COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3294-03

Bill No.: Perfected HCS for HB 1442

Subject: Professional Registration and Licensing; Fees

Type: Original

Date: March 11, 2020

Bill Summary: This proposal adds provisions relating to professional licensure.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2021	FY 2022	FY 2023	
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2021	FY 2022	FY 2023	
State Committee of Psychologist Fund (0580)	\$0 to \$2,500	\$0 to \$3,000	\$0 to \$3,000	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0 to \$2,500	\$0 to \$3,000	\$0 to \$3,000	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 pages.

L.R. No. 3294-03

Bill No. Perfected HCS for HB 1442

Page 2 of 6 March 11, 2020

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2021	FY 2022	FY 2023	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2021	FY 2022	FY 2023	
Total Estimated Net Effect on FTE	0	0	0	

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2021	FY 2022	FY 2023	
Local Government	\$0	\$0	\$0	

L.R. No. 3294-03 Bill No. Perfected HCS for HB 1442 Page 3 of 6 March 11, 2020

FISCAL ANALYSIS

ASSUMPTION

Section 324.035- Professional Registration Fees

Officials from the **Department of Commerce and Insurance (DCI)** do not anticipate any fiscal impact from the provisions of the bill. The division believes offering training helps keep licensees compliant with laws and regulations. As an example, the state's Committee of Psychologists saw a tangible decrease in complaints after offering continuing education (CE) course for licensees. Should the number of complaints and investigations rise, the department may need to request additional appropriation and FTE through the budget process.

Oversight notes that the DCI has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

Sections 337.020 and 337.029 - Psychologist Licenses

Officials from the **Department of Commerce and Insurance (DCI)** assume this proposal removes language that was inadvertently left in a bill that passed in 2018. Currently, the State Committee of Psychologists' license processing time is being extended by the inadvertent language. This additional time and effort is increasing the committee's costs.

DCI estimates 20 applications a year are processed and not approved, which would be a \$3,000 per year loss of income to the State Committee of Psychologist Fund for work done to process applications.

If the proposed legislation does not pass and the increased costs remain, the State Committee of Psychologists will need to increase their fees to correlate with the increased processing time and effort. The proposed legislation itself will cause not fiscal impact to the department, but prevent future costs to committee licensees.

Oversight will assume a range of fiscal impact to the State Committee of Psychologist Fund from \$0 (removing this fee exemption will impact behavior and will result in fewer non-qualified applications from being submitted) to an additional annual revenue of \$3,000 (non-qualified applications will still be submitted but will be charged the application fee regardless of being approved or not).

L.R. No. 3294-03 Bill No. Perfected HCS for HB 1442 Page 4 of 6 March 11, 2020

ASSUMPTION (continued)

Officials from the Office of the Governor, the Missouri Senate, the Department of Health and Senior Services, the Department of Mental Health and the Department of Social Services each assume the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note.

Officials from the **Office of the Secretary of State (SOS)** assume many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$5,000. The SOS recognizes that this is a small amount and 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 office can sustain with the core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could require additional resources.

Officials from the **Joint Committee on Administrative Rules (JCAR)** state this legislation is not anticipated to cause a fiscal impact beyond its current appropriation.

Oversight assumes JCAR will be able to administer any rules resulting from this proposal with existing resources.

L.R. No. 3294-03

Bill No. Perfected HCS for HB 1442

Page 5 of 6 March 11, 2020

FISCAL IMPACT - State Government	FY 2021 (10 Mo.)	FY 2022	FY 2023
STATE COMMITTEE OF PSYCHOLOGIST FUND	, , ,		
Revenue - application fee from non- qualified applicants	\$0 to \$2,500	\$0 to \$3,000	\$0 to \$3,000
ESTIMATED NET EFFECT ON THE STATE COMMITTEE OF PSYCHOLOGIST FUND	\$0 to \$2,500	\$0 to \$3,000	\$0 to \$3,000
FISCAL IMPACT - Local Government	FY 2021 (10 Mo.)	FY 2022	FY 2023
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill prohibits any licensure board, commission, or committee within the Division of Professional Registration from using any occupational fees for the purpose of offering continuing education classes.

Under current law, any person seeking to obtain a license as a psychologist shall make an application to the State Committee of Psychologists and shall pay the required application fee. The Committee is not permitted to charge an application fee until such time as the application has been approved, and if an application is denied, no application fee shall be charged. This act repeals such provision.

Current law permits a psychologist licensed in another jurisdiction to receive a license in Missouri, provided the psychologist passes a written exam on Missouri law and regulations governing the practice of psychology. Such person must also meet one of several listed criteria set forth under current law.

L.R. No. 3294-03

Bill No. Perfected HCS for HB 1442

Page 6 of 6 March 11, 2020

FISCAL DESCRIPTION (continued)

This act removes one listed criteria allowing a psychologist who is currently licensed or certified as a psychologist in another jurisdiction that is then a signatory to the Association of State and Provincial Psychology Board's reciprocity agreement to be eligible for a license in Missouri.

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

Department of Commerce and Insurance Missouri Senate Joint Committee on Administrative Rules Department of Social Services Department of Health and Senior Services Department of Mental Health

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Director

March 11, 2020

Ross Strope Assistant Director March 11, 2020