

PREPARED BY: Mikayla Findlay
 DATE PREPARED: February 1, 2023
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LB 561

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

This bill adopts the Cosmetology Licensure Compact which would facilitate interstate practice and regulation of cosmetology and create reciprocity among participant states. Additional work would be required by the Department of Health and Human Services within Program 178 – Professional Licensure however the costs can be absorbed by the current appropriation. Minimal fiscal impact to DHHS.

Applicants under the Compact, cosmetology licensees from other states, would be subject to criminal background check by Nebraska State Patrol. The current rate for a criminal background check by fingerprinting is \$45.25. If required, the fee would be paid by the applicant. The fiscal impact to NSP operations to process background checks depends on utilization of the program which is currently unknown.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	561	AM:	AGENCY/POLT. SUB: Nebraska Department of Health & Human Services
REVIEWED BY:	Ann Linneman	DATE:	2-1-2023
		PHONE:	(402) 471-4180
COMMENTS: The Nebraska Department of Health and Human Services' analysis and estimate of fiscal impact to the department appears reasonable.			

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) John Meals

Date Prepared 1-31-2023

Phone: (5) 471-6719

	<u>FY 2023-2024</u>		<u>FY 2024-2025</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$0	\$0	\$0	\$0
CASH FUNDS	\$0	\$0	\$0	\$0
FEDERAL FUNDS	\$0	\$0	\$0	\$0
OTHER FUNDS	\$0	\$0	\$0	\$0
TOTAL FUNDS	\$0	\$0	\$0	\$0

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

LB561 creates the Cosmetology Licensure Compact to facilitate interstate practice and regulation of cosmetology by establishing a regulatory framework for a new multistate licensing program.

This new multistate licensing program will require applicants to pay an additional fee, currently \$45.25, for the fingerprint background check. These fees are paid to Nebraska State Patrol for criminal background checks that are run through the FBI. There are currently 6,805 active licenses in Nebraska as of January 18th, 2023.

An IT Business Systems Analyst will require 80 hours to update the License Information System (LIS) to differentiate between the two types of licenses, 'single-state' and 'multi-state', and transfer data to the Commission's Data Bank. The department will absorb these costs.

Title	Rate	Hours	Total
IT Business Systems Analyst	\$25.18	80.0	\$2,015

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:

POSITION TITLE	23-24	24-25	2023-2024 EXPENDITURES	2024-2025 EXPENDITURES
Benefits.....			\$0	\$0
Operating.....			\$0	\$0
Travel.....			\$0	\$0
Capital Outlay.....			\$0	\$0
Aid.....			\$0	\$0
Capital Improvements.....			\$0	\$0
TOTAL.....			\$0	\$0