

Department of Planning and Budget 2018 Fiscal Impact Statement

1. Bill Number: SB906

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

2. Patron: McClellan

3. Committee: General Laws and Technology

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. The bill explicitly exempts the blow drying, cleansing, or styling of human hair from the list of activities that require licensure by the Board. The bill also consolidates and clarifies defined terms and also contains additional technical amendments. 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: This bill is the companion to HB1554.