

# FISCAL NOTE

No. 15

**STATE OF ALASKA**  
**1999 LEGISLATIVE SESSION**

BILL Version: SB24  
(S) Publish Date: 2/23/99

Revision Date/Time (Note if correction): \_\_\_\_\_  
 Title: Regulations: Adoption & Judicial Review  
 Sponsor: Senator Donley  
 Requester: Senate JUD

Department Affected: Labor  
 BRU: Labor Standards & Safety  
 Component: Mechanical Inspection  
 COMPONENT SERIAL NO. 346

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

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

| OPERATING              | FY 2000     | FY 2001     | FY 2002     | FY 2003     | FY 2004     | FY 2005     |
|------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| PERSONAL SERVICES      |             |             |             |             |             |             |
| TRAVEL                 |             |             |             |             |             |             |
| CONTRACTUAL            | 16.5        | 16.5        | 16.5        | 16.5        | 16.5        | 16.5        |
| SUPPLIES               |             |             |             |             |             |             |
| EQUIPMENT              |             |             |             |             |             |             |
| LAND & STRUCTURES      |             |             |             |             |             |             |
| GRANTS & CLAIMS        |             |             |             |             |             |             |
| MISCELLANEOUS          |             |             |             |             |             |             |
| <b>TOTAL OPERATING</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> |

|                |  |  |  |  |  |  |
|----------------|--|--|--|--|--|--|
| <b>CAPITAL</b> |  |  |  |  |  |  |
|----------------|--|--|--|--|--|--|

|  |  |  |  |  |  |  |
|--|--|--|--|--|--|--|
| <b>CHANGE IN REVENUE FUND SOURCE #</b> |  |  |  |  |  |  |
|--|--|--|--|--|--|--|

**FUNDING:** (Thousands of Dollars)

|                         |             |             |             |             |             |             |
|-------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 1002 Federal Receipts   |             |             |             |             |             |             |
| 1003 GF Match           |             |             |             |             |             |             |
| 1004 GF                 | 16.5        | 16.5        | 16.5        | 16.5        | 16.5        | 16.5        |
| 1005 GF/Program Receipt |             |             |             |             |             |             |
| 1006 GF/MHTIA           |             |             |             |             |             |             |
| Other (Specify Type)    |             |             |             |             |             |             |
| <b>TOTAL</b>            | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> | <b>16.5</b> |

**POSITIONS:**

|           |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|
| FULL-TIME |  |  |  |  |  |  |
| PART-TIME |  |  |  |  |  |  |
| TEMPORARY |  |  |  |  |  |  |

Estimate of current year (FY99) impact: \$ None

**ANALYSIS:** (Attach a separate page if necessary)

Section 5 of SB24 would significantly impact Mechanical Inspection as it requires agencies to "prepare a cost-benefit analysis of the costs to the public to comply with the proposed regulatory action and the benefits to the public from the proposed regulatory action."

Continued on next page.

Prepared by: Al Dwyer, Director *Al Dwyer* Phone: 465-4855  
 Division: Labor Standards & Safety Date/Time: 1/27/99 1:12 PM

Approved by Commissioner: Ed Flanagan, Commissioner *Ed Flanagan*  
 Agency: Department of Labor Date: 1/27/99

**PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE**  
 For further distribution information call the Governor's Legislative Office

## SB24 #15

### Fiscal Note Analysis continued:

We do not currently have the funding or qualified staff available to implement this legislation. We would be required to contract with professional economic consulting firms, at a rate of \$65 to \$97 per hour, to conduct analyses. The hours required to conduct the analyses as required by SB24 could vary tremendously depending on the type of regulation project and the level of detail required. Given that these analyses would need to stand up to a court challenge (Sec.13), we must assume significant detail will be required.

Mechanical Inspection's regulatory changes could involve fee structure changes, and the incorporation of new plumbing, boiler, and electrical codes in existing regulations.

This section estimates two regulation changes or adoptions per year, requiring 100 hours of contractual services each. (200 hours x \$82.60 per hour = \$16,520.00)