# Fiscal Services Division Legislative Services Agency Fiscal Note

HF 714 (Successor to HSB 163) - Interior Design Title Act (LSB 1677 HV) Analyst: Ron Robinson (Phone: (515) 281-6256) (ron.robinson@legis.state.ia.us) Fiscal Note Version - New

#### **Description**

House File 714 establishes an Interior Design Examining Board to register interior designers and to authorize the use of the title of Registered Interior Designer. The Board is established as a seven-member board consisting of five Registered Interior Designers and two members of the general public. The Bill establishes registration fees based upon the costs to sustain the Board.

### **Assumptions**

- 1. The Professional Licensing Division of the Department of Commerce would utilize one employee to start the registration process.
- 2. Approximately 125 individuals would register.
- 3. The Board would establish registration fees so that revenue going to the State General Fund would cover the costs of sustaining the Board's operations.
- 4. Historically, fees for professional licenses have included at least 15.0% additional costs to provide for the indirect cost of services provided to the Division by State Government.
- 5. The biannual fee for a Registered Interior Designer would be approximately \$1,160.
- 6. One-half of the registrants would obtain a two-year license and one-half would obtain a one-year license, at one-half the cost of a two-year license, the first year.

#### **Fiscal Impact**

The estimated fiscal impact of HF 714 would be as follows:

	FY 2006	FY 2007	FY 2008
Revenue:			
One-Half Registrants	\$ 73,000	\$ 0	\$ 73,000
One-Half Registrants	37,000	73,000	0
Total Revenue	\$ 110,000	\$ 73,000	\$ 73,000
Expenditures:			
Salaries	\$ 55,000	\$ 55,000	\$ 55,000
Support	9,000	9,000	9,000
Capital Outlay	4,000		
Total Expenditures	\$ 68,000	\$ 64,000	\$ 64,000
<b>General Fund Net Impact</b>	\$ 42,000	\$ 9,000	\$ 9,000

## **Source**

Professional	Licensing	Division	of the	Department	of Commerce
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/s/ Holly M. Lyons	
March 15, 2005	

The fiscal note and correctional impact statement for this bill was prepared pursuant to Joint Rule 17 and pursuant to Section 2.56, <u>Code of Iowa</u>. Data used in developing this fiscal note and correctional impact statement are available from the Fiscal Services Division, Legislative Services Agency to members of the Legislature upon request.