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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 4, 2013

The Honorable David Crum, Chairperson House Committee on Health and Human Services Statehouse, Room 512-N Topeka, Kansas 66612

Dear Representative Crum:

SUBJECT: Fiscal Note for HB 2154 by House Committee on Health and Human

Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2154 is respectfully submitted to your committee.

HB 2154 would change the renewal period for salons and clinics, which are licensed by the Board of Cosmetology. Currently, all salon and clinic licenses expire on June 30 of each year. The bill would allow salon and clinic licenses to expire one year from the last day of the month of the license's issuance. A license could be renewed upon application accompanied by the salon or clinic license renewal fee made to the Board prior to the expiration date of the license. On or after July 1, 2013, salon and clinic renewal application fees would be prorated to reflect an expiration date one year from the last day of the month of the initial issuance of the license.

The Board of Cosmetology indicates there would be staff savings associated with a reduction in temporary personnel that are used during the current expiration period. Further, the Board estimates there could be decreased fine revenue if HB 2154 were enacted from salons and clinics renewing their licenses on a timely basis and a greater degree of legal compliance across the cosmetology profession. Any fiscal effect associated with HB 2154 is not reflected in *The FY 2014 Governor's Budget Report*.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget