

Department of Planning and Budget 2018 Fiscal Impact Statement

1. Bill Number: HB1554H1

House of Origin ☐ Introduced ☒ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Pillion

3. Committee: General Laws

4. Title: Master barber; creates occupational title, issuance of license.

5. Summary: Creates the occupational title of "master barber" and requires the board to issue a license to practice as a master barber to any individual licensed as a barber prior to December 8, 2017, or an applicant who has successfully (i) completed the educational requirements as required by the Board, (ii) completed the experience requirements as required by the Board, and (iii) passed the examination approved by the Board. This bill contains an emergency clause.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary. See Item 8, below.

7a. Expenditure Impact:

| <i>Fiscal Year</i> | <i>Dollars</i> | <i>Positions</i> | <i>Fund</i> |
|--------------------|----------------|------------------|-------------|
| 2018 | \$10,060 | 0 | NGF |
| 2019 | 0 | 0 | n/a |
| 2020 | 0 | 0 | n/a |
| 2021 | 0 | 0 | n/a |
| 2022 | 0 | 0 | n/a |
| 2023 | 0 | 0 | n/a |
| 2024 | 0 | 0 | n/a |

8. Fiscal Implications: This bill increases the administrative and regulatory responsibilities of the Department of Professional and Occupational Regulation (DPOR) by requiring the Board for Barbers and Cosmetology (Board) to establish the new master barber occupational license. The Board will need to update regulations to implement the change and DPOR staff will need to update related applications, forms, and letters and make configuration changes to the licensing system prior to July 1, 2018. The Board's initial adoption of regulations necessary to implement the provisions of this bill shall be exempt from the Administrative Process Act except the Board shall provide an opportunity for public comment on the regulations prior to adoption.

Expenditure Impact: In FY 2018, the Board will need to conduct four additional board meetings to make the regulation revisions. The Board reimburses members for travel

expenses incurred when attending board meetings. DPOR anticipates a one-time charge for printing and postage expense to send out master barber licenses to approximately 2,800 barbers licensed prior to December 8, 2017. Existing staff resources would be utilized to modify and update all applications, forms, and letters and to make configuration updates to the licensing system. The total additional one-time charge for four board meetings and the license mailing is approximately \$10,060.

9. Specific Agency or Political Subdivisions Affected: Department of Professional and Occupational Regulation.

10. Technical Amendment Necessary: No.

11. Other Comments: SB906 also creates the occupational title of “master barber” and requires the board to issue a license to practice as a master barber to any individual licensed as a barber prior to December 8, 2017.