



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2027 Biennium

Bill#/Title: HB0225.02 (005): Revising laws related to home inspections

Primary Sponsor: Eric Tilleman Status: As Amended in House Committee

☐ Included in the Executive Budget ☐ Needs to be included in HB 2 ☐ Significant Local Gov Impact  
☐ Significant Long-Term Impacts ☐ Technical Concerns ☐ Dedicated Revenue Form Attached

### **FISCAL SUMMARY**

|                             | <u>FY 2026</u><br><u>Difference</u> | <u>FY 2027</u><br><u>Difference</u> | <u>FY 2028</u><br><u>Difference</u> | <u>FY 2029</u><br><u>Difference</u> |
|-----------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <b>Expenditures</b>         |                                     |                                     |                                     |                                     |
| State Special Revenue (02)  | \$0                                 | \$0                                 | \$0                                 | \$0                                 |
| <b>Revenues</b>             |                                     |                                     |                                     |                                     |
| State Special Revenue (02)  | \$380                               | \$760                               | \$760                               | \$760                               |
| <b>Net Impact</b>           | <u>\$0</u>                          | <u>\$0</u>                          | <u>\$0</u>                          | <u>\$0</u>                          |
| <b>General Fund Balance</b> |                                     |                                     |                                     |                                     |

### **Description of fiscal impact**

HB 225, as amended in the House Business and Labor Committee, increases the minimum insurance coverage for home inspectors and aligns the home inspection program with the Department of Labor and Industry (DLI) professional licensing programs providing for rulemaking and standards of practice. There will be a minimal increase in revenue with additional home inspector licenses.

### **FISCAL ANALYSIS**

#### **Assumptions**

#### **Department of Labor and Industry**

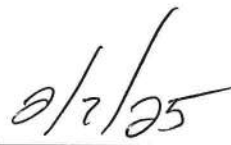
1. The existing registration program has 160 total current registrants. The current program allows a business to include a roster of employees under one registration. This bill will require an individual license for every person who is a home inspector. Using existing information from business rosters, it is expected that 19 new licenses will be generated over a two-year period. With an effective date of January 1, 2026, the additional licenses will raise revenue by \$320 for FY 2026, and \$760 for each following year.
2. The department will need to revise its rules and update some areas of its licensing website, however, those costs can be covered by the department utilizing existing resources.
3. Contractor Registration (CR) for home inspector licenses is currently in development phases to move this program into the department's information system.

## Fiscal Analysis Table

|  | <u>FY 2026</u><br><u>Difference</u> | <u>FY 2027</u><br><u>Difference</u> | <u>FY 2028</u><br><u>Difference</u> | <u>FY 2029</u><br><u>Difference</u> |
|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <b><u>Fiscal Impact</u></b>  |                                     |                                     |                                     |                                     |
| <b><u>Expenditures</u></b>   |                                     |                                     |                                     |                                     |
| <b><u>Funding of Expenditures</u></b>  |                                     |                                     |                                     |                                     |
| <b><u>Revenues</u></b>   |                                     |                                     |                                     |                                     |
| State Special Revenue (02)   | \$380                               | \$760                               | \$760                               | \$760                               |
| <b>TOTAL Revenues</b>  | <b>\$380</b>                        | <b>\$760</b>                        | <b>\$760</b>                        | <b>\$760</b>                        |
| <b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u></b> |                                     |                                     |                                     |                                     |
| State Special Revenue (02)   | \$380                               | \$760                               | \$760                               | \$760                               |



Sponsor's Initials



Date



Budget Director's Initials

2/6/2025

Date