

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 491 - HB 412

February 23, 2013

SUMMARY OF BILL: Authorizes manicurists to operate mobile businesses in stationary motor vehicles or at locations agreed upon by the manicurist and the customer.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$1,500/FY13-14/Board of Cosmetology

Other Fiscal Impact – The Board of Cosmetology is self-supporting. The one-time increase in expenditures of \$1,500 will be covered by current fee revenue. The cumulative balance of the Board was \$631,484 as of June 30, 2012.

Assumptions:

- According to the Department of Commerce and Insurance, the Board of Cosmetology will incur a one-time increase in expenditures related to rule-making of \$1,500.
- Any increase in manicurist licenses issued as a result of this bill is estimated to be not significant.
- According to the Department, due to the differences in the existing regulatory scheme, there could be a necessary restructuring of existing license, inspection, and enforcement practices. The exact fiscal impact of this restructure is unknown, but it is assumed that any increased expenditures will result in increased fees to cover costs greater than current fee revenue. The net fiscal impact is estimated to be not significant.
- Pursuant to Tenn. Code Ann. § 4-3-1011, all regulatory boards are required to self-supporting over a two-year period. The Board had closing balances of \$152,349 in FY10-11, \$184,436 in FY11-12, and a closing reserve balance of \$631,484 on June 30, 2012.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jdb