## LEGISLATURE OF NEBRASKA

### ONE HUNDRED NINTH LEGISLATURE

#### FIRST SESSION

# **LEGISLATIVE BILL 82**

Introduced by Rountree, 3.

Read first time January 10, 2025

#### Committee:

- 1 A BILL FOR AN ACT relating to public health and welfare; to amend section
- 2 38-1015, Reissue Revised Statutes of Nebraska, and sections 38-1001,
- 3 38-1004, 38-1058, and 38-1061, Revised Statutes Cumulative
- 4 Supplement, 2024; to adopt the Cosmetology Licensure Compact; to
- 5 define a term; to harmonize provisions; and to repeal the original
- 6 sections.
- 7 Be it enacted by the people of the State of Nebraska,

- Section 1. COSMETOLOGY LICENSURE COMPACT
- 2 ARTICLE 1- PURPOSE
- 3 The purpose of this Compact is to facilitate the interstate practice
- 4 and regulation of Cosmetology with the goal of improving public access
- 5 to, and the safety of, Cosmetology Services and reducing unnecessary
- 6 burdens related to Cosmetology licensure. Through this Compact, the
- 7 Member States seek to establish a regulatory framework which provides for
- 8 a new multistate licensing program. Through this new licensing program,
- 9 the Member States seek to provide increased value and mobility to
- 10 <u>licensed Cosmetologists in the Member States, while ensuring the</u>
- 11 provision of safe, effective, and reliable services to the public.
- 12 <u>This Compact is designed to achieve the following objectives, and</u>
- 13 the Member States hereby ratify the same intentions by subscribing
- 14 hereto:
- 15 A. Provide opportunities for interstate practice by Cosmetologists
- 16 who meet uniform requirements for multistate licensure;
- 17 B. Enhance the abilities of Member States to protect public health
- 18 and safety, and prevent fraud and unlicensed activity within the
- 19 profession;
- 20 <u>C. Ensure and encourage cooperation between Member States in the</u>
- 21 <u>licensure and regulation of the Practice of Cosmetology;</u>
- D. Support relocating military members and their spouses;
- 23 E. Facilitate the exchange of information between Member States
- 24 related to the licensure, investigation, and discipline of the Practice
- 25 of Cosmetology;
- 26 F. Provide for the licensure and mobility of the workforce in the
- 27 profession, while addressing the shortage of workers and lessening the
- 28 associated burdens on the Member States.
- 29 ARTICLE 2- DEFINITIONS
- 30 As used in this Compact, and except as otherwise provided, the
- 31 following definitions shall govern the terms herein:

A. "Active Duty Military" means any individual in full-time duty

- 2 status in the active uniformed service of the United States including
- 3 members of the National Guard and Reserve.
- 4 B. "Adverse Action" means any administrative, civil, equitable, or
- 5 <u>criminal action permitted by a Member State's laws which is imposed by a</u>
- 6 <u>State Licensing Authority or other regulatory body against a</u>
- 7 Cosmetologist, including actions against an individual's license or
- 8 Authorization to Practice such as revocation, suspension, probation,
- 9 monitoring of the Licensee, limitation of the Licensee's practice, or any
- 10 other Encumbrance on a license affecting an individual's ability to
- 11 participate in the Cosmetology industry, including the issuance of a
- 12 <u>cease and desist order.</u>
- 13 <u>C. "Authorization to Practice" means a legal authorization</u>
- 14 <u>associated with a Multistate License permitting the Practice of</u>
- 15 Cosmetology in a Remote State, which shall be subject to the enforcement
- 16 jurisdiction of the State Licensing Authority in that Remote State.
- 17 <u>D. "Alternative Program" means a non-disciplinary monitoring or</u>
- 18 prosecutorial diversion program approved by a Member State's State
- 19 <u>Licensing Authority.</u>
- 20 <u>E. "Background Check" means the submission of information for an</u>
- 21 applicant for the purpose of obtaining that applicant's criminal history
- 22 record information, as further defined in 28 C.F.R. § 20.3(d), from the
- 23 Federal Bureau of Investigation and the agency responsible for retaining
- 24 State criminal or disciplinary history in the applicant's Home State.
- 25 <u>F. "Charter Member State" means Member States who have enacted</u>
- 26 <u>legislation to adopt this Compact where such legislation predates the</u>
- 27 <u>effective date of this Compact as defined in Article 13.</u>
- 28 G. "Commission" means the government agency whose membership
- 29 consists of all States that have enacted this Compact, which is known as
- 30 the Cosmetology Licensure Compact Commission, as defined in Article 9,
- 31 and which shall operate as an instrumentality of the Member States.

1 H. "Cosmetologist" means an individual licensed in their Home State

- 2 <u>to practice Cosmetology.</u>
- 3 I. "Cosmetology", "Cosmetology Services", and the "Practice of
- 4 Cosmetology" mean the care and services provided by a Cosmetologist as
- 5 <u>set forth in the Member State's statutes and regulations in the State</u>
- 6 where the services are being provided.
- 7 J. "Current Significant Investigative Information" means:
- 8 <u>1. Investigative Information that a State Licensing Authority, after</u>
- 9 an inquiry or investigation that complies with a Member State's due
- 10 process requirements, has reason to believe is not groundless and, if
- 11 proved true, would indicate a violation of that State's laws regarding
- 12 <u>fraud or the Practice of Cosmetology; or</u>
- 13 <u>2. Investigative Information that indicates that a Licensee has</u>
- 14 engaged in fraud or represents an immediate threat to public health and
- 15 <u>safety</u>, <u>regardless</u> of whether the <u>Licensee</u> has been notified and had an
- 16 opportunity to respond.
- 17 <u>K. "Data System" means a repository of information about Licensees,</u>
- 18 <u>including</u>, but not limited to, license status, Investigative Information,
- 19 <u>and Adverse Actions.</u>
- 20 <u>L. "Disqualifying Event" means any event which shall disqualify an</u>
- 21 individual from holding a Multistate License under this Compact, which
- the Commission may by Rule or order specify.
- 23 M. "Encumbered License" means a license in which an Adverse Action
- 24 <u>restricts the Practice of Cosmetology by a Licensee, or w</u>here said
- 25 Adverse Action has been reported to the Commission.
- 26 <u>N. "Encumbrance" means a revocation or suspension of, or any</u>
- 27 <u>limitation on, the full and unrestricted Practice of Cosmetology by a</u>
- 28 State Licensing Authority.
- 29 <u>O. "Executive Committee" means a group of delegates elected or</u>
- 30 appointed to act on behalf of, and within the powers granted to them by,
- 31 the Commission.

1 P. "Home State" means the Member State which is a Licensee's primary

- 2 State of residence, and where that Licensee holds an active and
- 3 <u>unencumbered license to practice Cosmetology.</u>
- 4 Q. "Investigative Information" means information, records, or
- 5 <u>documents received or generated by a State Licensing Authority pursuant</u>
- 6 to an investigation or other inquiry.
- 7 <u>R. "Jurisprudence Requirement" means the assessment of an</u>
- 8 <u>individual's knowledge of the laws and rules governing the Practice of</u>
- 9 <u>Cosmetology in a State.</u>
- 10 <u>S. "Licensee" means an individual who currently holds a license from</u>
- 11 <u>a Member State to practice as a Cosmetologist.</u>
- 12 <u>T. "Member State" means any State that has adopted this Compact.</u>
- U. "Multistate License" means a license issued by and subject to the
- 14 <u>enforcement jurisdiction of the State Licensing Authority in a Licensee's</u>
- 15 Home State, which authorizes the Practice of Cosmetology in Member States
- and includes Authorizations to Practice Cosmetology in all Remote States
- 17 pursuant to this Compact.
- 18 <u>V. "Remote State" means any Member State, other than the Licensee's</u>
- 19 <u>Home State.</u>
- 20 W. "Rule" means any rule or regulation promulgated by the Commission
- 21 <u>under this Compact which has the force of law.</u>
- 22 X. "Single-State License" means a Cosmetology license issued by a
- 23 Member State that authorizes practice of Cosmetology only within the
- 24 issuing State and does not include any authorization outside of the
- 25 issuing State.
- 26 Y. "State" means a State, territory, or possession of the United
- 27 States and the District of Columbia.
- 28 <u>Z. "State Licensing Authority" means a Member State's regulatory</u>
- 29 body responsible for issuing Cosmetology licenses or otherwise overseeing
- 30 <u>the Practice of Cosmetology in that State.</u>
- 31 ARTICLE 3- MEMBER STATE REQUIREMENTS

A. To be eligible to join this Compact, and to maintain eligibility

- 2 <u>as a Member State, a State must:</u>
- License and regulate Cosmetology;
- 4 2. Have a mechanism or entity in place to receive and investigate
- 5 <u>complaints about Licensees practicing in that State;</u>
- 6 3. Require that Licensees within the State pass a Cosmetology
- 7 competency examination prior to being licensed to provide Cosmetology
- 8 Services to the public in that State;
- 9 4. Require that Licensees satisfy educational or training
- 10 <u>requirements in Cosmetology prior to being licensed to provide</u>
- 11 <u>Cosmetology Services to the public in that State;</u>
- 12 <u>5. Implement procedures for considering one or more of the following</u>
- 13 categories of information from applicants for licensure: criminal
- 14 <u>history; disciplinary history; or Background Check. Such procedures may</u>
- 15 <u>include the submission of information by applicants for the purpose of</u>
- 16 obtaining an applicant's Background Check as defined herein;
- 17 <u>6. Participate in the Data System, including through the use of</u>
- 18 unique identifying numbers;
- 7. Share information related to Adverse Actions with the Commission
- 20 and other Member States, both through the Data System and otherwise;
- 21 8. Notify the Commission and other Member States, in compliance with
- 22 the terms of the Compact and Rules of the Commission, of the existence of
- 23 Investigative Information or Current Significant Investigative
- 24 Information in the State's possession regarding a Licensee practicing in
- 25 that State;
- 26 <u>9. Comply with such Rules as may be enacted by the Commission to</u>
- 27 administer the Compact; and
- 28 <u>10. Accept Licensees from other Member States as established herein.</u>
- 29 <u>B. Member States may charge a fee for granting a license to practice</u>
- 30 <u>Cosmetology</u>.
- 31 C. Individuals not residing in a Member State shall continue to be

- 1 able to apply for a Member State's Single-State License as provided under
- 2 the laws of each Member State. However, the Single-State License granted
- 3 to these individuals shall not be recognized as granting a Multistate
- 4 License to provide services in any other Member State.
- 5 D. Nothing in this Compact shall affect the requirements established
- 6 by a Member State for the issuance of a Single-State License.
- 7 <u>E. A Multistate License issued to a Licensee by a Home State to a</u>
- 8 <u>resident of that State shall be recognized by each Member State as</u>
- 9 authorizing a Licensee to practice Cosmetology in each Member State.
- 10 F. At no point shall the Commission have the power to define the
- 11 educational or professional requirements for a license to practice
- 12 <u>Cosmetology</u>. The Member States shall retain sole jurisdiction over the
- 13 provision of these requirements.
- 14 ARTICLE 4- MULTISTATE LICENSE
- 15 A. To be eligible to apply to their Home State's State Licensing
- 16 <u>Authority for an initial Multistate License under this Compact, a</u>
- 17 Licensee must hold an active and unencumbered Single-State License to
- 18 practice Cosmetology in their Home State.
- 19 B. Upon the receipt of an application for a Multistate License,
- 20 according to the Rules of the Commission, a Member State's State
- 21 Licensing Authority shall ascertain whether the applicant meets the
- 22 requirements for a Multistate License under this Compact.
- 23 C. If an applicant meets the requirements for a Multistate License
- 24 under this Compact and any applicable Rules of the Commission, the State
- 25 Licensing Authority in receipt of the application shall, within a
- 26 reasonable time, grant a Multistate License to that applicant, and inform
- 27 all Member States of the grant of said Multistate License.
- 28 <u>D. A Multistate License to practice Cosmetology issued by a Member</u>
- 29 State's State Licensing Authority shall be recognized by each Member
- 30 State as authorizing the practice thereof as though that Licensee held a
- 31 Single-State License to do so in each Member State, subject to the

- 1 restrictions herein.
- 2 <u>E. A Multistate License granted pursuant to this Compact may be</u>
- 3 <u>effective for a definite period of time, concurrent with the licensure</u>
- 4 <u>renewal period in the Home State.</u>
- 5 F. To maintain a Multistate License under this Compact, a Licensee
- 6 must:
- 7 1. Agree to abide by the rules of the State Licensing Authority, and
- 8 the State scope of practice laws governing the Practice of Cosmetology,
- 9 of any Member State in which the Licensee provides services;
- 10 <u>2. Pay all required fees related to the application and process, and</u>
- any other fees which the Commission may by Rule require; and
- 12 <u>3. Comply with any and all other requirements regarding Multistate</u>
- 13 <u>Licenses which the Commission may by Rule provide.</u>
- 14 G. A Licensee practicing in a Member State is subject to all scope
- 15 of practice laws governing Cosmetology Services in that State.
- 16 H. The Practice of Cosmetology under a Multistate License granted
- 17 pursuant to this Compact will subject the Licensee to the jurisdiction of
- 18 the State Licensing Authority, the courts, and the laws of the Member
- 19 <u>State in which the Cosmetology Services are provided.</u>
- 20 ARTICLE 5- REISSUANCE OF A MULTISTATE LICENSE BY A NEW HOME STATE
- 21 A. A Licensee may hold a Multistate License, issued by their Home
- 22 State, in only one Member State at any given time.
- 23 <u>B. If a Licensee changes their Home State by moving between two</u>
- 24 Member States:
- 25 1. The Licensee shall immediately apply for the reissuance of their
- 26 Multistate License in their new Home State. The Licensee shall pay all
- 27 <u>applicable fees and notify the prior Home State in accordance with the</u>
- 28 Rules of the Commission.
- 29 <u>2. Upon receipt of an application to reissue a Multistate License,</u>
- 30 the new Home State shall verify that the Multistate License is active,
- 31 unencumbered and eligible for reissuance under the terms of the Compact

1 and the Rules of the Commission. The Multistate License issued by the

- 2 prior Home State will be deactivated and all Member States notified in
- 3 <u>accordance with the applicable Rules adopted by the Commission.</u>
- 4 3. If required for initial licensure, the new Home State may require
- 5 <u>a Background Check as specified in the laws of that State, or the</u>
- 6 compliance with any Jurisprudence Requirements of the new Home State.
- 7 <u>4. Notwithstanding any other provision of this Compact, if a</u>
- 8 Licensee does not meet the requirements set forth in this Compact for the
- 9 reissuance of a Multistate License by the new Home State, then the
- 10 Licensee shall be subject to the new Home State requirements for the
- 11 <u>issuance of a Single-State License in that State.</u>
- 12 <u>C. If a Licensee changes their primary state of residence by moving</u>
- 13 <u>from a Member State to a non-Member State, or from a non-Member State to</u>
- 14 a Member State, then the Licensee shall be subject to the State
- 15 requirements for the issuance of a Single-State License in the new Home
- 16 State.
- 17 D. Nothing in this Compact shall interfere with a Licensee's ability
- 18 to hold a Single-State License in multiple States; however, for the
- 19 purposes of this Compact, a Licensee shall have only one Home State, and
- 20 <u>only one Multistate License.</u>
- 21 <u>E. Nothing in this Compact shall interfere with the requirements</u>
- 22 established by a Member State for the issuance of a Single-State License.
- 23 ARTICLE 6- AUTHORITY OF THE COMPACT COMMISSION AND MEMBER STATE
- 24 LICENSING AUTHORITIES
- 25 <u>A. Nothing in this Compact, nor any Rule or regulation of the</u>
- 26 <u>Commission, shall be construed to limit, restrict, or in any way reduce</u>
- 27 the ability of a Member State to enact and enforce laws, regulations, or
- 28 <u>other rules related to the Practice of Cosmetology in that State, where</u>
- 29 those laws, regulations, or other rules are not inconsistent with the
- 30 provisions of this Compact.
- 31 B. Insofar as practical, a Member State's State Licensing Authority

1 shall cooperate with the Commission and with each entity exercising

- 2 <u>independent regulatory authority over the Practice of Cosmetology</u>
- 3 according to the provisions of this Compact.
- 4 C. Discipline shall be the sole responsibility of the State in which
- 5 Cosmetology Services are provided. Accordingly, each Member State's State
- 6 Licensing Authority shall be responsible for receiving complaints about
- 7 individuals practicing Cosmetology in that State, and for communicating
- 8 <u>all relevant Investigative Information about any such Adverse Action to</u>
- 9 <u>the other Member States through the Data System in addition to any other</u>
- 10 <u>methods the Commission may by Rule require.</u>
- 11 ARTICLE 7- ADVERSE ACTIONS
- 12 <u>A. A Licensee's Home State shall have exclusive power to impose an</u>
- 13 Adverse Action against a Licensee's Multistate License issued by the Home
- 14 State.
- 15 <u>B. A Home State may take Adverse Action on a Multistate License</u>
- 16 <u>based on the Investigative Information, Current Significant Investigative</u>
- 17 Information, or Adverse Action of a Remote State.
- 18 C. In addition to the powers conferred by State law, each Remote
- 19 <u>State's State Licensing Authority shall have the power to:</u>
- 20 <u>1. Take Adverse Action against a Licensee's Authorization to</u>
- 21 Practice Cosmetology through the Multistate License in that Member State,
- 22 provided that:
- 23 <u>a. Only the Licensee's Home State shall have the power to take</u>
- 24 Adverse Action against the Multistate License issued by the Home State;
- 25 <u>and</u>
- 26 <u>b. For the purposes of taking Adverse Action, the Home State's State</u>
- 27 Licensing Authority shall give the same priority and effect to reported
- 28 conduct received from a Remote State as it would if such conduct had
- 29 <u>occurred within the Home State. In so doing, the Home State shall apply</u>
- 30 its own State laws to determine the appropriate action.
- 31 2. Issue cease and desist orders or impose an Encumbrance on a

- 1 Licensee's Authorization to Practice within that Member State.
- 2 <u>3. Complete any pending investigations of a Licensee who changes</u>
- 3 their primary state of residence during the course of such an
- 4 investigation. The State Licensing Authority shall also be empowered to
- 5 report the results of such an investigation to the Commission through the
- 6 Data System as described herein.
- 7 <u>4. Issue subpoenas for both hearings and investigations that require</u>
- 8 the attendance and testimony of witnesses, as well as the production of
- 9 evidence. Subpoenas issued by a State Licensing Authority in a Member
- 10 State for the attendance and testimony of witnesses or the production of
- 11 <u>evidence from another Member State shall be enforced in the latter State</u>
- 12 by any court of competent jurisdiction, according to the practice and
- 13 procedure of that court applicable to subpoenas issued in proceedings
- 14 before it. The issuing State Licensing Authority shall pay any witness
- 15 fees, travel expenses, mileage, and other fees required by the service
- 16 statutes of the State in which the witnesses or evidence are located.
- 17 <u>5. If otherwise permitted by State law, recover from the affected</u>
- 18 Licensee the costs of investigations and disposition of cases resulting
- 19 <u>from any Adverse Action taken against that Licensee.</u>
- 20 <u>6. Take Adverse Action against the Licensee's Authorization to</u>
- 21 Practice in that State based on the factual findings of another Remote
- 22 State.
- 23 D. A Licensee's Home State shall complete any pending
- 24 investigation(s) of a Cosmetologist who changes their primary state of
- 25 residence during the course of the investigation(s). The Home State shall
- 26 <u>also have the authority to take appropriate action(s) and shall promptly</u>
- 27 report the conclusions of the investigations to the Data System.
- 28 E. If an Adverse Action is taken by the Home State against a
- 29 Licensee's Multistate License, the Licensee's Authorization to Practice
- 30 in all other Member States shall be deactivated until all Encumbrances
- 31 have been removed from the Home State license. All Home State

1 disciplinary orders that impose an Adverse Action against a Licensee's

- 2 <u>Multistate License shall include a statement that the Cosmetologist's</u>
- 3 Authorization to Practice is deactivated in all Member States during the
- 4 pendency of the order.
- 5 F. Nothing in this Compact shall override a Member State's authority
- 6 to accept a Licensee's participation in an Alternative Program in lieu of
- 7 Adverse Action. A Licensee's Multistate License shall be suspended for
- 8 the duration of the Licensee's participation in any Alternative Program.
- 9 G. Joint Investigations
- 10 <u>1. In addition to the authority granted to a Member State by its</u>
- 11 <u>respective scope of practice laws or other applicable State law, a Member</u>
- 12 State may participate with other Member States in joint investigations of
- 13 <u>Licensees.</u>
- 14 <u>2. Member States shall share any investigative, litigation, or</u>
- 15 compliance materials in furtherance of any joint or individual
- 16 investigation initiated under the Compact.
- 17 ARTICLE 8- ACTIVE DUTY MILITARY AND THEIR SPOUSES
- 18 <u>Active Duty Military personnel, or their spouses, shall designate a</u>
- 19 Home State where the individual has a current license to practice
- 20 Cosmetology in good standing. The individual may retain their Home State
- 21 <u>designation during any period of service when that individual or their</u>
- 22 spouse is on active duty assignment.
- 23 ARTICLE 9- ESTABLISHMENT AND OPERATION OF THE COSMETOLOGY LICENSURE
- 24 COMPACT COMMISSION
- 25 A. The Compact Member States hereby create and establish a joint
- 26 government agency whose membership consists of all Member States that
- 27 have enacted the Compact known as the Cosmetology Licensure Compact
- 28 Commission. The Commission is an instrumentality of the Compact Member
- 29 States acting jointly and not an instrumentality of any one State. The
- 30 <u>Commission shall come into existence on or after the effective date of</u>
- 31 the Compact as set forth in Article 13.

- 1 B. Membership, Voting, and Meetings
- 2 <u>1. Each Member State shall have and be limited to one (1) delegate</u>
- 3 selected by that Member State's State Licensing Authority.
- 4 <u>2. The delegate shall be an administrator of the State Licensing</u>
- 5 <u>Authority of the Member State or their designee.</u>
- 6 3. The Commission shall by Rule or bylaw establish a term of office
- 7 <u>for delegates and may by Rule or bylaw establish term limits.</u>
- 8 <u>4. The Commission may recommend removal or suspension of any</u>
- 9 <u>delegate from office.</u>
- 5. A Member State's State Licensing Authority shall fill any vacancy
- 11 <u>of its delegate occurring on the Commission within 60 days of the</u>
- 12 <u>vacancy.</u>
- 13 <u>6. Each delegate shall be entitled to one vote on all matters that</u>
- 14 are voted on by the Commission.
- 15 7. The Commission shall meet at least once during each calendar
- 16 <u>year. Additional meetings may be held as set forth in the bylaws. The</u>
- 17 <u>Commission may meet by telecommunication, video conference, or other</u>
- 18 <u>similar electronic means.</u>
- 19 <u>C. The Commission shall have the following powers:</u>
- 20 <u>1. Establish the fiscal year of the Commission;</u>
- 21 <u>2. Establish code of conduct and conflict of interest policies;</u>
- 3. Adopt Rules and bylaws;
- 4. Maintain its financial records in accordance with the bylaws;
- 24 5. Meet and take such actions as are consistent with the provisions
- of this Compact, the Commission's Rules, and the bylaws;
- 26 6. Initiate and conclude legal proceedings or actions in the name of
- 27 the Commission, provided that the standing of any State Licensing
- 28 Authority to sue or be sued under applicable law shall not be affected;
- 29 <u>7. Maintain and certify records and information provided to a Member</u>
- 30 State as the authenticated business records of the Commission, and
- 31 designate an agent to do so on the Commission's behalf;

- 1 8. Purchase and maintain insurance and bonds;
- 2 9. Borrow, accept, or contract for services of personnel, including,
- 3 <u>but not limited to, employees of a Member State;</u>
- 4 10. Conduct an annual financial review;
- 5 11. Hire employees, elect or appoint officers, fix compensation,
- 6 define duties, grant such individuals appropriate authority to carry out
- 7 the purposes of the Compact, and establish the Commission's personnel
- 8 policies and programs relating to conflicts of interest, qualifications
- 9 of personnel, and other related personnel matters;
- 10 12. As set forth in the Commission Rules, charge a fee to a Licensee
- 11 for the grant of a Multistate License and thereafter, as may be
- 12 <u>established by Commission Rule, charge the Licensee a Multistate License</u>
- 13 renewal fee for each renewal period. Nothing herein shall be construed to
- 14 prevent a Home State from charging a Licensee a fee for a Multistate
- 15 License or renewals of a Multistate License, or a fee for the
- 16 jurisprudence requirement if the Member State imposes such a requirement
- 17 for the grant of a Multistate License;
- 18 13. Assess and collect fees;
- 19 <u>14. Accept any and all appropriate gifts, donations, grants of</u>
- 20 money, other sources of revenue, equipment, supplies, materials, and
- 21 services, and receive, utilize, and dispose of the same; provided that at
- 22 all times the Commission shall avoid any appearance of impropriety or
- 23 conflict of interest;
- 24 15. Lease, purchase, retain, own, hold, improve, or use any
- 25 property, real, personal, or mixed, or any undivided interest therein;
- 26 <u>16. Sell, convey, mortgage, pledge, lease, exchange, abandon, or</u>
- 27 otherwise dispose of any property real, personal, or mixed;
- 28 <u>17. Establish a budget and make expenditures;</u>
- 29 <u>18. Borrow money;</u>
- 30 19. Appoint committees, including standing committees, composed of
- 31 members, State regulators, State legislators or their representatives,

1 and consumer representatives, and such other interested persons as may be

- 2 <u>designated in this Compact and the bylaws;</u>
- 3 20. Provide and receive information from, and cooperate with, law
- 4 enforcement agencies;
- 5 21. Elect a Chair, Vice Chair, Secretary and Treasurer and such
- 6 other officers of the Commission as provided in the Commission's bylaws;
- 7 22. Establish and elect an Executive Committee, including a chair
- 8 and a vice chair;
- 9 <u>23. Adopt and provide to the Member States an annual report;</u>
- 10 24. Determine whether a State's adopted language is materially
- 11 <u>different from the model Compact language such that the State would not</u>
- 12 qualify for participation in the Compact; and
- 13 <u>25. Perform such other functions as may be necessary or appropriate</u>
- 14 <u>to achieve the purposes of this Compact.</u>
- 15 D. The Executive Committee
- 16 <u>1. The Executive Committee shall have the power to act on behalf of</u>
- 17 <u>the Commission according to the terms of this Compact. The powers,</u>
- 18 <u>duties</u>, and responsibilities of the Executive Committee shall include:
- 19 <u>a. Overseeing the day-to-day activities of the administration of the</u>
- 20 Compact including compliance with the provisions of the Compact, the
- 21 Commission's Rules and bylaws, and other such duties as deemed necessary;
- 22 b. Recommending to the Commission changes to the Rules or bylaws,
- 23 changes to this Compact legislation, fees charged to Compact Member
- 24 States, fees charged to Licensees, and other fees;
- 25 <u>c. Ensuring Compact administration services are appropriately</u>
- 26 provided, including by contract;
- d. Preparing and recommending the budget;
- e. Maintaining financial records on behalf of the Commission;
- 29 <u>f. Monitoring Compact compliance of Member States and providing</u>
- 30 <u>compliance reports to the Commission;</u>
- 31 g. Establishing additional committees as necessary;

h. Exercising the powers and duties of the Commission during the

- 2 interim between Commission meetings, except for adopting or amending
- 3 Rules, adopting or amending bylaws, and exercising any other powers and
- 4 duties expressly reserved to the Commission by Rule or bylaw; and
- 5 <u>i. Other duties as provided in the Rules or bylaws of the</u>
- 6 Commission.
- 7 2. The Executive Committee shall be composed of up to seven voting
- 8 members:
- 9 a. The chair and vice chair of the Commission and any other members
- 10 of the Commission who serve on the Executive Committee shall be voting
- 11 <u>members of the Executive Committee; and</u>
- b. Other than the chair and vice chair, secretary, and treasurer,
- 13 the Commission shall elect three voting members from the current
- 14 membership of the Commission.
- 15 <u>c. The Commission may elect ex-officio, nonvoting members from a</u>
- 16 recognized national Cosmetology professional association as approved by
- 17 the Commission. The Commission's bylaws shall identify qualifying
- 18 organizations and the manner of appointment if the number of
- 19 <u>organizations seeking to appoint an ex officio member exceeds the number</u>
- 20 <u>of members specified in this Article.</u>
- 21 3. The Commission may remove any member of the Executive Committee
- 22 as provided in the Commission's bylaws.
- 23 4. The Executive Committee shall meet at least annually.
- 24 <u>a. Annual Executive Committee meetings, as well as any</u> Executive
- 25 Committee meeting at which it does not take or intend to take formal
- 26 action on a matter for which a Commission vote would otherwise be
- 27 <u>required, shall be open to the public, except that the Executive</u>
- 28 Committee may meet in a closed, non-public session of a public meeting
- 29 when dealing with any of the matters covered under Article 9.F.4.
- 30 <u>b. The Executive Committee shall give five business days advance</u>
- 31 notice of its public meetings, posted on its website and as determined to

1 provide notice to persons with an interest in the public matters the

- 2 Executive Committee intends to address at those meetings.
- 3 5. The Executive Committee may hold an emergency meeting when acting
- 4 for the Commission to:
- 5 a. Meet an imminent threat to public health, safety, or welfare;
- 6 b. Prevent a loss of Commission or Member State funds; or
- 7 c. Protect public health and safety.
- 8 <u>E. The Commission shall adopt and provide to the Member States an</u>
- 9 annual report.
- 10 <u>F. Meetings of the Commission</u>
- 11 <u>1. All meetings of the Commission that are not closed pursuant to</u>
- 12 Article 9.F.4 shall be open to the public. Notice of public meetings
- 13 shall be posted on the Commission's website at least thirty (30) days
- 14 prior to the public meeting.
- 15 2. Notwithstanding Article 9.F.1, the Commission may convene an
- 16 emergency public meeting by providing at least twenty-four (24) hours
- 17 prior notice on the Commission's website, and any other means as provided
- 18 <u>in the Commission's Rules, for any of the reasons it may dispense with</u>
- 19 <u>notice of proposed rulemaking under Article 11.L. The Commission's legal</u>
- 20 <u>counsel shall certify that one of the reasons justifying an emergency</u>
- 21 <u>public meeting has been met.</u>
- 22 3. Notice of all Commission meetings shall provide the time, date,
- 23 and location of the meeting, and if the meeting is to be held or
- 24 accessible via telecommunication, video conference, or other electronic
- 25 means, the notice shall include the mechanism for access to the meeting.
- 26 <u>4. The Commission may convene in a closed, non-public meeting for</u>
- 27 the Commission to discuss:
- 28 a. Non-compliance of a Member State with its obligations under the
- 29 <u>Compact;</u>
- 30 <u>b. The employment, compensation, discipline or other matters,</u>
- 31 practices or procedures related to specific employees or other matters

1 related to the Commission's internal personnel practices and procedures;

- 2 <u>c. Current or threatened discipline of a Licensee by the Commission</u>
- 3 or by a Member State's Licensing Authority;
- 4 d. Current, threatened, or reasonably anticipated litigation;
- 5 <u>e. Negotiation of contracts for the purchase, lease, or sale of</u>
- 6 goods, services, or real estate;
- 7 <u>f. Accusing any person of a crime or formally censuring any person;</u>
- 8 <u>g. Trade secrets or commercial or financial information that is</u>
- 9 privileged or confidential;
- 10 h. Information of a personal nature where disclosure would
- 11 constitute a clearly unwarranted invasion of personal privacy;
- i. Investigative records compiled for law enforcement purposes;
- j. Information related to any investigative reports prepared by, on
- 14 behalf of, or for use of the Commission or other committee charged with
- 15 <u>responsibility of investigation or determination of compliance issues</u>
- 16 pursuant to the Compact;
- 17 k. Legal Advice;
- 18 l. Matters specifically exempted from disclosure to the public by
- 19 <u>federal or Member State law; or</u>
- 20 <u>m. Other matters as promulgated by the Commission by Rule.</u>
- 5. If a meeting, or portion of a meeting, is closed, the presiding
- 22 officer shall state that the meeting will be closed and reference each
- 23 relevant exempting provision, and such reference shall be recorded in the
- 24 minutes.
- 25 6. The Commission shall keep minutes that fully and clearly describe
- 26 all matters discussed in a meeting and shall provide a full and accurate
- 27 <u>summary of actions taken, and the reasons therefore, including a</u>
- 28 description of the views expressed. All documents considered in
- 29 connection with an action shall be identified in such minutes. All
- 30 minutes and documents of a closed meeting shall remain under seal,
- 31 subject to release only by a majority vote of the Commission or order of

- 1 a court of competent jurisdiction.
- 2 <u>G. Financing of the Commission</u>
- 3 1. The Commission shall pay, or provide for the payment of, the
- 4 reasonable expenses of its establishment, organization, and ongoing
- 5 activities.
- 6 2. The Commission may accept any and all appropriate sources of
- 7 revenue, donations, and grants of money, equipment, supplies, materials,
- 8 and services.
- 9 3. The Commission may levy on and collect an annual assessment from
- 10 each Member State and impose fees on Licensees of Member States to whom
- 11 <u>it grants a Multistate License to cover the cost of the operations and</u>
- 12 <u>activities of the Commission and its staff, which must be in a total</u>
- 13 amount sufficient to cover its annual budget as approved each year for
- 14 which revenue is not provided by other sources. The aggregate annual
- 15 assessment amount for Member States shall be allocated based upon a
- 16 formula that the Commission shall promulgate by Rule.
- 17 4. The Commission shall not incur obligations of any kind prior to
- 18 securing the funds adequate to meet the same; nor shall the Commission
- 19 pledge the credit of any Member States, except by and with the authority
- 20 <u>of the Member State.</u>
- 21 5. The Commission shall keep accurate accounts of all receipts and
- 22 disbursements. The receipts and disbursements of the Commission shall be
- 23 subject to the financial review and accounting procedures established
- 24 under its bylaws. All receipts and disbursements of funds handled by the
- 25 Commission shall be subject to an annual financial review by a certified
- 26 or licensed public accountant, and the report of the financial review
- 27 shall be included in and become part of the annual report of the
- 28 Commission.
- 29 <u>H. Qualified Immunity, Defense, and Indemnification</u>
- 30 <u>1. The members, officers, executive director, employees, and</u>
- 31 representatives of the Commission shall be immune from suit and

LB82 2025

- 1 liability, both personally and in their official capacity, for any claim
- 2 for damage to or loss of property or personal injury or other civil
- 3 liability caused by or arising out of any actual or alleged act, error,
- 4 or omission that occurred, or that the person against whom the claim is
- 5 made had a reasonable basis for believing occurred within the scope of
- 6 Commission employment, duties, or responsibilities; provided that nothing
- 7 in this paragraph shall be construed to protect any such person from suit
- 8 or liability for any damage, loss, injury, or liability caused by the
- 9 intentional or willful or wanton misconduct of that person. The
- 10 procurement of insurance of any type by the Commission shall not in any
- 11 <u>way compromise or limit the immunity granted hereunder.</u>
- 12 <u>2. The Commission shall defend any member, officer, executive</u>
- 13 <u>director, employee, and representative of the Commission in any civil</u>
- 14 action seeking to impose liability arising out of any actual or alleged
- 15 act, error, or omission that occurred within the scope of Commission
- 16 employment, duties, or responsibilities, or as determined by the
- 17 Commission that the person against whom the claim is made had a
- 18 reasonable basis for believing occurred within the scope of Commission
- 19 employment, duties, or responsibilities; provided that nothing herein
- 20 shall be construed to prohibit that person from retaining their own
- 21 counsel at their own expense; and provided further, that the actual or
- 22 alleged act, error, or omission did not result from that person's
- 23 intentional or willful or wanton misconduct.
- 24 3. The Commission shall indemnify and hold harmless any member,
- 25 officer, executive director, employee, and representative of the
- 26 Commission for the amount of any settlement or judgment obtained against
- 27 that person arising out of any actual or alleged act, error, or omission
- 28 that occurred within the scope of Commission employment, duties, or
- 29 <u>responsibilities</u>, or that such person had a reasonable basis for
- 30 believing occurred within the scope of Commission employment, duties, or
- 31 responsibilities, provided that the actual or alleged act, error, or

1 omission did not result from the intentional or willful or wanton

- 2 <u>misconduct of that person.</u>
- 3 4. Nothing herein shall be construed as a limitation on the
- 4 liability of any Licensee for professional malpractice or misconduct,
- 5 which shall be governed solely by any other applicable State laws.
- 6 5. Nothing in this Compact shall be interpreted to waive or
- 7 otherwise abrogate a Member State's State action immunity or State action
- 8 <u>affirmative defense with respect to antitrust claims under the Sherman</u>
- 9 Act, Clayton Act, or any other State or federal antitrust or
- 10 <u>anticompetitive law or regulation.</u>
- 11 <u>6. Nothing in this Compact shall be construed to be a waiver of</u>
- 12 <u>sovereign immunity by the Member States or by the Commission.</u>
- 13 ARTICLE 10- DATA SYSTEM
- A. The Commission shall provide for the development, maintenance,
- 15 operation, and utilization of a coordinated database and reporting
- 16 system.
- 17 B. The Commission shall assign each applicant for a Multistate
- 18 License a unique identifier, as determined by the Rules of the
- 19 <u>Commission</u>.
- 20 <u>C. Notwithstanding any other provision of State law to the contrary,</u>
- 21 <u>a Member State shall submit a uniform data set to the Data System on all</u>
- 22 individuals to whom this Compact is applicable as required by the Rules
- 23 of the Commission, including:
- 24 1. Identifying information;
- 25 2. Licensure data;
- 26 <u>3. Adverse Actions against a license and information related</u>
- 27 <u>thereto;</u>
- 28 <u>4. Non-confidential information related to Alternative Program</u>
- 29 participation, the beginning and ending dates of such participation, and
- 30 other information related to such participation;
- 31 5. Any denial of application for licensure, and the reason(s) for

1 such denial (excluding the reporting of any criminal history record

- 2 information where prohibited by law);
- The existence of Investigative Information;
- 4 7. The existence of Current Significant Investigative Information;
- 5 and
- 8. Other information that may facilitate the administration of this
- 7 Compact or the protection of the public, as determined by the Rules of
- 8 the Commission.
- 9 D. The records and information provided to a Member State pursuant
- 10 to this Compact or through the Data System, when certified by the
- 11 <u>Commission or an agent thereof, shall constitute the authenticated</u>
- 12 <u>business records of the Commission, and shall be entitled to any</u>
- 13 <u>associated hearsay exception in any relevant judicial, quasi-judicial, or</u>
- 14 <u>administrative proceedings in a Member State.</u>
- 15 <u>E. The existence of Current Significant Investigative Information</u>
- 16 <u>and the existence of Investigative Information pertaining to a Licensee</u>
- in any Member State will only be available to other Member States.
- 18 <u>F. It is the responsibility of the Member States to monitor the</u>
- 19 <u>database to determine whether Adverse Action has been taken against a</u>
- 20 <u>Licensee or License applicant. Adverse Action information pertaining to a</u>
- 21 Licensee or License applicant in any Member State will be available to
- 22 any other Member State.
- 23 <u>G. Member States contributing information to the Data System may</u>
- 24 designate information that may not be shared with the public without the
- 25 express permission of the contributing State.
- 26 H. Any information submitted to the Data System that is subsequently
- 27 expunded pursuant to federal law or the laws of the Member State
- 28 contributing the information shall be removed from the Data System.
- 29 <u>ARTICLE 11- RULEMAKING</u>
- 30 A. The Commission shall promulgate reasonable Rules in order to
- 31 effectively and efficiently implement and administer the purposes and

1 provisions of the Compact. A Rule shall be invalid and have no force or

- 2 <u>effect only if a court of competent jurisdiction holds that the Rule is</u>
- 3 invalid because the Commission exercised its rulemaking authority in a
- 4 manner that is beyond the scope and purposes of the Compact, or the
- 5 powers granted hereunder, or based upon another applicable standard of
- 6 review.
- 7 B. The Rules of the Commission shall have the force of law in each
- 8 Member State, provided however that where the Rules of the Commission
- 9 conflict with the laws of the Member State that establish the Member
- 10 State's scope of practice laws governing the Practice of Cosmetology as
- 11 <u>held by a court of competent jurisdiction, the Rules of the Commission</u>
- 12 <u>shall be ineffective in that State to the extent of the conflict.</u>
- 13 <u>C. The Commission shall exercise its rulemaking powers pursuant to</u>
- 14 the criteria set forth in this Article and the Rules adopted thereunder.
- 15 Rules shall become binding as of the date specified by the Commission for
- 16 each Rule.
- 17 <u>D. If a majority of the legislatures of the Member States rejects a</u>
- 18 Rule or portion of a Rule, by enactment of a statute or resolution in the
- 19 same manner used to adopt the Compact within four (4) years of the date
- 20 of adoption of the Rule, then such Rule shall have no further force and
- 21 effect in any Member State or to any State applying to participate in the
- 22 Compact.
- 23 <u>E. Rules shall be adopted at a regular or special meeting of the</u>
- 24 Commission.
- 25 F. Prior to adoption of a proposed Rule, the Commission shall hold a
- 26 <u>public hearing and allow persons to provide oral and written comments,</u>
- 27 data, facts, opinions, and arguments.
- 28 G. Prior to adoption of a proposed Rule by the Commission, and at
- 29 least thirty (30) days in advance of the meeting at which the Commission
- 30 will hold a public hearing on the proposed Rule, the Commission shall
- 31 provide a notice of proposed rulemaking:

1 1. On the website of the Commission or other publicly accessible

- 2 platform;
- 3 2. To persons who have requested notice of the Commission's notices
- 4 of proposed rulemaking; and
- 5 <u>3. In such other way(s) as the Commission may by Rule specify.</u>
- 6 H. The notice of proposed rulemaking shall include:
- 7 1. The time, date, and location of the public hearing at which the
- 8 Commission will hear public comments on the proposed Rule and, if
- 9 different, the time, date, and location of the meeting where the
- 10 Commission will consider and vote on the proposed Rule;
- 11 <u>2. If the hearing is held via telecommunication, video conference,</u>
- 12 <u>or other electronic means, the Commission shall include the mechanism for</u>
- 13 <u>access to the hearing in the notice of proposed rulemaking;</u>
- 3. The text of the proposed Rule and the reason therefor;
- 15 4. A request for comments on the proposed Rule from any interested
- 16 person; and
- 17 <u>5. The manner in which interested persons may submit written</u>
- 18 comments.
- 19 <u>I. All hearings will be recorded. A copy of the recording and all</u>
- 20 written comments and documents received by the Commission in response to
- 21 <u>the proposed Rule shall be available to the public.</u>
- 22 J. Nothing in this Article shall be construed as requiring a
- 23 separate hearing on each Rule. Rules may be grouped for the convenience
- 24 of the Commission at hearings required by this Article.
- 25 K. The Commission shall, by majority vote of all members, take final
- 26 action on the proposed Rule based on the rulemaking record and the full
- 27 text of the Rule.
- 28 1. The Commission may adopt changes to the proposed Rule provided
- 29 the changes do not enlarge the original purpose of the proposed Rule.
- 30 <u>2. The Commission shall provide an explanation of the reasons for</u>
- 31 substantive changes made to the proposed Rule as well as reasons for

- 1 substantive changes not made that were recommended by commenters.
- 2 <u>3. The Commission shall determine a reasonable effective date for</u>
- 3 the Rule. Except for an emergency as provided in Article 11.L, the
- 4 effective date of the Rule shall be no sooner than forty-five (45) days
- 5 after the Commission issuing the notice that it adopted or amended the
- 6 Rule.
- 7 <u>L. Upon determination that an emergency exists, the Commission may</u>
- 8 consider and adopt an emergency Rule with five (5) days' notice, with
- 9 opportunity to comment, provided that the usual rulemaking procedures
- 10 provided in the Compact and in this Article shall be retroactively
- 11 applied to the Rule as soon as reasonably possible, in no event later
- 12 than ninety (90) days after the effective date of the Rule. For the
- 13 purposes of this provision, an emergency Rule is one that must be adopted
- 14 <u>immediately to:</u>
- Meet an imminent threat to public health, safety, or welfare;
- 16 2. Prevent a loss of Commission or Member State funds;
- 17 <u>3. Meet a deadline for the promulgation of a Rule that is</u>
- 18 <u>established by federal law or rule; or</u>
- 19 <u>4. Protect public health and safety.</u>
- 20 <u>M. The Commission or an authorized committee of the Commission may</u>
- 21 direct revisions to a previously adopted Rule for purposes of correcting
- 22 typographical errors, errors in format, errors in consistency, or
- 23 grammatical errors. Public notice of any revisions shall be posted on the
- 24 website of the Commission. The revision shall be subject to challenge by
- 25 any person for a period of thirty (30) days after posting. The revision
- 26 may be challenged only on grounds that the revision results in a material
- 27 <u>change to a Rule. A challenge shall be made in writing and delivered to</u>
- 28 the Commission prior to the end of the notice period. If no challenge is
- 29 made, the revision will take effect without further action. If the
- 30 revision is challenged, the revision may not take effect without the
- 31 approval of the Commission.

N. No Member State's rulemaking requirements shall apply under this

- 2 <u>Compact.</u>
- 3 ARTICLE 12- OVERSIGHT, DISPUTE RESOLUTION, AND ENFORCEMENT
- 4 A. Oversight
- 5 <u>1. The executive and judicial branches of State government in each</u>
- 6 Member State shall enforce this Compact and take all actions necessary
- 7 and appropriate to implement the Compact.
- 8 <u>2. Venue is proper and judicial proceedings by or against the</u>
- 9 Commission shall be brought solely and exclusively in a court of
- 10 competent jurisdiction where the principal office of the Commission is
- 11 <u>located. The Commission may waive venue and jurisdictional defenses to</u>
- 12 <u>the extent it adopts or consents to participate in alternative dispute</u>
- 13 resolution proceedings. Nothing herein shall affect or limit the
- 14 <u>selection or propriety of venue in any action against a Licensee for</u>
- 15 professional malpractice, misconduct, or any such similar matter.
- 3. The Commission shall be entitled to receive service of process in
- 17 any proceeding regarding the enforcement or interpretation of the Compact
- 18 and shall have standing to intervene in such a proceeding for all
- 19 purposes. Failure to provide the Commission service of process shall
- 20 render a judgment or order void as to the Commission, this Compact, or
- 21 <u>promulgated Rules.</u>
- 22 B. Default, Technical Assistance, and Termination
- 23 1. If the Commission determines that a Member State has defaulted in
- 24 the performance of its obligations or responsibilities under this Compact
- 25 or the promulgated Rules, the Commission shall provide written notice to
- 26 the defaulting State. The notice of default shall describe the default,
- 27 the proposed means of curing the default, and any other action that the
- 28 <u>Commission may take, and shall offer training and specific technical</u>
- 29 <u>assistance regarding the default.</u>
- 30 <u>2. The Commission shall provide a copy of the notice of default to</u>
- 31 the other Member States.

LB82 2025

- 3. If a State in default fails to cure the default, the defaulting
- 2 State may be terminated from the Compact upon an affirmative vote of a
- 3 majority of the delegates of the Member States, and all rights,
- 4 privileges, and benefits conferred on that State by this Compact may be
- 5 terminated on the effective date of termination. A cure of the default
- 6 does not relieve the offending State of obligations or liabilities
- 7 incurred during the period of default.
- 8 <u>4. Termination of membership in the Compact shall be imposed only</u>
- 9 after all other means of securing compliance have been exhausted. Notice
- 10 <u>of intent to suspend or terminate shall be given by the Commission to the</u>
- 11 governor, the majority and minority leaders of the defaulting State's
- 12 <u>legislature</u>, the defaulting State's State Licensing Authority, and each
- 13 <u>of the Member States' State Licensing Authority.</u>
- 14 <u>5. A State that has been terminated is responsible for all</u>
- 15 <u>assessments</u>, <u>obligations</u>, <u>and liabilities incurred through the effective</u>
- 16 date of termination, including obligations that extend beyond the
- 17 effective date of termination.
- 18 6. Upon the termination of a State's membership from this Compact,
- 19 that State shall immediately provide notice to all Licensees who hold a
- 20 Multistate License within that State of such termination. The terminated
- 21 State shall continue to recognize all licenses granted pursuant to this
- 22 Compact for a minimum of one hundred eighty (180) days after the date of
- 23 said notice of termination.
- 7. The Commission shall not bear any costs related to a State that
- 25 is found to be in default or that has been terminated from the Compact,
- 26 <u>unless agreed upon in writing between the Commission and the defaulting</u>
- 27 State.
- 28 8. The defaulting State may appeal the action of the Commission by
- 29 petitioning the United States District Court for the District of Columbia
- 30 or the federal district where the Commission has its principal offices.
- 31 The prevailing party shall be awarded all costs of such litigation,

- 1 including reasonable attorney's fees.
- 2 <u>C. Dispute Resolution</u>
- 3 1. Upon request by a Member State, the Commission shall attempt to
- 4 resolve disputes related to the Compact that arise among Member States
- 5 and between Member and non-Member States.
- 6 <u>2. The Commission shall promulgate a Rule providing for both</u>
- 7 mediation and binding dispute resolution for disputes as appropriate.
- 8 D. Enforcement
- 9 1. The Commission, in the reasonable exercise of its discretion,
- 10 shall enforce the provisions of this Compact and the Commission's Rules.
- 11 <u>2. By majority vote as provided by Commission Rule, the Commission</u>
- 12 may initiate legal action against a Member State in default in the United
- 13 States District Court for the District of Columbia or the federal
- 14 district where the Commission has its principal offices to enforce
- 15 compliance with the provisions of the Compact and its promulgated Rules.
- 16 The relief sought may include both injunctive relief and damages. In the
- 17 event judicial enforcement is necessary, the prevailing party shall be
- 18 awarded all costs of such litigation, including reasonable attorney's
- 19 <u>fees. The remedies herein shall not be the exclusive remedies of the</u>
- 20 <u>Commission</u>. The Commission may pursue any other remedies available under
- 21 <u>federal or the defaulting Member State's law.</u>
- 22 3. A Member State may initiate legal action against the Commission
- 23 in the United States District Court for the District of Columbia or the
- 24 federal district where the Commission has its principal offices to
- 25 enforce compliance with the provisions of the Compact and its promulgated
- 26 Rules. The relief sought may include both injunctive relief and damages.
- 27 <u>In the event judicial enforcement is necessary, the prevailing party</u>
- 28 <u>shall be awarded all costs of such litigation, including reasonable</u>
- 29 <u>attorney's fees.</u>
- 30 <u>4. No individual or entity other than a Member State may enforce</u>
- 31 this Compact against the Commission.

- 1 ARTICLE 13- EFFECTIVE DATE, WITHDRAWAL, AND AMENDMENT
- 2 A. The Compact shall come into effect on the date on which the
- 3 Compact statute is enacted into law in the seventh Member State.
- 4 1. On or after the effective date of the Compact, the Commission
- 5 <u>shall convene and review the enactment of each of the Charter Member</u>
- 6 States to determine if the statute enacted by each such Charter Member
- 7 State is materially different than the model Compact statute.
- 8 <u>a. A Charter Member State whose enactment is found to be materially</u>
- 9 <u>different from the model Compact statute shall be entitled to the default</u>
- 10 process set forth in Article 12.
- 11 <u>b. If any Member State is later found to be in default, or is</u>
- 12 <u>terminated or withdraws from the Compact, the Commission shall remain in</u>
- 13 existence and the Compact shall remain in effect even if the number of
- 14 Member States should be less than seven (7).
- 15 <u>2. Member States enacting the Compact subsequent to the Charter</u>
- 16 Member States shall be subject to the process set forth in Article 9.C.24
- 17 to determine if their enactments are materially different from the model
- 18 <u>Compact statute and whether they qualify for participation in the</u>
- 19 <u>Compact.</u>
- 20 <u>3. All actions taken for the benefit of the Commission or in</u>
- 21 furtherance of the purposes of the administration of the Compact prior to
- 22 the effective date of the Compact or the Commission coming into existence
- 23 shall be considered to be actions of the Commission unless specifically
- 24 repudiated by the Commission.
- 25 4. Any State that joins the Compact shall be subject to the
- 26 Commission's Rules and bylaws as they exist on the date on which the
- 27 <u>Compact becomes law in that State. Any Rule that has been previously</u>
- 28 adopted by the Commission shall have the full force and effect of law on
- 29 <u>the day the Compact becomes law in that State.</u>
- 30 B. Any Member State may withdraw from this Compact by enacting a
- 31 statute repealing that State's enactment of the Compact.

1 1. A Member State's withdrawal shall not take effect until one

- 2 <u>hundred eighty (180) days after enactment of the repealing statute.</u>
- 3 2. Withdrawal shall not affect the continuing requirement of the
- 4 withdrawing State's State Licensing Authority to comply with the
- 5 <u>investigative and Adverse Action reporting requirements of this Compact</u>
- 6 prior to the effective date of withdrawal.
- 7 <u>3. Upon the enactment of a statute withdrawing from this Compact, a</u>
- 8 State shall immediately provide notice of such withdrawal to all
- 9 Licensees within that State. Notwithstanding any subsequent statutory
- 10 <u>enactment to the contrary, such withdrawing State shall continue to</u>
- 11 <u>recognize all licenses granted pursuant to this Compact for a minimum of</u>
- 12 <u>one hundred eighty (180) days after the date of such notice of</u>
- 13 <u>withdrawal.</u>
- 14 <u>C. Nothing contained in this Compact shall be construed to</u>
- 15 invalidate or prevent any licensure agreement or other cooperative
- 16 <u>arrangement between a Member State and a non-Member State that does not</u>
- 17 conflict with the provisions of this Compact.
- D. This Compact may be amended by the Member States. No amendment to
- 19 <u>this Compact shall become effective and binding upon any Member State</u>
- 20 <u>until it is enacted into the laws of all Member States.</u>
- 21 <u>ARTICLE 14- CONSTRUCTION AND SEVERABILITY</u>
- 22 A. This Compact and the Commission's rulemaking authority shall be
- 23 liberally construed so as to effectuate the purposes, and the
- 24 implementation and administration of the Compact. Provisions of the
- 25 Compact expressly authorizing or requiring the promulgation of Rules
- 26 <u>shall not be construed to limit the Commission's rulemaking authority</u>
- 27 solely for those purposes.
- 28 <u>B. The provisions of this Compact shall be severable and if any </u>
- 29 phrase, clause, sentence, or provision of this Compact is held by a court
- 30 of competent jurisdiction to be contrary to the constitution of any
- 31 Member State, a State seeking participation in the Compact, or of the

1 United States, or the applicability thereof to any government, agency,

- 2 person, or circumstance is held to be unconstitutional by a court of
- 3 competent jurisdiction, the validity of the remainder of this Compact and
- 4 the applicability thereof to any other government, agency, person, or
- 5 circumstance shall not be affected thereby.
- 6 C. Notwithstanding Article 14.B, the Commission may deny a State's
- 7 participation in the Compact or, in accordance with the requirements of
- 8 Article 12, terminate a Member State's participation in the Compact, if
- 9 it determines that a constitutional requirement of a Member State is a
- 10 material departure from the Compact. Otherwise, if this Compact shall be
- 11 <u>held to be contrary to the constitution of any Member State, the Compact</u>
- 12 <u>shall remain in full force and effect as to the remaining Member States</u>
- 13 and in full force and effect as to the Member State affected as to all
- 14 <u>severable matters</u>.
- 15 ARTICLE 15- CONSISTENT EFFECT AND CONFLICT WITH OTHER STATE LAWS
- A. Nothing herein shall prevent or inhibit the enforcement of any
- 17 other law of a Member State that is not inconsistent with the Compact.
- 18 B. Any laws, statutes, regulations, or other legal requirements in a
- 19 Member State in conflict with the Compact are superseded to the extent of
- 20 the conflict.
- 21 <u>C. All permissible agreements between the Commission and the Member</u>
- 22 States are binding in accordance with their terms.
- 23 Sec. 2. Section 38-1001, Revised Statutes Cumulative Supplement,
- 24 2024, is amended to read:
- 25 38-1001 Sections 38-1001 to 38-10,172 and section 5 of this act
- 26 shall be known and may be cited as the Cosmetology, Electrology,
- 27 Esthetics, Nail Technology, and Body Art Practice Act.
- 28 Sec. 3. Section 38-1004, Revised Statutes Cumulative Supplement,
- 29 2024, is amended to read:
- 30 38-1004 For purposes of the Cosmetology, Electrology, Esthetics,
- 31 Nail Technology, and Body Art Practice Act and elsewhere in the Uniform

1 Credentialing Act, unless the context otherwise requires, the definitions

- 2 found in sections 38-1005 to 38-1056 and section 5 of this act apply.
- 3 Sec. 4. Section 38-1015, Reissue Revised Statutes of Nebraska, is
- 4 amended to read:
- 5 38-1015 Cosmetologist means a person licensed under the Cosmetology,
- 6 Electrology, Esthetics, Nail Technology, and Body Art Practice Act to
- 7 perform all of the practices of cosmetology or a person holding an
- 8 <u>authorization to practice under the Cosmetology Licensure Compact</u>.
- 9 Sec. 5. License or licensure, when used in reference to a
- 10 requirement that an individual be licensed to practice cosmetology,
- 11 includes:
- 12 <u>(1) A license to practice cosmetology issued by the department under</u>
- 13 the Cosmetology, Electrology, Esthetics, Nail Technology, and Body Art
- 14 Practice Act; and
- 15 (2) Subject to rules and regulations adopted and promulgated under
- 16 <u>the act, an authorization to practice under the Cosmetology Licensure</u>
- 17 Compact.
- 18 Sec. 6. Section 38-1058, Revised Statutes Cumulative Supplement,
- 19 2024, is amended to read:
- 20 38-1058 It shall be unlawful for any person, group, company, or
- 21 other entity to engage in any of the following acts without being duly
- 22 licensed as required by the Cosmetology, Electrology, Esthetics, Nail
- 23 Technology, and Body Art Practice Act, or without holding an
- 24 authorization to practice under the Cosmetology Licensure Compact, unless
- 25 specifically excepted by such act:
- 26 (1) To engage in or follow or to advertise or hold oneself out as
- 27 engaging in or following any of the practices of cosmetology or to act as
- 28 a practitioner;
- 29 (2) To engage in or advertise or hold oneself out as engaging in the
- 30 teaching of any of the practices of cosmetology; or
- 31 (3) To operate or advertise or hold oneself out as operating a

1 cosmetology establishment in which any of the practices of cosmetology or

- 2 the teaching of any of the practices of cosmetology are carried out.
- 3 Sec. 7. Section 38-1061, Revised Statutes Cumulative Supplement,
- 4 2024, is amended to read:
- 5 38-1061 (1) All practitioners shall be licensed by the department
- 6 under the Cosmetology, Electrology, Esthetics, Nail Technology, and Body
- 7 Art Practice Act, or hold an authorization to practice under the
- 8 <u>Cosmetology Licensure Compact</u>, in a category or categories appropriate to
- 9 their practice.
- 10 (2) Licensure or an authorization to practice under the Cosmetology
- 11 <u>Licensure Compact</u> shall be required before any person may engage in the
- 12 full, unsupervised practice or teaching of cosmetology, electrology,
- 13 esthetics, nail technology, or body art, and no person may assume the
- 14 title of cosmetologist, electrologist, esthetician, instructor, nail
- 15 technician, nail technology instructor, esthetics instructor, permanent
- 16 color technician, tattoo artist, body piercer, or body brander without
- 17 first being licensed by the department<u>or holding a compact</u>
- 18 <u>authorization</u>.
- 19 (3) All licensed <u>and authorized</u> practitioners shall practice in an
- 20 appropriate licensed establishment or facility.
- 21 Sec. 8. Original section 38-1015, Reissue Revised Statutes of
- 22 Nebraska, and sections 38-1001, 38-1004, 38-1058, and 38-1061, Revised
- 23 Statutes Cumulative Supplement, 2024, are repealed.