Steven J. Anderson, CPA, MBA, Director



phone: 785-296-2436 fax: 785-296-0231 steve.anderson@budget.ks.gov

Sam Brownback, Governor

January 31, 2012

The Honorable Vicki Schmidt, Chairperson Senate Committee on Public Health and Welfare Statehouse, Room 552-S Topeka, Kansas 66612

Dear Senator Schmidt:

SUBJECT: Fiscal Note for SB 331 by Senate Committee on Public Health and Welfare

In accordance with KSA 75-3715a, the following fiscal note concerning SB 331 is respectfully submitted to your committee.

Under current law, licenses for cosmetology establishments expire on June 30 of every calendar year. SB 331 would allow licenses for cosmetology establishments to expire one year from the last day of the month of issuance. The bill specifies that on or after July 1, 2012, renewal application fees would be prorated to reflect an expiration date from the last day of the month of the initial issuance of the license.

By spreading renewals throughout the year, the Board of Cosmetology indicates SB 331 has the potential to reduce agency costs associated with hiring temporary personnel to process license renewals during the current expiration period. However, the agency does not present an estimate of the savings. Any fiscal effect associated with SB 331 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,

Steven J. Anderson, CPA, MBA Director of the Budget