

## Department of Commerce, Community, and Economic Development

DIVISION OF CORPORATIONS, BUSINESS AND PROFESSIONAL LICENSING Juneau Office

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### Notice of Proposed Changes to Occupational Licensing Fees for Professions Regulated by the Board of Dental Examiners

### **Proposed Regulations - FAQ**

September 2020

### 1. Why are new fees being proposed?

By law, fees must be analyzed annually and set to approximately recover the cost of program operations. Alaska's professional licensing statutes (AS 08.01.065) require the Division of Corporations, Business and Professional Licensing (CBPL) to "annually review each fee level to determine whether the regulatory costs of each occupation are approximately equal to fee collections related to that occupation." Alaska's licensing fee statutes go on to say, "If the review indicates that an occupation's fee collections and regulatory costs are not approximately equal, the department shall calculate fee adjustments and adopt regulations ... to implement the adjustments."

The division conducted a thorough fee analysis and proposes an <u>increase</u> in the licensing fees for dentists and dental hygienists to stabilize the program and to more closely align with AS 08.01.065.

If licensing fees are not increased, the projected deficit for FY2020/2021 will be -\$228,125.

There is a Schedule of Revenues and Expenditures at the end of this FAQ showing a summary for the FY14/15 to the FY18/19 bienniums, and the first 3 quarters of FY 2020.

#### 2. What are the proposed fees?

The fees proposed will be an <u>increase</u> in the initial biennial license and the renewal of the biennial license for dentists and hygienists, temporary and courtesy licenses, local anesthetic permits, nitrous oxide permits, restorative function endorsements, and sedation permits for dentists. In addition to proposed license and permit fee increases, the fees for submitting and resubmitting continuing education courses for approval are also proposed to be increased. The proposed new fees are in bold and underlined in the following draft regulations.

(Words in **boldface and underlined** indicate language being added; words [CAPITALIZED AND BRACKETED] indicate language being deleted.

# **12 AAC 02.190. Board of Dental Examiners.** (a) The following fees for dental hygienists are established:

- (1) nonrefundable application fee for
  - (A) initial license, **\$200** [\$100];
  - (B) courtesy license, **\$100** [\$50];
  - (C) initial restorative function endorsement, \$150 [\$100];
  - (D) local anesthetic permit, [.] **\$150** \$100;
  - (E) nitrous oxide certification, \$150 [\$100];
- (2) repealed 12/13/2014;
- (3) license fee for all or part of the initial biennial license period, **\$300** [\$200];
- (4) biennial license renewal fee, \$300 [\$200];
- (5) local anesthetic permit, **\$150** [\$100];
- (6) credential review fee, **\$120** [\$110];
- (7) repealed 2/21/2019;
- (8) courtesy license fee, \$100 [\$50]
- (9) restorative function endorsement fee, for all or part of the initial endorsement period, **\$100** [\$60];
  - (10) restorative function endorsement renewal fee, **\$100** [\$60]; [.]
  - (11) nitrous oxide certification one-time fee, \$150 [\$100].
  - (b) The following fees for dentists are established:
    - (1) nonrefundable application fee for
      - (A) initial license by examination, **\$800** [\$600];
      - (B) repealed 12/13/2014;
      - (C) courtesy license, **\$200** [\$50];
      - (D) repealed 12/13/2014;
  - (E) deep sedation, moderate sedation, minimal sedation, or general anesthetic permit, **\$150** [\$100];
    - (F) temporary permit, **\$80** [\$50];
    - (2) nonrefundable application and review fee for license by credentials, \$1,000;
    - (3) repealed 12/13/2014;
    - (4) license fee for all or part of the initial biennial license period, \$850 [\$450];
    - (5) repealed 12/13/2014;
    - (6) biennial license renewal fee, \$850 [\$450];
    - (7) repealed 12/13/2014;
    - (8) repealed 12/13/2014;
  - (9) deep sedation, moderate sedation, or minimal sedation permit fee for all or part of the initial biennial permit period, \$1,000;
  - (10) biennial deep sedation, moderate sedation, or minimal sedation, permit renewal fee, **\$500** [\$350];
    - (11) repealed 12/13/2014;

\$1,000;

- (12) general anesthetic permit fee for all or part of the initial biennial permit period,
  - (13) biennial general anesthetic permit renewal fee, \$500 [\$350];
  - (14) courtesy license fee, **\$100** [\$50];
  - (15) temporary permit fee, **\$212.50** [\$112.50];
  - (16) temporary permit extension fee, **\$80** [\$50].

DEN Fees FAQ September 2020 Page 3

- (c) The following fees are established for submission of dental and dental hygiene continuing education courses for approval under 12 AAC 28.410:
  - (1) initial continuing education course submittal fee, **\$200** [\$50];
  - (2) continuing education course resubmittal fee, \$200 [\$50].

#### 3. How are the estimated costs determined?

AS 08.01.065 requires *all costs* of regulating the profession to be borne by its licensees. The proposed fees are based on known and anticipated costs.

#### 4. What do licensing fees pay for?

The agency must create, publish, and manage licensing application forms and fees, which entail adherence to the state's recordkeeping, security, payment, and refund policies and procedures.

- Requirement of licensees to meet professional fitness standards, which are evaluated by the license examiner and referred to the agency's investigative unit if necessary for further review.
- Enforcement of disciplinary sanctions available to the agency if a licensee violates the state licensing statutes or regulations or an individual practices the profession without a license. Because state law requires all costs of a licensing program to be borne by the licensees of that program (AS 08.01.065), any investigative, attorney, or appeal expenses of the state will be recovered in the licensing fee.

#### 5. When will the new fees be effective?

After the public comment deadline, comments received are compiled and given to the Division Director for consideration. The Division Director may adopt the regulation as written/publicly noticed, may amend and adopt them, or choose to take no action, or may withdraw the proposed regulations in part or in its whole. After Department action, the adopted regulations goes to Department of Law (DOL) for final review/approval. DOL either approves or disapproves regulations. Once approved by DOL, it goes to the Lt. Governor for filing. Regulation takes effect on the 30th day after they have been filed by the Lt. Governor.

Do you have a question that is not answered here? Please email <u>RegulationsAndPublicComment@alaska.gov</u> so it can be added.

#### Department of Commerce Community, and Economic Development Corporations, Business and Professional Licensing

## Summary of All Professional Licensing Schedule of Revenues and Expenditures

Board of Dental Examiners		FY 14	FY 15	Biennium		FY 16	FY 17	Biennium		FY 18	FY 19	Biennium	1.	FY 20 st - 3rd QTF
Soard of Dental Examiners	-	FY 14	L1 12	ыеппшт	-	F1 10	FY 1/	Biennium	-	FT 18	FT 19	biennium		st - 314 Q11
Revenue														
Revenue from License Fees	\$	75,095 \$	479,846	\$ 554,941	\$	103,201 \$	686,060	\$ 789,261	\$	179,011 \$	636,660	\$ 815,671	\$	63,61
Allowable Third Party Reimbursements		-	-	-		-	-	-		-	127	127	\$	-
TOTAL REVENUE	\$	75,095 \$	479,846	\$ 554,941	\$	103,201 \$	686,060	\$ 789,261	\$	179,011 \$	636,787	\$ 815,798	\$	63,61
Expenditures														
Non Investigation Expenditures														
1000 - Personal Services		61,692	76,334	138,026		95,580	68,010	163,590		113,144	117,120	230,264		68,29
2000 - Travel		12,796	14,040	26,836		8,138	5,286	13,424		9,189	5,862	15,051		2,2
3000 - Services		7,534	21,614	29,148		16,955	27,740	44,695		26,606	62,283	88,889		9,1
4000 - Commodities		525	1,102	1,627		427	846	1,273		493	309	802		5,1
5000 - Capital Outlay		525	1,102	1,027		-	040	1,275		-	303	-		J.
Total Non-Investigation Expenditures		82,547	113,090	195,637	-	121,100	101,882	222,982		149,432	185,574	335,006	-	80,3
Total Non-investigation Experialtures		62,347	113,090	193,037	-	121,100	101,882	222,582		143,432	163,374	333,000		80,3
nvestigation Expenditures														
1000-Personal Services		92,394	40,575	132,969		36,948	99,335	136,283		51,494	115,538	167,032		83,9
2000 - Travel											-	-		-
3023 - Expert Witness		15,637	-	15,637		-	14,800	14,800		14,800	-	14,800		-
3088 - Inter-Agency Legal		81,128	29,978	111,106		536	15,896	16,432		8,011	29,796	37,807		31,2
3094 - Inter-Agency Hearing/Mediation		1,619	3,845	5,464		-	2,976	2,976		1,264	563	1,827		2,10
3000 - Services other							•				579	579		
4000 - Commodities											-	-		-
Total Investigation Expenditures		190,778	74,398	265,176		37,484	133,007	170,491		75,569	146,476	222,045		117,44
Total Direct Expenditures		273,325	187,488	460,813		158,584	234,889	393,473		225,001	332,050	557,051		197,75
ndirect Expenditures														
Internal Administrative Costs		61,643	43,586	105,229		64,849	112,465	177,314		113,011	129,737	242,748		97,30
Departmental Costs		28,056	29,915	57,971		27,858	58,120	85,978		57,385	72,191	129,576		54,14
Statewide Costs		18,528	16,586	35,114		9,544	16,002	25,546		18,400	24,144	42,544		18,10
Total Indirect Expenditures		108,227	90,087	198,314		102,251	186,587	288,838		188,796	226,072	414,868		169,5
OTAL EXPENDITURES	\$	381,552 \$	277,575	\$ 659,127	\$	260,835 \$	421,476	\$ 682,311	\$	413,797 \$	558,122	\$ 971,919	\$	367,30
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Cumulative Surplus (Deficit)					Н.									
Beginning Cumulative Surplus (Deficit)	\$	180,038 \$	(126,419)		\$	75,852 \$	(81,782)		\$	182,802 \$	(51,984)		\$	26,6
nnual Increase/(Decrease)		(306,457)	202,271			(157,634)	264,584			(234,786)	78,665			(303,6
Ending Cumulative Surplus (Deficit)	\$	(126,419) \$	75,852		\$	(81,782) \$	182,802		\$	(51,984) \$	26,681		\$	(277,0
									-				*	
Statistical Information														
Number of Licensees		2,314	2,448		<b> </b>	2,461	4,774	1	1	5,144	5,350			

#### Additional information:

<sup>•</sup> Fee analysis required if the cumulative is less than zero; fee analysis recommended when the cumulative is less than current year expenditures; no fee increases needed if cumulative is over the current year expenses \*

<sup>•</sup> Most recent fee change: Fee increase FY17

Annual license fee analysis will include consideration of other factors such as board and licensee input, potential investigation load, court cases, multiple license and fee types under one program, and program changes per AS 08.01.065.

#### Department of Commerce Community, and Economic Development Corporations, Business and Professional Licensing

# Summary of All Professional Licensing Schedule of Revenues and Expenditures

Appropriation	(AII)
AL Sub Unit	(AII)
PL Task Code	DEN1

Sum of Expenditures	Object Type Name (Ex)				
Object Name (Ex)	1000 - Personal Services	2000 - Travel	3000 - Services	4000 - Commodities	<b>Grand Total</b>
1011 - Regular Compensation	77,621.18				77,621.18
1014 - Overtime	84.44				84.44
1023 - Leave Taken	16,476.73				16,476.73
1028 - Alaska Supplemental Benefit	5,783.64				5,783.64
1029 - Public Employee's Retirement System Defined Benefits	11,747.00				11,747.00
1030 - Public Employee's Retirement System Defined Contribution	2,145.54				2,145.54
1034 - Public Employee's Retirement System Defined Cont Health Reim	1,656.84				1,656.84
1035 - Public Employee's Retiremnt Sys Defined Cont Retiree Medical	538.54				538.54
1037 - Public Employee's Retiremnt Sys Defined Benefit Unfnd Liab	4,634.56				4,634.56
1039 - Unemployment Insurance	312.01				312.01
1040 - Group Health Insurance	25,388.80				25,388.80
1041 - Basic Life and Travel	36.50				36.50
1042 - Worker's Compensation Insurance	849.71				849.71
1047 - Leave Cash In Employer Charge	2,082.09				2,082.09
1048 - Terminal Leave Employer Charge	1,244.03				1,244.03
1053 - Medicare Tax	1,317.24				1,317.24
1062 - GGU Business Leave Bank Contributions	204.49				204.49
1063 - GGU Business Leave Bank Usage	-				-
1069 - SU Business Leave Bank Contributions	43.17				43.17
1077 - ASEA Legal Trust	125.51				125.51
1079 - ASEA Injury Leave Usage	16.67				16.67
1080 - SU Legal Trst	29.87				29.87
1970 - Personal Services Transfer	(86.10)	)			(86.10)
2000 - In-State Employee Airfare		343.7	78		343.78
2001 - In-State Employee Surface Transportation		19.5	50		19.50
2002 - In-State Employee Lodging		229.0	00		229.00
2003 - In-State Employee Meals and Incidentals		90.0			90.00
2005 - In-State Non-Employee Airfare		497.4	14		497.44
2007 - In-State Non-Employee Lodging		687.0	00		687.00
2008 - In-State Non-Employee Meals and Incidentals		240.0	00		240.00
2009 - In-State Non-Employee Taxable Per Diem		125.0	00		125.00
3002 - Memberships				85.00	5,385.00
3044 - Courier			,	25.39	25.39
3045 - Postage				99.90	99.90
3046 - Advertising				47.46	847.46
3069 - Commission Sales				25.50	25.50
3085 - Inter-Agency Mail				36.90	536.90
3088 - Inter-Agency Legal				38.05	33,638.05
3094 - Inter-Agency Hearing/Mediation			•	04.90	2,104.90
4002 - Business Supplies			2,1	254.9	•
4005 - Subscriptions				340.0	
1016 - Other Premium Pay	11.34			340.0	11.34
Grand Total	152,263.80	2,231.7	72 42.6	63.10 594.9	5 197,753.57