

HB

73

SFIN

FILE

FISCAL NOTE

N. 2

Bill Version: CSHB 73(L&C)

(H) Publish Date: 3/12/96

STATE OF ALASKA
1996 LEGISLATIVE SESSION

Revision Date: _____
Title: Licensure of manicurists
Sponsor: Brice
Requestor: _____

Department Affected: Environmental Conservation
BRU: Division of Environmental Health
Component: Seafood and Sanitation Inspections

COMPONENT SERIAL NO. 1936

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND&STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
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CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0
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FUND SOURCE

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipt	0.0	0.0	0.0	0.0	0.0	0.0
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: \$ 0.0

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary.)

This bill adds manicuring shops and schools to the list of facilities for which DEC is supervises health and sanitary conditions. The department currently lacks the staff to conduct any routine inspections of these facilities. Inspections are conducted only if there are complaints of sufficient concern to warrant a response.

Prepared by: Janice Adair
Division: Director, Division of Environmental Health

Phone: 269-7645
Date: 3/5/96

Approved by Commissioner: *Ken S. Lundberg*
Agency: Department of Environmental Conservation

Date: _____

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FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

No. 1
Bill Version: CSHB 73(HES)
(H) Publish Date: 2/16/96

Revision Date: _____
Title: An Act relating to licensure of manicurists.
Sponsor: Representative Brice
Requestor: House HESS

Department: Commerce and Economic Development
BRU: Occupational Licensing
Component: Operations
COMPONENT SERIAL NO. 1844

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	5.8	5.8	5.8	5.8	5.8	5.8
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	36.2	4.8	4.8	4.8	4.8	4.8
SUPPLIES	1.0	1.0	1.0	1.0	1.0	1.0
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	43.0	11.6	11.6	11.6	11.6	11.6
CAPITAL EXPENDITURES						
CHANGE IN REVENUES	106.6	0.0	23.2	0.0	23.2	0.0

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 General Fund						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1091 Designated PR	43.0	11.6	11.6	11.8	11.8	11.6
TOTAL	43.0	11.6	11.6	11.8	11.8	11.6

Estimate of any current year (FY 96) cost: \$ 0.0

POSITIONS

FULL-TIME					
PART-TIME					
TEMPORARY					

ANALYSIS: (Attach a separate page if necessary)

HB 73 establishes a licensing category for manicurists to be regulated by the Board of Barbers and Hairdressers. The number of individuals that would be affected by the bill is not known therefore, a number of assumptions are made in this fiscal note. Information obtained from the Business Licensing files indicate there are approximately 295 manicure/pedicure salons licensed to do business. For the purposes of this fiscal note, we have doubled the number (590) assuming that most salons would have more than one manicurist. An explanation of the costs is attached.

Prepared by: Jennifer Strickler, Administrative Officer
Division: Occupational Licensing
Approved by Commissioner: William L. Hensley
Agency: Commerce and Economic Development

Phone: 465-2144
Date: January 12, 1996
Date: 1-15-96

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO.: HB 73

ANALYSIS: (Continued)

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT FISCAL NOTE CALCULATIONS

PERSONAL SERVICES

\$ 5.8

This fiscal note assumes that the duties for examination and licensure of manicurists will require dedicated staff time especially in the first year to implement the new requirements. This funding assumes reclassifying a present Administrative Clerk position to a Licensing Examiner position to help manage the workload affected by adding this new category.

TRAVEL

\$ 0.0

No travel is anticipated.

CONTRACTUAL SERVICES

\$36.2

Contractual Services are based on the following costs -

Examinations:

\$32.5

Examination costs at \$55 per candidate x 590 candidates.
(Note: Exam candidates pay the State for the cost of the examination. In turn, the State pays the examination agency for use of its examinations. This is considered to be a pass-through cost.) After the first year, the assumption is made that at least 20 applicants will take the examination each year at a cost of \$1.1 (20 x \$55).

Exam Facilities:

\$0.5

Examination facility rentals: one day exams at \$125 per site x 2 sites = \$250 x 2 exams per year = \$500.

Proctor Fees:

\$0.6

Based on one-day exams, 8 hours per day, given in Anchorage and Fairbanks, at least two times per year by two proctors at each site. The proctor fee is \$10 per hour x 8 hrs. = \$80 x 2 proctors = 160 x 2 sites = \$320 x 2 exams per year = \$640.

Continuation of HB 73 Fiscal Note

Regulations: \$1.2

- One public notice printed in three newspapers, estimated at \$200 per paper x 3 = \$600
- Printing of regulations consisting of 6 pages, back-to-back, at \$12 per 100 x 6 pages = \$72 x 6.0 (to produce 600 copies) = \$432
- Postage for 600 pieces x .32 = \$192

Daily Communication Costs: \$1.0

Printing Costs: \$ 0.4

- Applications and other forms will be needed to implement the licensing requirements. A large supply will be required for the initial mailing and to have forms available in each division office in Juneau, Anchorage, and Fairbanks. Assuming application forms are at least 3 pages, back-to-back, at \$12 per 100 x 3 pages = \$36 x 10 (to produce 1,000 copies) = \$360

After the first year, it is anticipated that costs associated with the examinations will drop as explained above.

<u>SUPPLIES</u>	\$ 1.0
TOTAL:	\$ 43.0

REVENUE/FUND SOURCE: In accordance with AS 08.01.065, all licensees are required to pay the costs of regulating their profession. The revenue generated from fees are labeled Designated Program Receipts.

This fiscal note identifies the additional expenses the division expects as a result of licensing manicurists. It *does not* describe the existing division resources which may be used to support licensing of manicurists and then charged to licensees. For example, the division's regulations specialist, complaint investigators, Department of Law attorneys, and licensing examiners that may include manicurists projects into their work. Manicurists licensing fees will be adjusted to cover these costs as will the fees of other occupations whose services may change as a result of licensing manicurists.

To determine the projected annual cost per licensee, 590 licensed manicurists are assumed. Direct costs are shown on the fiscal note. To calculate the Board of Barbers and Hairdressers indirect costs and Administrative indirect costs, 590 manicurists are added to the 3,698 barber and hairdresser licensees and divided into the total FY 95 indirect costs (\$75,340 Barber and Hairdresser Indirect divided by 4,288 = \$17.57; \$117,500 Administrative Indirect divided by 4,288 = \$27.41).

Continuation of HB 73 Fiscal Note

Therefore, the annual cost per licensed manicurists is projected to be:

\$ 17.89 Direct Costs	
\$ 17.57 Board of Barbers & Hairdressers Indirect Costs	
<u>\$ 27.41</u> Administrative Indirect Costs	
\$ 62.87 Per Licensee, Per Year;	\$125.74 Biennially
	+ <u>55.00</u> Examination Fee
	\$180.74 INITIAL LICENSE FEE

The Revenue assumes that 590 applicants will seek licensure in the first year. Thereafter, revenue will be received from new applicants only except during the renewal year.

Name of Examiner _____

Department of Commerce
and Economic Development
Board of Barbers and Hairdressers

State No. _____

Date of Examination _____

PRACTICAL EXAMINATION SCORE SHEET FOR HAIRDRESSER

Subject	Points	Subject	Points	Subject	Points	Subject	Points	Subject	Points
HAIRSTYLE		PERM		VIRGIN TINT		BLEACH		HAIRCUT	
On Mannequin: (60 min.)		On Mannequin: (30 min.)		On Mannequin: (30 min.)		TOUCH-UP AND HIGHLIGHTING		On Model: (30 min.)	
Fingerwave (16)		Sections	8	Explanation (12)		On Mannequin: (30 min.)		Patron Protection	10
Use of Comb and Fingers	5	Tension	10	To Include:		Explanation (12)		Remove at Least One Inch of Hair	10
Uniform in Width & Depth	5	Rod Selection & Wrap	10	a. Client Card	2	To Include:		Use of Razor	10
Open and Closed Ends	5	Application	10	b. Hair Analysis	2	a. Client Card	2	Use of Shears	10
Rollers (16)		Explanation (17)		c. Patch Test	2	b. Hair Analysis	2	Appropriate Sections	10
Section Size to Roller	5	To Include:		d. Mix to Manufacturers Directions	2	c. Mix to Manufacturers Directions	2	Blending	10
Roller Placement	5	a. Client Care	5	e. Test for Shade	2	d. Test for Stage	2	Evenness of Perimeter	10
Wrapped Even and Smooth	5	b. Hair Analysis	2	f. Rinsing	2	e. Proper Rinsing	2	Follows Directions	10
Pincurls (16)		c. Test Curl	2	Patron Protection	20	f. Toner Application	2	Sanitation	10
Clip Placement	4	d. Rinse	2	Section	10	Patron Protection	20	Property Equipped	10
Section Size	5	e. Towel Blot	2	Application — Lighter & Darker	20	Partings	5		
Full Stem	2	f. Neutralizing	2	Labeling and Sanitation	13	Application	20	(The "blow dry" and "curling iron" sections are listed under the Hairstyle category and there is a 30- minute time allotment.)	
1/2 Stem	2	g. Manufacturers Directions	2	Follows Directions	15	Labeling and Sanitation	13		
No Stem	2	Patron Protection	15	Property Equipped	10	Follows Directions	10		
Follow Directions	5	Labeling and Sanitation	10			Demonstrates the Use of a Weaving Method of Highlighting	10		
On Model: (30 min.)		Follows Directions	10			Property Equipped	10		
Patron Protection	10	Property Equipped	10			Examiner Scores			
Blow Dryer	5	Examiner Scores							
Curling Iron	5	TOTAL POINTS	100						
Tools & Supplies	10	TOTAL POINTS	100						
Finished Results	20	TOTAL POINTS	100						
Examiner Scores		TOTAL POINTS	100						
TOTAL POINTS	100	TOTAL POINTS	100	TOTAL POINTS	100	TOTAL POINTS	100	TOTAL POINTS	100
TIME 1 HR. 30 MIN.		TIME 30 MIN.		TIME 30 MIN.		TIME 30 MIN.		TIME 30 MIN.	

WRITTEN EXAMINATION SCORE: _____

I HEREBY STATE THAT I AM ASSOCIATED WITH THE EXAMINATION CANDIDATE IN THE FOLLOWING WAY:

COMMENTS: _____

SENATE COMMITTEE REPORT
First Committee of Referral

DATE: 3/28/96

FURTHER: FINANCE

DATE TURNED INTO OFFICE: 5/4/96

The Labor and Commerce Committee considered CS FOR HOUSE BILL NO. 73(L&C)

"An Act relating to licensure of manicurists."

and recommends:

- be replaced with Sen CS HB 73 (L&C)
- adopt previous CS ()
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:**
- same title
 - new title
- House Bill:**
- same title
 - technical title
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Mike Miller</i>	✓		
		<i>John Ryan</i>	✓		
<i>J. E. Sald</i>	✓				
<i>CHAIR: Tim Kelly</i>	✓	<i>CHAIR:</i>			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
DEC	3/5/96	X	
DCED	1/15/96		106.6

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill