



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2025 Biennium

**Bill information:**

SB0456 - Generally revise laws pertaining to hearing aid dispensers (Vermeire, Terry )

**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 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	(\$575)	(\$575)	(\$575)	(\$575)
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** The federal Food and Drug Administration, (FDA), has made changes allowing the sale of over-the-counter hearing devices. This change removes the need for a board to oversee hearing aid dispensers and SB 456 repeals the Board of Hearing Aid Dispensers (the board) and moves oversight to the Department of Labor & Industry (DLI). The fiscal impact of SB 456 is a reduction in per diem and travel costs for board members.

### FISCAL ANALYSIS

**Assumptions:**

1. The repeal of the board reduces state special revenue expenditures of \$575 per year based on a five-year average. These costs consist of \$360 in personal services costs for board per diem and operating costs of \$215 for travel and program costs.
2. There is no fiscal impact for administrative personal services and operating costs currently being paid by the board as those costs will be incurred by DLI for the oversight of the program. DLI anticipates the same

personal services and operating costs will be needed to continue to license individuals who sell, fit, and dispense prescription hearing aids.

3. Revenues generated by the board for licensing activities will be received by DLI for oversight of the remaining license types. Fees will be set commensurate with costs and no impact to state special revenue is expected.
4. Technology costs will be incurred to cease activity for the board, including website modifications, changes to forms and to the licensing database. These duties will be performed by existing department staff.
5. Rulemaking costs will be incurred to transfer oversight from the board to DLI and to repeal current administrative rules. Rulemaking costs can be covered by DLI's current budget authority.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b><u>Fiscal Impact:</u></b>				
FTE	0.00	0.00	0.00	0.00
<b><u>Expenditures:</u></b>				
Personal Services	(\$360)	(\$360)	(\$360)	(\$360)
Operating Expenses	(\$215)	(\$215)	(\$215)	(\$215)
<b>TOTAL Expenditures</b>	<u>(\$575)</u>	<u>(\$575)</u>	<u>(\$575)</u>	<u>(\$575)</u>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$575)	(\$575)	(\$575)	(\$575)
<b>TOTAL Funding of Exp.</b>	<u>(\$575)</u>	<u>(\$575)</u>	<u>(\$575)</u>	<u>(\$575)</u>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$575	\$575	\$575	\$575

NO SPONSOR SIGNATURE

2/27/23

*[Handwritten Signature]*

2-27-23

Sponsor's Initials

Date

Budget Director's Initials

Date