



**Senate Fiscal Agency**  
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**BILL ANALYSIS**

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House Bill 4381 (Substitute H-1 as passed by the House)  
Sponsor: Representative Chris Afendoulis  
House Committee: Appropriations  
Senate Committee: Appropriations

Date Completed: 5-4-15

**CONTENT**

The bill would amend the State License Fee Act to delay the sunset of license or registration fees paid by those seeking licensure or registration in various types of regulated occupations. These fees were last increased in 2003, and, after September 30, 2015, current law will roll back the amount of the 2003 increases. The bill would extend the current fees until September 30, 2019.

The bill would take effect October 1, 2015.

MCL 338.2213 et al.

**FISCAL IMPACT**

The bill would have a positive fiscal impact on the Department of Licensing and Regulatory Affairs (LARA) and no fiscal impact on local units of government. The bill would prevent LARA from losing approximately \$940,000 in fee revenue each year. Revenue from the fees affected by the bill is credited to the Licensing and Regulation Fund, and is used by the Corporations, Securities, and Commercial Licensing Bureau within LARA to offset the costs related to licensing and enforcement of regulated professions.

The fiscal year (FY) 2015-16 LARA budget as reported by the Senate Appropriations Committee assumes LARA will be able to collect these fees at their current levels. Table 1 provides additional detail on the fee sunsets that would be delayed by the bill.

**Table 1**  
**Fee Sunset Delayed Under Bill**

<b>Fee Type</b>	<b>Fee Amount (Current)</b>	<b>Fee Amount (Sunset)</b>	<b>Revenue Loss Prevented Under Bill</b>
Professional Engineer Application	\$35	\$30	\$5,035
Professional Engineer License	40	20	218,740
Land Surveyor Application	35	30	80
Barber - Student, Student Instructor, Instructor Application	20	15	2,375
Barbershop Application	50	40	1,490
Barber College Application	75	50	0
Barber, Student Barber/Instructor License	30	15	39,795
Barber Instructor License	40	25	308
Barbershop License	40	30	8,145
Demonstrator's/Demonstration Permit	15	10	0
Collection Agency Non-Owner Manager Application	35	25	1,240
Cosmetologist, Manicurist, Natural Hair Culturist, Esthetician, Electrologist, or Instructor Application	15	10	29,210
Cosmetologist, Manicurist, Natural Hair Culturist, Esthetician, Electrologist, or Instructor License	24	12	574,116
Cosmetology Student Registration	15	5	6,700
Employment or Consulting Agent License	40	30	420
Forester Registration	40	25	1,560
Hearing Aid Dealer Trainee License	40	20	1,920
Real Estate or Associate Broker Application	35	20	25,830
Real Estate Branch Office License	20	10	2,377
Appraisers - General, Residential, State- Licensed, or Ltd. Real Estate Application	35	25	2,670
Mortuary Science or Funeral Dir. License	40	30	14,245
Funeral Resident Trainee License	30	15	1,230
		<b>TOTAL</b>	<b>\$937,486</b>

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.