Date: October 20, 2015

TRANSMITTAL SHEET FOR NOTICE OF INTENDED ACTION

| Contr | ol <u>482</u> Department | or Agency <u>D</u> | epartment of Insu | rance* | | | | |
|---|---|--------------------|---------------------------------|-------------------|----------------------|---------|--|--|
| Rule 1 | No. <u>Chapter 482-2-1</u> | .08 | | | | | | |
| Rule | Γitle: Fire Alarm Pe | ermit Fee | | | | | | |
| X | New | _Amend | Repeal | Adopt by R | eference | | | |
| | d the absence of the c health, welfare, or | | significantly harm | n or endanger the | | No | | |
| Is there a reasonable relationship between the state's police power and the protection of the public health, safety, or welfare? | | | | | | | | |
| Is there another, less restrictive method of regulation available that could adequately protect the public? | | | | | | | | |
| | Does the proposed rule have the effect of directly or indirectly increasing the costs of any goods or services involved and, if so, to what degree? Yes, 20% | | | | | | | |
| Is the increase in costs, if any, more harmful to the public than the harm that might result from the absence of the proposed rule? | | | | | | | | |
| Are all facets of the rulemaking process designed solely for the purpose of, and so they have, as their primary effect, the protection of the public? | | | | | | | | |
| **** | ****** | ******** | ****** | ***** | ****** | ***** | | |
| Does the proposed rule have an economic impact? | | | | | | Yes | | |
| If the proposed rule has an economic impact, the proposed rule is required to be accompanied by a fiscal note prepared in accordance with subsection (f) of Section 41-22-23, <u>Code of Alabama 1975</u> . | | | | | | | | |
| **** | ******* | ***** | ******* | ******* | ****** | ****** | | |
| Certi | fication of Authoriz | ed Official | | | | | | |
| Chap | ify that the attached ter 22, Title 41, Coo dministrative Proce | le of Alabama | 1975, and that it | complies with all | applicable filing re | | | |
| Signa | ature of certifying of | Jim | L. Ridling manssioner of Ins | urance | 08 | <u></u> | | |

Alabama Department of Insurance

NOTICE OF INTENDED ACTION

AGENCY NAME: Alabama Department of Insurance

RULE NO. & TITLE: Chapter 482-2-108: Fire Alarm Permit Fee.

INTENDED ACTION: Adopt new chapter.

SUBSTANCE OF PROPOSED ACTION: The State Fire Marshal is proposing to adopt a new regulation to set the fees necessary for the administration and enforcement of Chapter 33A of Title 34, Code of Alabama 1975, relating to the regulation of the business of installation, repair, alteration, addition, maintenance, or inspection of a fire alarm system in this state. The fee was initially set in Section 34-33A-5, Code of Alabama 1975. The revisions adjust the fees according to changes in the Consumer Price Index over the last ten years as permitted by Alabama Act No. 2015-441. The proposed effective date of the new regulation is January 1, 2016.

TIME, PLACE, MANNER OF PRESENTING VIEWS: Interested persons may submit data, views, or arguments in writing at any time prior to December 1, 2015, to the Alabama Department of Insurance, Attention: Legal Division, Post Office Box 303351, Montgomery, Alabama 36130-3351, or orally by appearing at the public hearing, Suite 502, RSA Tower, 201 Monroe Street, Montgomery, Alabama, beginning at 2:00 PM, December 8, 2015.

FINAL DATE FOR COMMENT AND COMPLETION OF NOTICE:

December 4, 2015

CONTACT PERSON AT AGENCY:

Reyn Norman

General Counsel

Jim L. Ridling

Commissioner of Insurance

ECONOMIC IMPACT STATEMENT FOR APA RULE (Section 41-22-23(f))

| Control 482 Department or Agency Department of Insurance |
|---|
| Rule No. Rule 482-2-108 |
| Rule Title: Fire Alarm Permit Fee. |
| X NewAmendRepealAdopt by Reference |
| This rule has no economic impact. |
| X This rule has an economic impact, as explained below: |
| 1. NEED/EXPECTED BENEFIT OF RULE: |
| Permit fees are intended to defray the expense of issuing the permits. Proposed changes are expected to more closely approximate the actual expense to the agency of issuing the permits. |
| 2. COSTS/BENEFITS OF RULE AND WHY RULE IS THE MOST EFFECTIVE, EFFICIENT, AND FEASIBLE MEANS FOR ALLOCATING RESOURCES AND ACHIEVING THE STATED PURPOSE: |
| Permit fees are intended to defray the expense of issuing the permits. Proposed changes are expected to more closely approximate the actual expense to the agency of issuing the permits. |
| 3. EFFECT OF THIS RULE ON COMPETITION: |
| Applicable to all permit holders, thus should have no effect on competition. |
| 4. EFFECT OF THIS RULE ON COST-OF-LIVING AND DOING BUSINESS IN THE GEOGRAPHICAL AREA WHERE THE RULE IS TO BE IMPLEMENTED: |
| Fees are increasing according to changes in the Consumer Price Index, limited to 2% per |

year for 6 years (a total of 10%), as authorized in Act 2015-441.

5. EFFECT OF THIS RULE ON EMPLOYMENT IN THE GEOGRAPHICAL AREA WHERE THE RULE IS TO BE IMPLEMENTED:

Should have no effect.

6. SOURCE OF REVENUE TO BE USED FOR IMPLEMENTING AND ENFORCING THIS RULE:

Applicants for initial and annual renewal of fire alarm permits.

7. THE SHORT-TERM/LONG-TERM ECONOMIC IMPACT OF THIS RULE ON AFFECTED PERSONS, INCLUDING ANALYSIS OF PERSONS WHO WILL BEAR THE COSTS AND THOSE WHO WILL BENEFIT FROM THIS RULE:

Increases fire alarm permits, initial application and annual renewal, by 10%, increasing the fee from \$100 to \$110.

8. UNCERTAINTIES ASSOCIATED WITH THE ESTIMATED BENEFITS AND BURDENS OF THE RULE, INCLUDING QUALITATIVE/QUANTITATIVE BENEFITS AND BURDEN COMPARISON:

None known.

9. THE EFFECT OF THIS RULE ON THE ENVIRONMENT AND PUBLIC HEALTH:
None.

10. DETRIMENTAL EFFECT ON THE ENVIRONMENT AND PUBLIC HEALTH IF THE RULE IS NOT IMPLEMENTED:

None.

^{**}Additional pages may be used if needed.

INS2015-FM-108-CPI : 10/8/2015 : RN/ct

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482-2-108-.01. Fire Alarm Permit Fee. The State Fire Marshal 1 hereby sets the following fee as is declared necessary for the 2 administration and enforcement of Chapter 33A of Title 34, Code of Alabama 1975, relating to the regulation of the business of installation, repair, alteration, addition, maintenance, or inspection of a fire alarm system in this 6 state, adjusted according to Alabama Act No. 2015-441: (a) Fire Alarm Permit Fee, initial application and annual 8 renewal. \$110 10 Author: State Fire Marshal Statutory Authority: Code of Alabama 1975, §§ 27-2-17, 34-11 33A-2, & 34-33A-5 & Ala. Act No. 2015-441

History: New ______, Effective January 1, 2016