

Preliminary

Fiscal Note

2021-2022 Legislative Session

HF3403 - 1E - Preliminary Licensing Applications; Reports

Chief Author: **Zack Stephenson**
 Committee: **State Government Finance and Policy**
 Date Completed:
 Agency: Labor and Industry Dept

State Fiscal Impact	Yes	No
Expenditures		X
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
Total	-	-	-	-	-	-
Biennial Total			-			-

Full Time Equivalent Positions (FTE)	Biennium			Biennium		
		FY2021	FY2022	FY2023	FY2024	FY2025
Total	-	-	-	-	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025	
Total	-	-	-	-	-	-
Biennial Total			-			-
1 - Expenditures, Absorbed Costs*, Transfers Out*						
Total	-	-	-	-	-	-
Biennial Total			-			-
2 - Revenues, Transfers In*						
Total	-	-	-	-	-	-
Biennial Total			-			-

Bill Description

This bill requires state licensing agencies to create a process for prospective applicants for occupational or professional licenses who have a criminal history to submit a preliminary application for determination of whether their criminal history would make them ineligible for the license. The bill allows agencies to charge a fee for the review, but the fee may be waived and must also be credited to the license fee the individual would be required to pay if they are approved for licensure. The bill also requires agencies to report annually on the number of preliminary license applications they process.

Assumptions

DLI has three units impacted by the bill:

Construction Codes and Licensing Division (CCLD)

The Construction Codes and Licensing Division only asks questions relating to the criminal histories of applicants for 3 license types: residential building contractor, remodeler, or roofer. CCLD already provides an informal opportunity for potential applicants to review their histories and its impact on licensure. It is assumed based on experience that DLI will receive fewer than 10 such applications per year, the cost of the review and the report to DEED would be immaterial. It is also assumed that DLI would not charge a fee for the preliminary application process, so there will be no impact on revenues.

Workers' Compensation Division: Compliance, Records, and Training (CRT) unit

CRT is responsible for registration of qualified rehabilitation consultants (QRCs), QRC interns, QRC firms, and QRC vendors. CRT assumes that there would not be widespread use of the preliminary application request and the impact would be minimal. The current application process for QRC interns already includes a 60-day timeline and a specific appeal process. There would be some required staff time involved in creating the form for a preliminary application and tracking related to the report to DEED, however the costs would be immaterial.

Office of Combative Sports (OCS)

OCS is responsible for licensing referees, judges, promoters, trainers, timekeepers, ringside physicians, and combatants. DLI assumes that there would not be widespread use of the preliminary application by OCS applicants and the impact would be minimal. There would be some required staff time involved in creating the form for a preliminary application and OCS applicants regularly use both paper applications and online applications and tracking any applications received for the report to DEED, but these costs would be immaterial.

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Expenditure and/or Revenue Formula

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

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