

FISCAL IMPACT OF PROPOSED LEGISLATION**Measure: SB 412 - 1**

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Requires dental laboratory to register with Health Licensing Office.

Government Unit(s) Affected:

Board of Dentistry, Oregon Health Authority

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

Summary of Expenditure Impact:

	2023-25 Biennium	2025-27 Biennium
Oregon Health Authority		
Other Funds		
Services and Supplies	\$18,500	\$13,500
Total Other Funds	\$18,500	\$13,500
Total Fiscal Impact	\$18,500	\$13,500
<i>Total Positions</i>	0	0
<i>Total FTE</i>	0.00	0.00

Summary of Revenue Impact:

	2023-25 Biennium	2025-27 Biennium
Oregon Health Authority		
Other Funds	\$20,000	\$12,000

Analysis:

SB 412-1 requires all dental laboratories to register with the Oregon Health Authority’s (OHA) Health Licensing Office (HLO). The measure grants HLO the authority to adopt rules regarding the application and renewal process for dental laboratories, impose discipline for registration/renewal violations, and charge fees for dental laboratory registrations. Additionally, the measure directs dental laboratories to provide a material content disclosure for each dental prosthetic appliance or artificial material/device, including point of origin of manufacture in a format that can be incorporated into a patient’s record. The majority of the measure is operative January 1, 2024. Amendments to eligibility criteria are effective January 1, 2028. However, the measure allows HLO to take any action before the operative date. The total fiscal impact for 2023-25 is \$18,500 Other Funds and \$13,500 Other Funds for 2025-27. The total revenue impact for 2023-25 is \$20,000 and \$12,000 for 2025-27.

Oregon Health Authority (OHA)

OHA’s HLO has estimated the measure will generate 40 new licenses. Based on this estimate, HLO does not require new staff. However, HLO does anticipate ancillary costs for establishing this new certification process:

- \$8,000 Other Funds for HLO cost distribution; HLO pools administrative, technology, and human resources for the boards it manages and allocates these funds proportionately based on the demands of the program or board.
- \$5,000 in Department of Justice fees for program and rules guidance
- \$5,500 in services and supplies for costs associated with developing and publishing applications and the license, development of web content, internal/external communications and regular office expenses (postage, office/tech supplies)

HLO anticipates the following fee structure:

- \$200 - One-time fee for application processing
- \$150 - Original license
- \$150 - Annual renewal

Based on the above fees and 40 applicants, HLO estimates \$20,000 in revenues for 2023-25 and \$12,000 in revenue for 2025-27 (solely renewal fees). Additional potential fees include:

- \$50 - Affidavit of licensure
- \$40 - Late fee
- \$25 - License replacement fee
- \$25 - Insufficient Funds Charge (NSF fee)

There is no fiscal impact for the Oregon Board of Dentistry.