



## Fiscal Estimate Narratives

DSPS 8/22/2023

LRB Number	23-0117/1	Introduction Number	SB-0135	Estimate Type	Original
<b>Description</b> reciprocal credentials					

### Assumptions Used in Arriving at Fiscal Estimate

This bill creates a process for certain individuals who hold a license, certification, registration, or permit that was granted by another state to apply for and receive a reciprocal credential in this state. This bill expands who may apply for reciprocal credentials to include all individuals. The bill does not allow individuals to receive a reciprocal credential from the Accounting Examining Board or the Real Estate Examining Board that would grant the holder of the credential a limited right to practice law in this state unless the applicant is licensed to practice law in this state.

The requirements of the bill impact both business and health profession and potentially trades credentialing. The Department of Safety and Professional Services (DSPS) estimates a total of \$225,900 in one-time costs and \$58,600 in annual costs for staffing to implement the bill.

The estimated one-time staffing cost will be for 4.2 PR LTE positions of which 3,600 hours are for Administrative Rule Coordinator staff. There will be an increase in workload department-wide for credentialing, training, policy development, and system and procedure updates. In addition there would be one-time information technology costs of an indeterminate amount for both a contractor and Division of Enterprise Technology (DET) to update DSPS's credentialing application system (LicenseE). It is unlikely that there would be less than 2,000 hours needed from DET at \$85.00 per hour for a total of \$176,800. The estimated ongoing staffing cost would require 0.8 FTE PR positions due to increases in legal compliance arising from complaints and violations.

The one-time and ongoing estimated costs cannot be absorbed in the currently appropriated agency budget.

### Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2023 Session

Detailed Estimate of Annual Fiscal Effect

☒ Original
 ☐ Updated
 ☐ Corrected
 ☐ Supplemental

<b>LRB Number</b> 23-0117/1	<b>Introduction Number</b> SB-0135	
<b>Description</b> reciprocal credentials		
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>  One-time costs: \$225,900 for staffing and IT.		
<b>II. Annualized Costs:</b>	<b>Annualized Fiscal Impact on funds from:</b>	
	Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>		
State Operations - Salaries and Fringes	\$58,600	\$
(FTE Position Changes)	(0.8 FTE)	
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$58,600</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR		
FED		
PRO/PRS	58,600	
SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$58,600	\$
NET CHANGE IN REVENUE	\$	\$
<b>Agency/Prepared By</b> DSPS/ Lillian Kelly (608) 266-0958		
<b>Authorized Signature</b> Jennifer Garrett (608) 266-6795		<b>Date</b> 8/22/2023