

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 17, 2017

Agency Submitting: Business and Industry, Financial Institutions Division

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
1% Increase in /hr Exam Fee /yr (Revenue)		\$11,910	\$23,820	\$47,640
Total	0	\$11,910	\$23,820	\$47,640

Explanation

(Use Additional Sheets of Attachments, if required)

Upon review of this bill, the Financial Institutions Division makes the following fiscal determinations:

The bill as drafted provides that any increase in examination fees would be applied only if it is deemed necessary by the Commissioner. This fiscal note narrative is intended to illustrate what the range of impact would be based upon previous biennium percentage change in the FID budget (1% - 2%), if an increase in examination fees would be deemed necessary for budgetary purposes. The dollar figures indicated for revenue impact in the fiscal note system reflect an increase calculated at the 1% scenario.

Current FID per hour examination rate per licensee regulations is \$75.00

The Percentage Change increase in FID's legislatively approved budget in FY16 was 2.08% and in FY17 was 1.04%

A 1% increase on the current \$75/hr. rate would be \$ 0.75/hr. = \$75.75/hr.

A 2% increase on the current \$75/hr. rate would be \$1.50/hr. = \$76.50/hr.

Based upon FY18 budgeted total examination hours of 15,880 per year, that would result in a total annual examination fee revenue increase of \$ 11,910.00 @ 1% or \$ 23,820 @ 2%

Based upon FY18 budgeted total FID licensees of 1442, that would equate to an annual increase per licensee of \$ 8.26 @ 1% or \$16.52 @ 2%

Name George E. Burns

Title FID Commissioner

GOVERNOR'S OFFICE OF FINANCE COMMENTS

The agency's response appears reasonable.

Date Friday, March 17, 2017

Name Susan Brown

Title Executive Budget Officer