

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2038-01
Bill No.: HB 833
Subject: Economic Development Dept.; Licenses - Professional
Type: Original
Date: February 21, 2007

Bill Summary: Revises law relating to tattoo practitioners and tattoo establishments.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Tattoo	\$3,700	\$3,700	\$3,700
Total Estimated Net Effect on <u>Other</u> State Funds	\$3,700	\$3,700	\$3,700

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Administrative Hearing Commission** anticipate this legislation will not significantly alter its caseload. However, if other similar bills also pass, there are more cases, or more complex cases, there could be a fiscal impact.

Officials from the **Office of Secretary of State (SOS)** state the fiscal impact for this proposal is less than \$2,500. The SOS does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the SOS can sustain within its core budget. Therefore, the SOS reserves the right to request funding for the costs of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the Governor.

Officials from the **Department of Insurance, Financial and Professional Regulation (DIFP)** assume that 100 individuals and establishments will request licenses at a fee of \$37 per license per year. Revenue to the Tattoo Fund is estimated to be \$3,700 annually (\$37 X 100 licenses).

This proposal will result in an increase in total state revenue.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
TATTOO FUND			
<u>Income - DIFP</u>			
Licensure fees	<u>\$3,700</u>	<u>\$3,700</u>	<u>\$3,700</u>
ESTIMATED NET EFFECT ON TATTOO FUND	<u>\$3,700</u>	<u>\$3,700</u>	<u>\$3,700</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

This proposal may impact small business tattoo practitioners and tattoo establishments by requiring businesses to meet licensing, educational and training requirements.

FISCAL DESCRIPTION

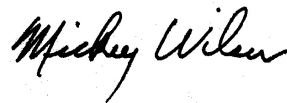
This proposal authorizes the Director of the Division of Professional Registration within the Department of Insurance, Financial Institutions, and Professional Registration to establish rules regarding the educational and training requirements for applicants to receive or renew a license to practice tattooing, branding, or body piercing.

The division is authorized to file complaints with the Administrative Hearing Commission for certain reasons specified in the proposal.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration -
Administrative Hearing Commission
Department of Insurance, Financial and Professional Regulation
Office of Secretary of State

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
February 21, 2007