Adverse impact notification sent to Joint Commission on Administrative Rules, House Committee on Appropriations, and Senate Committee on Finance (COV § 2.2-4007.04.C): Yes 
Not Needed

If/when this economic impact analysis (EIA) is published in the *Virginia Register of Regulations*, notification will be sent to each member of the General Assembly (COV § 2.2-4007.04.B).



# Virginia Department of Planning and Budget Economic Impact Analysis

12 VAC 5-615 Regulations for Authorized Onsite Soil Evaluators Virginia Department of Health Town Hall Action/Stage: 3981/7481 April 27, 2016

# Summary of the Proposed Amendments to Regulation

As a result of action by the Virginia General Assembly, the Board of Health (Board) proposes to repeal this regulation.

# **Result of Analysis**

The benefits exceed the costs for all proposed changes.

# **Estimated Economic Impact**

Chapter 892, 2007 Virginia Acts of Assembly<sup>1</sup> transferred implementation, administration, and enforcement of licensing requirements for onsite soil evaluators from the Virginia Department of Health (VDH) to the Department of Professional and Occupational Regulation with administration by the Board for Waterworks and Wastewater Works Operators and Onsite Sewage System Professionals. The Board for Waterworks and Wastewater Works Operators and Onsite Sewage System Professionals promulgated regulations for onsite soil evaluators on July 1, 2009 (18 VAC 160-20). House Bill 3134 abrogated the Board's authority to license Authorized Onsite Soil Evaluators (AOSEs); and while Title 32.1 of the Code of Virginia contains other references to the Board's regulation of AOSEs, VDH has successfully implemented those statutory provisions independent of 12 VAC 5-615. Thus, the proposed repeal

<sup>&</sup>lt;sup>1</sup> To view the text of this legislation, see <u>http://leg1.state.va.us/cgi-bin/legp504.exe?071+ful+CHAP0892</u>.

of this regulation will have no impact beyond potentially reducing confusion as toward the licensure rules for AOSEs in effect.

## **Businesses and Entities Affected**

As mentioned above, the proposed repeal of this regulation will have no impact beyond potentially reducing confusion as toward the licensure rules for onsite soil evaluators in effect. Firms involved in onsite soil evaluation would be most interested in the rules. The Department of Professional and Occupational Regulation currently licenses 388 onsite soil evaluators.<sup>2</sup>

#### Localities Particularly Affected

The proposed repeal of the regulation does not disproportionately affect particular localities.

### **Projected Impact on Employment**

The proposed repeal of the regulation does not affect employment.

# Effects on the Use and Value of Private Property

The proposed repeal of the regulation does not affect the use and value of private property.

#### **Real Estate Development Costs**

The proposed repeal of the regulation does not affect real estate development costs.

## Small Businesses:

# Definition

Pursuant to § 2.2-4007.04 of the Code of Virginia, small business is defined as "a business entity, including its affiliates, that (i) is independently owned and operated and (ii) employs fewer than 500 full-time employees or has gross annual sales of less than \$6 million."

# **Costs and Other Effects**

The proposed repeal of the regulation does not affect small businesses.

#### Alternative Method that Minimizes Adverse Impact

The proposed repeal of the regulation does not affect small businesses.

<sup>&</sup>lt;sup>2</sup> Data source: Department of Professional and Occupational Regulation

#### Adverse Impacts:

## **Businesses:**

The proposed repeal of the regulation will not adversely affect businesses.

## Localities:

The proposed repeal of the regulation will not adversely affect localities.

#### **Other Entities:**

The proposed repeal of the regulation will not adversely affect other entities.

#### Legal Mandates

**General:** The Department of Planning and Budget has analyzed the economic impact of this proposed regulation in accordance with § 2.2-4007.04 of the Code of Virginia (Code) and Executive Order Number 17 (2014). Code § 2.2-4007.04 requires that such economic impact analyses determine the public benefits and costs of the proposed amendments. Further the report should include but not be limited to: (1) the projected number of businesses or other entities to whom the proposed regulatory action would apply, (2) the identity of any localities and types of businesses or other entities particularly affected, (3) the projected number of persons and employment positions to be affected, (4) the projected costs to affected businesses or entities to implement or comply with the regulation, and (5)the impact on the use and value of private property.

**Adverse impacts:** Pursuant to Code § 2.2-4007.04(C): In the event this economic impact analysis reveals that the proposed regulation would have an adverse economic impact on businesses or would impose a significant adverse economic impact on a locality, business, or entity particularly affected, the Department of Planning and Budget shall advise the Joint Commission on Administrative Rules, the House Committee on Appropriations, and the Senate Committee on Finance within the 45-day period.

If the proposed regulatory action may have an adverse effect on small businesses, Code § 2.2-4007.04 requires that such economic impact analyses include: (1) an identification and estimate of the number of small businesses subject to the proposed regulation, (2) the projected reporting, recordkeeping, and other administrative costs required for small businesses to comply with the proposed regulation, including the type of professional skills necessary for preparing required reports and other documents, (3) a statement of the probable effect of the proposed regulation on affected small businesses, and (4) a description of any less intrusive or less costly alternative methods of achieving the purpose of the proposed regulation. Additionally, pursuant to Code § 2.2-4007.1, if there is a finding that a proposed regulation may have an adverse impact on small business, the Joint Commission on Administrative Rules shall be notified.