

# Legislative Analysis



## OCCUPATIONAL LICENSING FEE SUNSET EXTENSIONS

Phone: (517) 373-8080  
<http://www.house.mi.gov/hfa>

Analysis available at  
<http://www.legislature.mi.gov>

**Senate Bill 441 as passed by the Senate**  
**Sponsor: Sen. Sylvia Santana**  
**House Committee: Appropriations**  
**Senate Committee: Appropriations**  
**Complete to 8-29-19**

### SUMMARY:

Senate Bill 441 would amend the State License Fee Act (1979 PA 152), which pertains to the licensure of various occupations regulated by the Department of Licensing and Regulatory Affairs (LARA), by extending sunsets on fees that will mature on September 30, 2019. The bill would maintain FY 2018-19 fee amounts by extending previous fee increases (initially enacted in 2003) for an additional four years, through September 30, 2023. The fee sunsets were last extended in 2015.

MCL 338.2213 et al.

### FISCAL IMPACT:

The bill would maintain current levels of revenue for fees collected by LARA, to the extent that the department would continue collecting revenue generated by fee increases that would otherwise sunset. Revenue generated from these fees is deposited to the Licensing and Regulation Fund and expended for the costs of implementing, administering, and enforcing regulation of the associated occupations. Estimates made using data provided by the State Budget Office indicate that revenue losses resulting if the sunsets are not extended would total approximately **\$1.8 million**. The table below provides information for each of the fees.

Fee Title	MCL	Current Fee	Fee Post-Sunset	Projected Revenue Loss
Professional Engineer Application Processing Fee	338.2213	\$35	\$30	\$5,035
Professional Engineer Annual License Fee	338.2213	\$40	\$20	\$437,480
Land Surveyor Application Processing Fee	338.2213	\$35	\$30	\$80

Student Barber, Barber, Student Instructor, and Barber Instructor Application Processing Fee	338.2217	\$20	\$15	\$2,375
Barbershop Application Processing Fee	338.2217	\$50	\$40	\$1,490
Barber College Application Processing Fee	338.2217	\$75	\$50	\$0
Barber, Student Barber, and Student Instructor Annual License Fee	338.2217	\$30	\$15	\$79,590
Barber Instructor Annual License Fee	338.2217	\$40	\$25	\$615
Barbershop Annual License Fee	338.2217	\$40	\$30	\$16,920
Demonstrator's or Demonstration Temporary Permit Fee	338.2217	\$15	\$10	NA
Collection Agency Non-Owner Manager Application Processing Fee	338.2221	\$35	\$25	\$1,240
Cosmetologist, Manicurist, Natural Hair Culturist, Esthetician, Electrologist, or Instructor Application Processing Fee	338.2225	\$15	\$10	\$29,210
Cosmetologist, Manicurist, Natural Hair Culturist, Esthetician, Electrologist, or Instructor Annual License Fee	338.2225	\$24	\$12	\$1,148,232
Cosmetology Student Registration or Transfer Fee	338.2225	\$15	\$5	\$3,350
Employment or Consulting Agent Annual License Fee	338.2227	\$40	\$30	\$420

Hearing Aid Dealer Trainee Annual License Fee	338.2231	\$40	\$20	\$1,920
Real Estate Brokers and Associate Brokers Application Processing Fee	338.2237	\$35	\$20	\$25,830
Real Estate Branch Office Annual License Fee	338.2237	\$20	\$10	\$7,130
Certified General or Certified Residential, State Licensed, or Limited Real Estate Appraiser Application Processing Fee	338.2238	\$35	\$25	\$2,670
Mortuary Science or Funeral Director Annual License Fee	338.2243	\$40	\$30	\$28,490
Funeral Resident Trainee Annual License Fee	338.2243	\$30	\$15	\$1,230

Fiscal Analyst: Marcus Coffin

---

■ This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.