

FISCAL NOTE
Requested by Legislative Council
12/31/2020

Bill/Resolution No.: SB 2052

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2019-2021 Biennium		2021-2023 Biennium		2023-2025 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$396,375	\$0	\$335,430
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	\$0	\$0	\$0

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2019-2021 Biennium	2021-2023 Biennium	2023-2025 Biennium
Counties	\$0	\$10,635	\$7,290
Cities	\$0	\$13,050	\$8,835
School Districts	\$0	\$33,960	\$32,745
Townships	\$0	\$0	\$0

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Senate Bill 2052 increases the boiler certificate fees from twenty dollars per certificate year to thirty-five dollar per certificate year. The increase is to comply with legislative intent language from the 2019 legislative session per House Bill 1024.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

The only change proposed in Senate Bill 2052 is to increase the boiler certificate fee from twenty dollars per certificate year to thirty-five dollar per certificate year. Depending on the type of boiler inspected there are three types of certificate fees issued: a three-year certificate, a two-year certificate, and an annual certificate. Due to types of certificate fees issued the revenue can vary and tracks on a three-year cycle. The DEQ used historical certificate fee collections to determine the increase needed to support the program and used the historical fee collection to project fiscal impact.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The revenue amounts detailed in state fiscal effect section (1A), reflect the projected change in revenue generated by the increase from twenty dollars per certificate year to thirty-five dollar per certificate year. The revenue generated by the Boiler Inspection Program will be deposited into a special fund and project designated for the Boiler Inspection Program. The revenues and the expenditures for the Boiler Inspection Program are fully budgeted in the executive recommendation. To support what is in the executive recommendation, the DEQ is requesting the certificate fee increase as proposed in Senate Bill 2052.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The expenditures for the Boiler Inspection Program are fully budget in the executive recommendation. The expenditure amounts budgeted in the executive recommendation supports the payroll and fringe for four FTE and associated operating costs. Historically the expenditures were fully budgeted for the Boiler Inspection Program however the shortfall in revenue generated by the program was supplemented by the Fire and Tornado Fund.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

The DEQ is not requesting additional appropriation authority for the Boiler Inspection Program. The revenues and the expenditures for the Boiler Inspection Program are fully budgeted in the executive recommendation. To support what is budgeted in the executive recommendation, the DEQ is proposing the certificate fee increase as submitted in Senate Bill 2052.

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Date Prepared: 01/05/2021