

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 653** HLS 18RS 748
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **W/ SEN FLOOR AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: May 14, 2018	11:32 AM	Author: SIMON
Dept./Agy.: Dept. of Public Safety/Office of State Fire Marshal		Analyst: Ryan Guidry
Subject: Provide relative to conveyance devices		

FIRE PROTECT/FIRE MARSHAL REF INCREASE SD RV See Note Page 1 of 1
 Provides relative to conveyance devices

Present law provides for the inspection and licensing of life safety systems and equipment. Proposed law expands present law to include application to conveyance devices. Present law authorizes the fire marshal to inspect and test all life safety systems and equipment to determine compliance with applicable standards. Proposed law expands present law to authorize the fire marshal's certification of such systems and equipment to determine compliance with applicable codes and manufacturer specifications. Present law authorizes the fire marshal to assess and collect certain fees relative to license endorsements. Proposed law adds conveyance devices to license endorsements. Proposed law provides for two license endorsements for persons with an initial fee of \$100.00 and a renewal fee of \$50.00 for each and provides for certain licensing requirements. Proposed law requires registration of certain conveyance devices with the Office of State Fire Marshal. Present law provides for the Life Safety and Property Advisory Board and that the board be composed of 13 members. Proposed law amends present law to provide for the Life Safety and Property Education Board and increases the number of board members from 13 to 15 and adjusts the quorum requirement accordingly. Proposed law exempts local governments that have adopted and are enforcing a nationally recognized standard code of conveyance devices.

EXPENDITURES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						

REVENUES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						

EXPENDITURE EXPLANATION

Proposed law will increase expenditures from the statutorily dedicated LA Life Safety and Property Protection Trust Fund by up to \$122,669 in FY 19 and \$79,219 in subsequent fiscal years. To the extent that revenues from fees generated by proposed law are sufficient, expenditures will be made from the LA Life Safety and Property Protection Trust Fund. However, if new fees along with existing sources deposited into the LA Life Safety and Property Protection Trust Fund are insufficient to cover any additional costs, the Office of State Fire Marshal (OSFM) would require an appropriation from an alternate source (presumed to be SGF or SGF equivalent).

OSFM reports proposed law will require one-time programming changes to the OSFM Information Management System by a contracted vendor at a projected cost of approximately \$40,000. OSFM also reports implementation of proposed law would require one (1) additional T.O. position for an Administrative Program Specialist B. This position would be responsible for the increased workload related to licensing endorsements for conveyance devices. The projected annual expenditures for this position, including salary, related benefits, and all operating and supply costs, is \$78,419. Additionally, one-time expenditures of \$3,450 dollars are required in FY 19 for office furniture and a computer (and replacement equipment estimated at \$2,300 in FY 23). OSFM reports that six positions are dedicated to Life Safety and Property Protection licensing, processing approximately 10,500 licenses each year, and that the current workload requires overtime. To the extent OSFM cannot absorb the additional duties it would require additional T.O. and/or budget resources.

Proposed law increases the membership of the renamed Life Safety and Property Protection Education Board by two members, from thirteen members to fifteen. Board meetings are conducted at the call of the chairman or by written request of three members. On average four meetings are conducted each year. Each board member is entitled to reimbursement of travel and related expenses. OSFM estimates an annual expenditure increase of \$800 for the two additional board members (\$400 each).

Proposed law exempts any local government that has adopted and is enforcing a nationally recognized standard or code for conveyance devices from the inspections required by proposed law. To the extent that OSFM will perform fewer inspections as a result of this exemption, the workload increase resulting from proposed law will be lessened by an indeterminable amount.

REVENUE EXPLANATION

Proposed law will increase revenues deposited into the statutorily dedicated LA Life Safety and Property Protection Trust Fund by an indeterminable amount. Proposed law creates the "Conveyance Device Inspector" and "Conveyance Deviance Mechanic" licensing endorsements for individuals, with an initial fee of \$100 and a renewal fee of \$50. The number of license endorsements that will be issued is unknown. Additional revenues will accrue to the LA Life Safety and Property Protection Trust Fund.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux
Evan Brasseaux
Staff Director