

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSHB 255(L&C)
Fiscal Note Number:	1
(H) Publish Date:	2/12/2018

Identifier: HB255-DOLWD-MI-01-26-18
 Title: PLUMBING/ELECTRIC CERTIFICATE OF FITNESS
 Sponsor: TUCK
 Requester: (H) Labor & Commerce

Department: Department of Labor and Workforce Development
 Appropriation: Labor Standards and Safety
 Allocation: Mechanical Inspection
 OMB Component Number: 346

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1250 UGF Rev (UGF)	17.0		17.0	17.0	17.0	17.0	17.0
Total	17.0	0.0	17.0	17.0	17.0	17.0	17.0

Estimated SUPPLEMENTAL (FY2018) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) cost: 0.0 *(separate capital appropriation required)*
(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 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Not applicable, intital version.

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Division:	Labor Standards and Safety	Date:	01/25/2018
Approved By:	Greg Cashen, Acting Commissioner	Date:	01/26/18
Agency:	Department of Labor and Workforce Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This legislation gives the department the ability to issue citations and administer civil penalties to individuals and to employers using employees who are operating without a valid certificate of fitness where one is required. The proposed penalty for a first offense is \$125 for an individual engaging in work and \$250 for an employer. The proposed penalty for a subsequent offense is \$250 for an individual engaging in work and \$500 for an employer.

Using FY13 to FY17 information on the number of individuals and employers working without appropriate certificates of fitness, the department estimates that this legislation will result in an additional \$17,000 in revenue to the general fund each year. Actual revenue will vary based on the amount of penalties issued.

Provided below is the methodology used for estimating the annual revenue increase.

- 46 individuals engaging in work without a valid certificate - 1st offense x \$125 penalty = \$5,750
- 5 individuals engaging in work without a valid certificate - subsequent offense x \$250 penalty = \$1,250
- 22 employers using workers without a valid certificate - 1st offense x \$250 penalty = \$5,500
- 9 employers using workers without a valid certificate - subsequent offense x \$500 penalty = \$4,500

\$5,750
 \$1,250
 \$5,500
 + \$4,500

 \$17,000