

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2132-03
Bill No.: Perfected SCS for SB 526
Subject: Licenses - Professional
Type: Original
Date: March 26, 2007

Bill Summary: Modifies licensing standards for real estate appraisers.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Real Estate Appraisers	\$0	(\$15,000 to \$30,000)	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	(\$15,000 to \$30,000)	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Total Estimated Net Effect on FTE	0	0	0

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Administrative Hearing Commission** and **Office of State Courts Administrator** assume the proposal will have no fiscal impact on their organizations.

Officials from the **Office of Attorney General (AGO)** assume that any costs associated with this proposal can be absorbed. There may be cases where the AGO is asked to enforce subpoenas in court. The AGO does not anticipate a large number of cases in this area.

Officials from the **Department of Insurance, Financial and Professional Regulation (DIFP)** assume the proposal will have no fiscal impact on their organization.

Based on discussions with DIFP staff, **Oversight** assumes approximately 75 of current licensees may opt for an inactive license. Since the board has the authority to set inactive license fees, **Oversight** is ranging the decrease in license fee revenue from \$15,000 to \$30,000 [(\$200 inactive license fee (half of the current \$400 fee) to a \$0 license fee] for FY 09 as licenses are biennial.

Officials from the **Office of the Governor** did not respond to our request for a statement of fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
REAL ESTATE APPRAISERS FUND			
<u>Loss - DIFP</u>			
Reduction in licensure fee revenue	\$0	(\$15,000 to \$30,000)	\$0
ESTIMATED NET EFFECT ON REAL ESTATE APPRAISERS FUND	<u>\$0</u>	<u>(\$15,000 to \$30,000)</u>	<u>\$0</u>
 <u>FISCAL IMPACT - Local Government</u>			
	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal modifies the requirements for the licensing of real estate appraisers.

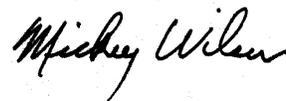
The proposal allows the licensee two years instead of one to renew an expired license. Inactive licenses are authorized.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Attorney General
Office of Administration -
 Administrative Hearing Commission
Office of State Courts Administrator
Department of Insurance, Financial and Professional Regulation

NOTE RESPONDING: Office of the Governor



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Director
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