



[HF 2297](#) – Boiler Inspections (LSB5645HV.1)
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Fiscal Note Version – As amended and passed by the House

Description

[House File 2297](#), as amended and passed by the House, relates to boiler and unfired steam pressure vessel inspections and specifies the following:

- Steel hot water boilers and other objects will no longer be required to have an external inspection for years in which an internal inspection takes place.
- Low pressure steam boilers in dry lay-up will be required to have an internal inspection in lieu of an external inspection.
- Inspection exemptions for water heaters used for potable water are expanded to include larger capacity heaters and heaters with higher burner input.

Assumptions

- The annual certification fee is \$40, and approximately 7,600 certifications issued by the Division of Labor under the Iowa Department of Workforce Development (IWD) are impacted by the changes to the burner input.
- An inspection fee is \$55, and the IWD performs approximately 1,400 inspections annually on the lower burner input heaters, with insurance company employees performing the remaining inspections.
- Information is not available about the number of heaters impacted by the changes to the inspection exemptions based on the size of the heater.
- The reduction in inspections performed by the IWD will reduce the need for salary and travel costs of 1.0 FTE position.

Fiscal Impact

[House File 2297](#) will eliminate an estimated 7,600 certifications and 1,400 inspections, thereby reducing the net revenue to the Boiler and Pressure Vessel Safety Revolving Fund by an estimated \$274,000 annually beginning with FY 2019.

Estimated Boiler and Pressure Vessel Safety Revolving Fund			
Revenue and Expenditures			
	<u>Est. FY 2018</u>	<u>FY 2019</u>	<u>Est. Annual Impact</u>
Revenue			
Boiler Fund (Fees)	\$ 1,347,000	\$ 966,000	\$ (381,000)
Total Revenue	<u>\$ 1,347,000</u>	<u>\$ 966,000</u>	<u>\$ (381,000)</u>
Expenditures			
Salaries	\$ 666,000	\$ 566,000	\$ (100,000)
Support	65,000	65,000	-
Travel	124,000	117,000	(7,000)
Total Expenditures	<u>\$ 855,000</u>	<u>\$ 748,000</u>	<u>\$ (107,000)</u>
Net Impact	<u>\$ 492,000</u>	<u>\$ 218,000</u>	<u>\$ (274,000)</u>
FTEs	8.00	7.00	-1.00

Source

Iowa Department of Workforce Development

/s/ Holly M. Lyons

February 20, 2018

The fiscal note for this Bill was prepared pursuant to Joint Rule 17 and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.
