GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2005

Legislative Fiscal Note

BILL NUMBER: Senate Bill 489 (Third Edition)

SHORT TITLE: Cosmetic Art Definitions/Exam Facilities.

SPONSOR(S): Senator Cowell

FISCAL IMPACT

Yes () No () No Estimate Available ()

<u>FY 2006-07</u> <u>FY 2007-08</u> <u>FY 2008-09</u> <u>FY 2009-10</u> <u>FY 2010-11</u>

REVENUES 0 0 0 0

EXPENDITURES \$5400-5600 \$5400-5600 \$5400-5600 \$5400-5600

POSITIONS (cumulative):

PRINCIPAL DEPARTMENT(S) &

PROGRAM(S) AFFECTED: NC Board of Cosmetic Art Examiners

EFFECTIVE DATE: When the act becomes law.

BILL SUMMARY:

This legislation was introduced on March 15, 2005 with changes to GS Chapter 88B that modified the definition of "cosmetic art" and added definitions of "cosmetology" and "esthetics". Authorized the NC Board of Cosmetic Art Examiners to administer examinations in any facility approved by the Board (was, required that examinations be held in Board's office or at public two-year postsecondary educational institutions). Also, provided that applicants for an esthetician, manicurist, or teacher's license who fail licensing examination three times must satisfy additional requirements set by Board before retaking examination. On June 1, 2005 a Senate Committee Substitute changed the 1st edition by amending GS 88B-3 to increase from six to seven the number of members of the North Carolina Board of Cosmetic Art Examiners by adding to the Board a cosmetology teacher currently employed by a North Carolina community college. Further changes were made to the 2nd edition on June 22, 2006 in a House Committee Substitute with a further amendment to GS 88B-22 to make it a Class 3 misdemeanor for teachers to teach cosmetic arts without a teaching license and deleting language regarding estheticians and manicurists.

Source: Bill Digest S.B. 489 (03/14/2006).

ASSUMPTIONS AND METHODOLOGY:

The only statutory change possessing a fiscal impact is the increased membership on the Board from six to seven members. The Board has a budget of \$1,955,885, which includes \$5,000 for board member expenses. Each member is paid \$100 per quarterly board meeting in addition to travel expenses. This would add \$400-\$600 more to the budget annually, depending on where the additional board member may reside. No increase in fees is required to satisfy the added expense.

SOURCES OF DATA: NC Board of Cosmetic Art Examiners

TECHNICAL CONSIDERATIONS: None

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