IMPACT		
		National designation of the second		<u>S</u>	<u>tate</u>	<u>Local</u>
NET CHANGE IN COSTS				\$	\$	
NET	Γ CHANGE IN REVENUE	A U. A CONTROL OF A STATE OF A ST			\$	. \$
Age	Agency/Prepared By Auth		uthorized	horized Signature		Date
DSF	SPS/ Lilian Kelly (608) 266-0958 Dani		aniel Here	th (608) 267-2	435	2/17/2022