Fiscal Services Division Legislative Services Agency Fiscal Note

HF 714 (Successor to HSB 163) - Interior Design Title Act (LSB 1677 HV.1) Analyst: Ron Robinson (Phone: (515) 281-6256) (ron.robinson@legis.state.ia.us) Fiscal Note Version - REVISED

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. Between 125 and 250 individuals would register.
- 2. 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.
- 3. 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.
- 4. 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:

The Board would establish the biannual fee for a Registered Interior Designer of approximately \$344 if 250 people registered, and approximately \$688 if 125 registered.

	FY 2006	FY 2007	FY 2008
Revenue:			
One-Half Registrants	\$ 43,000	\$0	\$ 43,000
One-Half Registrants	21,500	43,000	0
Total Revenue	\$ 64,500	\$ 43,000	\$ 43,000
Expenditures:			
Salaries	\$ 41,250	\$ 27,500	\$ 27,500
Support	9,000	9,000	9,000
Capital Outlay	4,000		
Total Expenditures	\$ 54,250	\$ 36,500	\$ 36,500
General Fund Net Impact	\$ 10,250	\$ 6,500	\$ 6,500
FTE Positions	0.75	0.50	0.50

Source

Professional Licensing Division of the Department of Commerce

/s/ Holly M. Lyons

March 28, 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.