

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

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**MEASURE NUMBER:** HB 3127                      **STATUS:** B 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 17, 2009

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	<u>2009-2011</u>	<u>2011-2013</u>
<b>EXPENDITURES:</b>		
Personal Services – CCB (Other Funds)	\$ 134,350	\$ 134,350
Services and Supplies – CCB (Other Funds)	\$ 36,620	\$ 44,120
	\$ <u>170,970</u>	\$ <u>178,470</u>
 <b>REVENUES:</b>		
Application Fees – CCB (Other Funds)	\$ 120,000	\$ 30,000
2-year Certification Fee – CCB (Other Funds)	\$ 120,000	\$ 30,000
2-year Certification Fee Renewal – CCB (Other Funds)	\$ 0	\$ 120,000
	\$ <u>240,000</u>	\$ <u>180,000</u>
 <b>POSITIONS / FTE:</b>		
Program Analyst	1/1.0	1/1.0

**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 \$170,970 Other Funds and one Program Analyst position (1.0 FTE). 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 \$240,000 Other Funds for the 2009-2011 biennium. CCB estimates 2,000 licensing applications at \$60 each and 2,000 initial two-year certifications at \$60 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.