

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

Bill Number: H. 5002 Introduced on February 22, 2018

Author: Parks Subject: Barbers

Requestor: House Medical, Military, Public, and Municipal Affairs

RFA Analyst(s): A. Martin

Impact Date: March 13, 2018 - Updated for Additional Agency Response

Estimate of Fiscal Impact

Estimate of Fiscal Impact		
	FY 2018-19	FY 2019-20
State Expenditure		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
State Revenue		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Local Expenditure	\$0	\$0
Local Revenue	\$0	\$0

Fiscal Impact Summary

This bill will have no impact on the General Fund, Federal Funds, or Other Funds because it does not materially alter the oversight or regulatory activities of the Department of Labor, Licensing and Regulation (LLR). This fiscal impact statement has been updated based on a response from LLR.

Explanation of Fiscal Impact

Updated for Additional Agency Response Introduced on February 22, 2018 State Expenditure

This bill allows a person registered as a barber under current law to practice barbering in a beauty salon. This bill also alters the definition of beauty salon by including barbering in the allowable practices within a salon. Under current law, only cosmetology may be practiced in a beauty salon.

This bill would also allow a barber shop and a beauty salon to share a common door or entrance and to operate without a physical division between the two shops. Under current law, a licensed cosmetologist, esthetician, or manicurist may practice in a registered barber shop, provided that they are practicing within the scope authorized by their individual license. However, this provision is not reciprocated under current law due to the significant differences in training, scope of practice, and sanitation requirements between the cosmetology and barber professions. The two professions are regulated by separate boards; the Board of Barber Examiners regulates barbers and barber shops, while the Board of Cosmetology regulates, salons, cosmetologist, nail technicians, and estheticians.

While LLR has identified issues in the oversight and regulation of the two professions when they co-locate, these issues will be addressed when LLR promulgates regulations to carry out the provisions of this bill. This bill does not place any additional professional licensing requirements on the Board of Barber Examiners or the Board of Cosmetology. Therefore, this bill will have no impact on the General Fund, Federal Funds, or Other Funds. This expenditure impact has been updated based on a response from LLR.

State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A

Introduced on February 22, 2018

State Expenditure

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State Revenue

The licensure board for barbers falls under the Division of Professional and Occupational Licensing. Pursuant to Proviso 81.3 of the FY 2017-18 Appropriations Act, LLR is required to remit annually to the General Fund an amount equal to 10 percent of expenditures. Should LLR experience an increase in expenditures, this will create an increase in General Fund revenue. The revenue impact of this bill is pending, contingent upon a response from LLR.

Local Expenditure

N/A

Local Revenue

N/A

Frank A. Rainwater, Executive Director