

# Fiscal Note

State of Alaska  
2018 Legislative Session

Bill Version:	CSHB 110(L&C)
Fiscal Note Number:	2
(H) Publish Date:	3/2/2018

Identifier: HB110CS(L&C)-DCCED-CBPL-02-23-18  
 Title: MASSAGE THERAPY LICENSING; EXEMPTIONS  
 Sponsor: KITO  
 Requester: (H) Finance

Department: Department of Commerce, Community and  
Economic Development  
 Appropriation: Corporations, Business and Professional  
Licensing  
 Allocation: Corporations, Business and Professional  
Licensing  
 OMB Component Number: 2360

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates					
			FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel			4.6	4.6	4.6	4.6	4.6	4.6
Services	10.8							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>10.8</b>	<b>0.0</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>

## Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)	10.8		4.6	4.6	4.6	4.6	4.6	4.6
<b>Total</b>	<b>10.8</b>	<b>0.0</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>

## Positions

Full-time								
Part-time								
Temporary								

## Change in Revenues

1156 Rcpt Svcs (DGF)	10.8		4.6	4.6	4.6	4.6	4.6	4.6
<b>Total</b>	<b>10.8</b>	<b>0.0</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>	<b>4.6</b>

**Estimated SUPPLEMENTAL (FY2018) cost:** 0.0 (separate supplemental appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2019) cost:** 0.0 (separate capital appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes  
 If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/19

## Why this fiscal note differs from previous version/comments:

Updated to reflect the change in frequency of background checks required upon renewal.

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 Agency: Division of Administrative Services, DCCED

Phone: (907)465-2538  
 Date: 02/23/2018  
 Date: 02/23/18

**REPORTED OUT OF  
HFC 03/01/2018**

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2018 LEGISLATIVE SESSION

## Analysis

HB 110 provides authority for the Board of Massage Therapy to establish a license for massage therapy establishments and to develop regulations for licensing requirements. Regulating massage therapy establishments is intended to facilitate protection of the public from businesses that engage in prostitution, sex trafficking, and the employment of unlicensed persons performing massage-therapy type activities.

This bill also amends the qualifications for initial licensure as a massage therapist to increase the required hours of supervised instruction and clinical work and reduce the number of hours required in safety education covering blood borne pathogens and universal precautions.

This bill allows the board to issue an 'exemption' from licensure in response to an application from a person who provides proof their work falls into specific, limited categories.

The bill changes the requirement of fingerprinting and background check from every renewal to only once every six years.

The bill removes the prohibition against a former member of another licensing board serving as the public member of the Board of Massage Therapy.

If the bill passes the following expenses will be incurred:

Travel: \$4.6 (two trips per year to conduct onsite investigative inspections in out years)

Services: \$10.8 (costs to amend regulations including legal, printing and postage in the first year)

The potential number of establishments affected by this bill is unknown at this time. Future costs for legal and hearing service expenses in out years are unknown.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.