# ${\it Colorado}\, {\it L}$ egislative ${\it Council}\, {\it Staff}\, {\it F}$ iscal ${\it Note}$

# STATE FISCAL IMPACT

**Drafting Number:** LLS 12-0436 **Date:** February 13, 2012

Prime Sponsor(s): Rep. Beezley Bill Status: House Economic & Business Development

Sen. Jahn Fiscal Analyst: Josh Abram (303-866-3561)

TITLE: CONCERNING THE RECOGNITION OF PROFESSIONALS IN GOOD STANDING

FROM OTHER STATES TO PRACTICE IN COLORADO.

| Fiscal Impact Summary                                             | FY 2012-2013 | FY 2013-2014 |
|-------------------------------------------------------------------|--------------|--------------|
| State Revenue Cash Funds Division of Registrations Cash Fund      |              |              |
| State Expenditures Cash Funds Division of Registrations Cash Fund |              |              |
| FTE Position Change                                               |              |              |
| Effective Date: July 1, 2012.                                     |              |              |
| Appropriation Summary for FY 2012-2013: None required.            |              |              |
| Local Government Impact: None.                                    |              |              |

## **Summary of Legislation**

This bill allows a person who holds a valid professional license, registration, or certification in another state to practice his or her profession in Colorado for up to one year before having to meet the state's authorizing requirements, providing the person:

- is not disqualified for some other reason;
- consents to be subject to the jurisdiction and disciplinary authority of the Division of Registrations (division) in the Department of Regulatory Agencies (DORA); and
- applies for an active Colorado license, registration, or certification within 30 days of beginning practice.

# **Background**

The Division of Registrations regulates 49 professions, occupations, and businesses in the state. Many of the boards within the division have reciprocity agreements with other states that allow a license in another state to qualify for licensure in Colorado. Each year, the division receives approximately 8,000 applications for licensing, registration, or certification based on active credentials in other states.

#### **State Revenue**

This bill is not anticipated to increase the number of applicants for licenses, registrations, or certifications in the division. Professionals with proper authority from other states must make the regular application for professional practice in Colorado within 30 days of starting work, and pay the appropriate fee. This bill is not anticipated to increase the total number of applications, or the total amount of fee revenue collected by the division.

# **State Expenditures**

In FY 2012-13, this bill will increase expenditures in the DORA. DORA must make modifications to the licensing and records management systems in the division to properly track the immediate reciprocity for out-of-state professionals with valid regulatory authorization. The DORA has an internal licensing system and modifications can be made within existing appropriations.

The Department of Law will also provide necessary legal assistance to the DORA to modify rules, and to clarify any inconsistencies with existing agency rules regarding application review, endorsement, and reciprocity. Legal services are provided as requested by the client agency, in this case the DORA; however, the DORA has not estimated the need for increased legal services, and no appropriation for these services is currently required. If the need arises, the DORA will seek additional spending authority via the annual budget setting process.

## **Departments Contacted**

Law Regulatory Agencies Revenue