2009 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 3127 **STATUS:** A Engrossed
SUBJECT: Establishes a certification program for locksmiths within the Construction Contractors Board
GOVERNMENT UNIT AFFECTED: Construction Contractors Board
PREPARED BY: John Terpening
REVIEWED BY: Daron Hill
DATE: June 8, 2009 **<REVISED>**

	2009-2011	2011-2013
EXPENDITURES:		
See Analysis		
REVENUES:		
See Analysis		

EFFECTIVE DATE: The bill includes an emergency clause and is effective on passage. Certification of locksmiths must be available by January 1, 2010, and the certification requirement becomes operative July 1, 2010.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

ANALYSIS: *This fiscal impact statement has been revised based on updated information from the Construction Contractors Board.* HB 3127 establishes a certification program for locksmiths in the Construction Contractors Board (CCB), and prohibits the use of unlicensed locksmiths. The bill also establishes maximum fees that can be charged for application, testing, licensing, and renewal for the locksmith certificate.

CCB reports that it has identified 1,829 listings for locksmiths, but projects that the total number of locksmiths in Oregon could be 2,000, based on nationwide averages. CCB will require staff to implement the program, including the development of administrative rules, and locksmith notification, licensing, continuing education and enforcement activities. The total estimate for the 2009-2011 biennium is approximately $376,713 Other Funds and 4 positions (3.0 FTE), including a limited duration position and two half-time positions to support the Locksmith Licensing program. The actual staffing and services and supplies cost have been lowered from the original estimates. CCB will absorb field investigations, information system upgrades and administrative services for the program.

CCB estimates that it will collect $400,000 Other Funds if the maximum fee limits are imposed. CCB estimates 2,000 licensing applications at $100 each and 2,000 initial two-year certifications at $150 each. The revenue estimate assumes that the current national certification test will be sufficient and the CCB will not impose a testing requirement or related fee.