

Ohio Legislative Service Commission

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Fiscal Note & Local Impact Statement

Bill: H.B. 62 of the 128th G.A. **Date**: April 28, 2009

Status: As Introduced Sponsor: Rep. Pryor

Local Impact Statement Procedure Required: No — No local cost

Contents: Requires state licensing boards and agencies to consider relevant military experience and to

waive license or certification fees if a veteran is within six months of separating from active duty

State Fiscal Highlights

STATE FUND FY 2010 – FUTURE YEARS

Occupational Licensing and Regulatory Fund (Fund 4K90) and other licensing funds

Revenues Nominal loss from license and certification fee waivers

Expenditures Negligible increase in administrative costs

Note: The state fiscal year is July 1 through June 30. For example, FY 2010 is July 1, 2009 – June 30, 2010.

- The 40 licensing entities statewide, including occupational and professional boards and commissions, as well as those housed within state agencies, would incur small losses for waiving license and certification fees for qualifying veterans.
- Licensing entities could incur some small administrative costs to process fee waivers. Because the number of applicants eligible for fee waivers would likely be small, the increase in costs is expected to be negligible.

Local Fiscal Highlights

No direct fiscal effect on political subdivisions.

Detailed Fiscal Analysis

Overview

The bill would require that all state licensing boards and commissions, licensing or certification divisions, or sections housed within state agencies, and private state contractors that are authorized by Ohio law to grant a licensure or certification, consider all relevant experience gained by an individual as a member of the United States armed forces or reserves, the Ohio National Guard, the Ohio military reserve, or the Ohio naval militia toward the qualifications required to receive the respective license or certification. The bill would also require that these entities waive any license or certification fee for veterans within six months of their separation from active duty. The fiscal effect of the latter provision is described below.

Effect of fee waiver

The primary effect of the bill would be to cause a potential loss in licensing and certification revenue among the 40 boards, commissions, and divisions and sections within agencies that regulate occupations. Together, these entities operate out of 21 various funds. According to a query that LSC submitted to some of the 26 boards and commissions that are funded by the Occupational Licensing and Regulatory Fund (Fund 4K90), the number of qualifying veterans is likely to be quite small. This means that the impact on initial license and renewal revenue would be negligible. The same is likely to be the case among other state regulatory entities. Total revenue – licenses, renewals, and other income – to the Fund 4K90 boards and commissions was \$27.7 million in FY 2008. In addition to the small loss in licensing and renewal revenue, there may be some slight increases in administrative costs for tracking these licensees or certificate holders. These costs, however, are likely to be small and would most likely be absorbed within existing resources.

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