

UNSOLICITED
EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 19, 2015

Agency Submitting: State Board of Cosmetology

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Lawsuit Defense (Expense)		\$250,000	\$250,000	\$250,000
Personnel (Expense)		\$50,000	\$50,000	\$50,000
Total	0	\$300,000	\$300,000	\$300,000

Explanation

(Use Additional Sheets of Attachments, if required)

The fiscal impact to the Nevada State Board of Cosmetology could be significant based on potential litigation costs and the additional evaluation required of applicants and enforcement actions to determine the applicability of the provisions of AB269. We conservatively estimate that litigation costs could run between \$150,000 and \$250,000 annually to defend ourselves from the multiple lawsuits that could be initiated due to the implementation of this bill. With over 25,000 existing licensees and over 1,000 new licensees per year the probability of someone seeking court approval to practice without a license in an area that is currently licensed by the Board is high. The implementation of this bill will divert resources that could be used to protect the public and instead will be used to defend the Board in a series of court appearances. The existing Sunset Subcommittee of the Legislative Commission (NRS 232B.210) effectively performs this function outside of the court system.

Name Gary K Landry

Title Executive Director