

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3634H.01I  
 Bill No.: HB 1434  
 Subject: Professional Registration and Licensing; Cosmetology  
 Type: Original  
 Date: January 7, 2024

Bill Summary: This proposal modifies provisions relating to cosmetology.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2025	FY 2026	FY 2027
Cosmetology and Barber Exam Fund (0785)	Unknown, Less than \$100,000	Unknown, Less than \$100,000	Unknown, Less than \$100,000
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>Unknown, Less than \$100,000</b>	<b>Unknown, Less than \$100,000</b>	<b>Unknown, Less than \$100,000</b>

Numbers within parentheses: () indicate costs or losses.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

- Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Commerce and Insurance** assume the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

**Oversight** assumes Section 329.280 allows any cosmetologist holding a current and active license to register with the board for a “personal service registration”, along with submitting an application and a fee (set by the board). Section 329.280 does not specify the fee amount, however, Oversight assumes the revenue generated by this legislation will be minimal. For fiscal note purposes, Oversight will reflect an “Unknown, less than \$100,000” amount of revenue into the Cosmetology and Barber Exam Fund (0785).

### Rule Promulgation

Officials from the **Joint Committee on Administrative Rules** assume this proposal is not anticipated to cause a fiscal impact beyond its current appropriation.

Officials from the **Office of the Secretary of State (SOS)** note 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 its 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.

Officials from the **Department of Health and Senior Services**, the **Department of Corrections**, the **Department of Public Safety - Missouri Highway Patrol**, the **Office of the State Public Defender** and the **Office of the State Courts Administrator** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

<u>FISCAL IMPACT – State Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
<b>COSMETOLOGY AND BARBER EXAM FUND (0785)</b>			
<u>Revenue - DCI</u>			
Personal Service Registration Fee	<u>Unknown, Less than \$100,000</u>	<u>Unknown, Less than \$100,000</u>	<u>Unknown, Less than \$100,000</u>
<b>ESTIMATED NET EFFECT TO THE COSMETOLOGY AND BARBER EXAM FUND (0785)</b>	<b><u>Unknown, Less than \$100,000</u></b>	<b><u>Unknown, Less than \$100,000</u></b>	<b><u>Unknown, Less than \$100,000</u></b>

<u>FISCAL IMPACT – Local Government</u>	FY 2025 (10 Mo.)	FY 2026	FY 2027
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT – Small Business

Licensed cosmetologist and/or a licensed cosmetology establishment could be impacted by this proposal.

FISCAL DESCRIPTION

This bill specifies that, any cosmetologist holding a license to practice certain categories of cosmetology (hairstylist, manicurist, hairstyling and manicuring, and estheticians) may register with the State Board of Cosmetology and Barber Examiners for a personal service registration to provide services to clients who are ill, disabled, or otherwise unable to travel to a cosmetology establishment. An applicant for a personal service registration shall submit to the Board an application, the fee set by the Board, and a copy of the applicant's license. An applicant for a personal service registration may be denied if the applicant has pled guilty or been found guilty of any of the offenses specified in the bill.

A personal service registrant shall keep his or her information current and up to date with the Board and provide his or her clients a copy of the personal service registration and license upon request.

The Board may:

- (1) Inspect the tools, equipment, and implements of any personal service registrant one time each year to ensure that the registrant is following all sanitation standards;

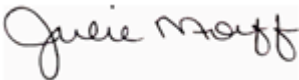
(2) Inspect the tools, equipment, and implements of any personal service registrant if a customer or client submits a complaint to the Board about the registrant; and

(3) Revoke the personal service registration of a registrant and or discipline a registrant's license for any violation set forth in current law or for failure to follow the requirements of this bill.

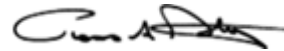
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Commerce and Insurance  
Department of Health and Senior Services  
Department of Corrections  
Department of Public Safety - Missouri Highway Patrol  
Office of the State Public Defender  
Office of the State Courts Administrator  
Office of the Secretary of State  
Joint Committee on Administrative Rules



Julie Morff  
Director  
January 7, 2024



Ross Strobe  
Assistant Director  
January 7, 2024