



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2021 Biennium

Bill # HB0720

Title: Provide limited license for cosmetologist interns

Primary Sponsor: Zolnikov, Daniel

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

	<u>FY 2020</u> <u>Difference</u>	<u>FY 2021</u> <u>Difference</u>	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$9,008	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$29,588	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 720 adds an intern permit to the Board of Barbers and Cosmetologists. The fiscal impact will be one-time rulemaking expenses, programming and database changes, and costs to update the board's forms and website.

FISCAL ANALYSIS

Assumptions:

Department of Labor and Industry (DLI)

1. The Board of Barbers and Cosmetologists (board) will draft rules to implement HB 720. There will be a ten-page rule notice and a three-page adoption notice, a two-hour public hearing with a hearing officer and court transcriptionist present, a notice mailing, and additional legal services for an estimated one-time cost of \$9,008 for rulemaking.
2. The board will add the new permit type to the licensing database, will create forms for online application and renewals, will add the new permit type to the online licensee lookup function, and will create webpage information for the public and licensees. The board will be assisted by DLI's Technology Services Division

(TSD), for analysis, design, development, scripting/expressions, UAT, and go-live at a one-time estimated cost of \$20,580. TSD will not hire new staff to complete this work, so no additional appropriation will be needed; however, it will be a cash expense to the board.

- Fees for initial license applications and subsequent renewals will be set by the board commensurate with costs. HB 720 states the permitting fee cannot be higher than the board’s lowest level license fee, currently \$75 for a booth-renter application.

	<u>FY 2020</u> <u>Difference</u>	<u>FY 2021</u> <u>Difference</u>	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$9,008	\$0	\$0	\$0
TOTAL Expenditures	<u>\$9,008</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$9,008	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$9,008</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$29,588	\$0	\$0	\$0
TOTAL Revenues	<u>\$29,588</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$20,580	\$0	\$0	\$0

Sponsor's Initials

Date

TL

Budget Director's Initials

3/28/19

Date