EXHIBIT 3
DATE 2-20-07
HB 665

NOT FOR DISTRIBUTION

GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill #	HB0665	**Title:**	License and regulate athletic trainers
Primary Sponsor:	Arntzen, Elsie	**Status:**	As Introduced

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

FISCAL SUMMARY

	FY 2008 Difference	FY 2009 Difference	FY 2010 Difference	FY 2011 Difference
Expenditures:				
General Fund	$0	$0	$0	$0
State Special Revenue	$50,732	$46,229	$47,204	$48,204
Revenue:				
General Fund	$0	$0	$0	$0
State Special Revenue	$123,750	$3,750	$0	$127,500
Net Impact-General Fund Balance	$0	$0	$0	$0

Description of Fiscal Impact:
HB 665 establishes a new board for the profession of athletic trainers. Costs will be incurred to establish the board, promulgate rules, set up the board in the Department of Labor and Industry's (DLI) database and online renewal process, board travel, per diem, and operating expenses.

FISCAL ANALYSIS

Assumptions:
Department of Labor and Industry (DLI)

1. HB 665 creates a new Board of Athletic Trainers, consisting of five members appointed by the Governor.
2. The department estimates the board will meet at least six days (three 2-day meetings) in FY 2008.
3. In-state travel costs in FY 2008 are estimated at $7,628 (Per diem: 5 members x 6 days x $50 = $1,500; mileage: 500 miles average x 5 members x 3 trips x $.485 = $3,638; lodging: 5 members x 6 nights x $60 = $1,800; meals: 5 members x 6 days x $23 = $690). These meetings will cover initial organization, formal submission and approval of draft rules.
4. It is estimated there will be at least 2 two-day meetings in FY 2009 to conduct board business.

5. In-state travel costs in FY 2009 and subsequent years is estimated at $5,085 (Per diem: $50 x 5 members x 4 days = $1,000; mileage: 500 miles average x 5 members x 2 meetings x $.485 = $2,425; lodging: 5 members x 4 nights x $60 = $1,200; meals: 5 members x 4 days x $23 = $460)
4. It is assumed that the board will hold two conference calls in the biennium, one each fiscal year and per diem will be paid totaling $250 per year (5 members x $50 per day x 2 calls).
5. The board would send a member to a four day national or regional conference each year of the biennium at an estimated cost of $1,894 per year (Per diem: 1 member x 4 days x $50 = $200; transportation = $600 average cost of commercial travel; out of state lodging: 1 member x 3 nights x $200 per night = $600; out of state meals: 1 member x 4 days x 36 = $144; registration fee = $350)
6. In FY 2008 the board will develop administrative rules. The cost of noticing, holding a hearing, and adopting rules is estimated $1,960 (30 ARM pages @ $50 each = $1,500; printing & mailing 165 postcards @ $1 each x 2 mailings = $330; hard copies to 40 members on the interested parties lists @ $3 per copy = $120; $10 for miscellaneous office supplies)
7. The department assumes program and legal workload will be absorbed with existing staff.
8. The department estimates it will cost approximately $4,000 per year for supplies and materials, communication and other service & supply costs, including application development, printing, and postage. This figure is an average costs associated with an existing board of similar size. In FY 2010 and FY 2011, an inflationary factor of 2.5% was applied.
9. It is assumed the board will pay an annual cost allocation fee of $35,000 per year. This fee will cover the cost of the legal unit, IT staff, administrative support pool, rent, data connection to the state system, etc. In FY 2010 and FY 2011 an inflationary factor of 2 ½% was applied.
10. The department estimates that 165 individuals will apply for and receive licenses in FY 2008 and that 5 additional people will apply for licensure in FY 2009.
11. The estimated revenue to the board will be generated by licensing fees set by the board.
12. It is estimated that the board would need to set fees of approximately $750 for the initial licensing fee. This would generate revenue of $123,750 in FY 2008, $3,750 in FY 2009, and zero revenue in 2010.
13. Because Section 5 of HB 665 specifies a three year renewal cycle, renewal fees are not anticipated until FY 2011.

	FY 2008 Difference	FY 2009 Difference	FY 2010 Difference	FY 2011 Difference
Fiscal Impact:				
Department of Labor and Industry				
Expenditures:				
Personal Services	$1,950	$1,450	$1,450	$1,450
Operating Expenses	$48,782	$44,779	$45,754	$46,754
TOTAL Expenditures	$50,732	$46,229	$47,204	$48,204
Funding of Expenditures:				
State Special Revenue (02)	$50,732	$46,229	$47,204	$48,204
Revenues:				
State Special Revenue (02)	$123,750	$3,750	$0	$127,500
Net Impact to Fund Balance (Revenue minus Funding of Expenditures):				
State Special Revenue (02)	$73,018	($42,479)	($47,204)	$79,296

Technical Notes:

1. If the bill indicated an annual renewal, licensees would have a renewal fee that would be more manageable financially. The original licensing fee and renewal fee would be $250 annually versus $750 every three years.

Sponsor's Initials	*Date*	*Budget Director's Initials*	2/20/07 *Date*