

Department of Planning and Budget

2016 Fiscal Impact Statement

1. Bill Number: HB707

House of Origin ☐ Introduced ☒ Substitute ☐ Engrossed
 Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Minchew, J.R.

3. Committee: General Laws.

4. Title: Virginia Board for Asbestos, Lead, and Home Inspectors; licensure of clandestine drug laboratory remediators.

5. Summary: Requires the licensing of clandestine drug laboratory remediators by the Virginia Board for Asbestos, Lead, and Home Inspectors and adds a licensed clandestine drug laboratory remediator member to the Board. The bill has a delayed effective date of July 1, 2018, and the Board is required to promulgate regulations to be effective by that date. These initial regulations are exempt from the Administrative Process Act (§ 2.2-4000 et seq. of the Code of Virginia), except that the Board shall provide an opportunity for public comment on the regulations prior to adoption.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary. See item 8.

7a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2016	\$5,000	0.0	Dedicated Special Revenue (Fund 0900)
2017	\$5,000	0.0	Dedicated Special Revenue (Fund 0900)
2018	\$700	0.0	Dedicated Special Revenue (Fund 0900)
2019	\$700	0.0	Dedicated Special Revenue (Fund 0900)
2020	\$700	0.0	Dedicated Special Revenue (Fund 0900)
2021	\$700	0.0	Dedicated Special Revenue (Fund 0900)
2022	\$700	0.0	Dedicated Special Revenue (Fund 0900)

7b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2016	\$0	n/a
2017	\$0	n/a
2018	\$8,000	Dedicated Special Revenue (Fund 0900)
2019	\$4,850	Dedicated Special Revenue (Fund 0900)
2020	\$4,850	Dedicated Special Revenue (Fund 0900)
2021	\$4,850	Dedicated Special Revenue (Fund 0900)
2022	\$4,850	Dedicated Special Revenue (Fund 0900)

- 8. Fiscal Implications:** This bill increases the administrative and regulatory responsibilities of the Department of Professional and Occupational Regulation (DPOR) by requiring the licensing clandestine drug laboratory remediators by the Board for Asbestos, Lead, and Home Inspectors (Board). DPOR estimates approximately 100 remediators would be required to be licensed. The bill also requires the addition of one clandestine drug laboratory remediator member to the Board.

Expenditure Impact: This legislation will increase the work load of the staff supporting the Board including payment processing, application review and approval, form design, and system configuration. Current resources can be utilized to complete the additional work load. Two additional board meetings per year in FY2016 and FY2017 are needed to develop the regulations and establish the program. Travel related expenses for the board meetings will be approximately \$5,000 each year. Total expenditure impact in subsequent years including new board member costs is expected to be approximately \$700 annually as a result of this legislation.

Revenue Impact: In accordance with the provisions of Section 54.1-113 (Callahan Act), Code of Virginia, licensing fees are established at rates adequate to cover a program's operating costs and a proportionate share of agency support costs. Approximately 100 new clandestine drug laboratory remediators are expected to apply and obtain a license. The cost to the regulant is expected to be \$80 to apply for a license and \$45 to renew the license every two years. Total additional revenue is estimated to be \$8,000 in FY 2018 and about \$4,850 annually thereafter, based on 100 applications in FY2018 and a combination of applications and renewals in each subsequent year.

- 9. Specific Agency or Political Subdivisions Affected:** Department of Professional and Occupational Regulation.

10. Technical Amendment Necessary: No.

11. Other Comments: None.