

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version:	CSHB 150(L&C)
Fiscal Note Number:	1
(H) Publish Date:	4/24/2024

Identifier: HB150-DCCED-CBPL-01-11-24
 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)

	FY2025	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2025 Request	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
OPERATING EXPENDITURES	FY 2025	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
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 (FY2024) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2025) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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:

Updated from SLA 2023 to SLA 2024 fiscal note template.

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Division:	Division of Corporations, Business and Professional Licensing	Date:	01/11/2024
Approved By:	Hannah Lager, Administrative Services Director	Date:	03/08/24
Agency:	Commerce, Community, and Economic Development		

FISCAL NOTE ANALYSIS

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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 updated 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.