

2007 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 24

STATUS: Original

SUBJECT: Moneys received from civil penalties imposed by Board of Boiler Rules are retained by the Department

GOVERNMENT UNIT AFFECTED: Department of Consumer and Business Services

PREPARED BY: Dawn Farr

REVIEWED BY: Robin LaMonte

DATE: March 30, 2007

EXPENDITURES: See Comments.	<u>1</u>		
	<u>2007-2009</u>		<u>2009-2011</u>
REVENUES:			
Fee Revenue – General Fund	\$ (75,000)		\$ (100,000)
Fee Revenue – Other Funds	\$ 75,000		\$ 100,000

EFFECTIVE DATE: January 1, 2008.

GOVERNOR'S BUDGET: This bill is not anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: The bill directs that moneys received from civil penalties imposed by Board of Boiler Rules be used for administration and enforcement of laws governing boilers and pressure vessels.

The Department of Consumer and Business Services (DCBS) Building Codes Division transferred \$111,250 in civil penalty revenue to the General Fund for the 2003-05 biennium, and is projecting \$100,000 for the 2005-07 biennium. DCBS estimates that if the bill passes approximately \$100,000 in additional Other Funds revenue would transfer to the Boiler program to cover administrative expenses per biennium. The General Fund would be reduced by the same amount. Other Fund revenues would be lower for the 2007-09 biennium because the bill does not take effect until January 1, 2008.

The Boiler Program has taken actions to reduce expenditures to manage revenue shortfalls in the program. DCBS indicates that transferring revenues from the General Fund to the DCBS Fund for Boiler program administration and enforcement would help alleviate anticipated current and future revenue shortfalls in the program.