

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

Bill Number: H. 3417 Amended by the House of Representatives on March 30, 2017

Author: Henegan

Subject: Barber Examiners

Requestor: House Medical, Military, Public, and Municipal Affairs

RFA Analyst(s): A. Martin

Impact Date: March 14, 2018

Estimate of Fiscal Impact

	FY 2018-19	FY 2019-20
State Expenditure		
General Fund	\$0	\$0
Other and Federal	Undetermined	\$0
Full-Time Equivalent Position(s)	0.00	0.00
State Revenue		
General Fund	Undetermined	\$0
Other and Federal	Undetermined	\$0
Local Expenditure	\$0	\$0
Local Revenue	\$0	\$0

Fiscal Impact Summary

This bill will have no expenditure impact on the General Fund or Federal Funds. The expenditure and revenue impact on Other Funds is undetermined, because the Department of Labor, Licensing and Regulation (LLR) is unable to determine the number of new permits that will be issued. The revenue impact on the General Fund is undetermined because the increase in expenditures to LLR is unknown.

Explanation of Fiscal Impact

Amended by the House of Representatives on March 30, 2017 State Expenditure

This bill authorizes the Board of Barber Examiners (board) to issue mobile barbershop permits, establish permit requirements, and provide for regulation of mobile barbershops. A representative of the board must conduct an inspection of the mobile barbershop and find it satisfactory before the board issues a permit.

LLR is unable to project the demand for mobile barbershop permits and, consequently, the level of activity required to inspect and permit them. Therefore, the expenditure impact on Other Funds is undetermined. There would be no expenditure impact on the General Fund or Federal Funds.

State Revenue

This bill creates a new permit for the operation of mobile barbershops. Revenue will be generated from permitting fees established by LLR. LLR is required, pursuant to Section 40-1-

50(D), to adjust fees biennially to ensure that fee revenue is sufficient, but not excessive, to cover expenses of each respective board. However, because this is a new program, the demand for these permits is unknown and the necessary fee has not yet been established. Therefore, the revenue impact to Other Funds is undetermined.

Additionally, the Board of Barber Examiners falls under the Division of Professional and Occupational Licensing. Pursuant to Proviso 81.3 of the FY 2017-18 Appropriations Act, LLR is required to remit annually to the General Fund an amount equal to 10 percent of the board's expenditures. Consequently, this bill will increase General Fund revenue. However, because the increase of expenditures is unknown, the revenue increase to the General Fund is undetermined.

Local Expenditure

N/A

Local Revenue

N/A

Introduced on January 11, 2017

State Expenditure

This bill authorizes the Board of Barber Examiners (board) to issue mobile barbershop permits, establish permit requirements, and provide for regulation of mobile barbershops. A representative of the board must conduct an inspection of the mobile barbershop and find it satisfactory before the board issues a permit.

Department of Labor, Licensing, and Regulation. The department is unable to project the demand for mobile barbershop permits and, consequently, the level of activity required to inspect and permit them. Therefore, the expenditure impact on Other Funds is undetermined. There would be no impact on the General Fund or Federal Funds.

State Revenue

Department of Labor, Licensing, and Regulation. Revenue would be generated from permitting fees established by regulation and set at a level to support the program. As this is a new program, the demand for mobile barbershop permits and the necessary fee are unknown. Therefore, the revenue impact on Other Funds is undetermined. There would be no revenue impact on the General Fund or Federal Funds.

Local Expenditure

N/A

Local Revenue

N/A

Frank A. Rainwater, Executive Director