

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version: HB 150
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB150-DCCED-CBPL-04-07-23
Title: RESIDENTIAL BUILDING CODE
Sponsor: SUMNER
Requester: (H) LABOR & COMMERCE

Department: Department of Commerce, Community and
Economic Development
Appropriation: Corporations, Business and Professional
Licensing
Allocation: Corporations, Business and Professional
Licensing
OMB Component Number: 2360

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2024	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Personal Services	***	***	***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	***	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	***	***	***	***	***	***

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2024) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Agency: Commerce, Community, and Economic Development

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FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. HB150

Analysis

This legislation requires the Department of Commerce, Community, and Economic Development (DCCED) to adopt a state residential building code by adopting a nationally recognized residential building code and modifying as necessary. It requires the examination required for residential contractor endorsement applicants to include a test of the person's knowledge of that code to obtain or renew an endorsement. It also changes references to the "state building code" to the "state residential building code" under AS 08.18 and AS 18.56.

The costs of this bill are indeterminate at this time. The division would need to hire a professional to adequately adopt and modify a nationally recognized residential building code; and may have to expand contracting services with an exam vendor to maintain the exam required by this Act. It is unknown at this time how much investigative and legal costs will be incurred as a result of the bill, though the division is certain increases will occur. Additionally, the division may see increased examiner workload to evaluate continuing education courses (CE) on the state residential building code, as required by the bill, as well as review biannually continuing education courses taken by residential endorsement holders to meet renewal requirements. There are potential increases in licensing fees due to increased regulatory costs for the construction contractor program created by this legislation.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services (fund source 1156 Rcpt Svcs (DGF)). Licensing fees for each occupation are set per AS 08.01.065. The total amount of revenue collected approximately equals each occupation's actual regulatory costs.