

**75th OREGON LEGISLATIVE ASSEMBLY – 2009 Regular Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: SB 5512-A

JOINT COMMITTEE ON WAYS AND MEANS

**Carrier – House: Rep. Harker
Carrier – Senate: Sen. Schrader**

Action: Do Pass as Amended and Be Printed A-Engrossed

Vote: 17 – 4 – 1

House – Yeas: Buckley, D. Edwards, Galizio, Garrard, Jenson, Komp, Kotek, Nathanson, Shields, G. Smith

– Nays: Gilman, Richardson

– Exc:

Senate – Yeas: Carter, Johnson, Monroe, Nelson, Verger, Walker, Winters

– Nays: Girod, Whitsett

– Exc: Bates

Prepared By: Rachel Nolin, Department of Administrative Services

Reviewed By: Daron Hill, Legislative Fiscal Office

Meeting Date: May 29, 2009

Agency

Construction Contractors Board

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Biennium

2009-11

Budget Summary*

| | 2007-09 Legislatively Approved Budget (1) | 2009-11 Essential Budget Level | 2009-11 Committee Recommendation | Committee Change from 2007-09 Leg. Approved | |
|-------------|--|---|---|--|-----------------|
| | | | | \$\$ Change | % Change |
| Other Funds | \$ 15,802,536 | \$ 16,832,130 | \$ 15,526,404 | \$ -276,132 | -1.75% |

Position Summary

| | | | | |
|--------------------------------------|-------|-------|------|-------|
| Authorized Positions | 82 | 79 | 79 | -3 |
| Full-time Equivalent (FTE) positions | 80.26 | 79.00 | 75.5 | -4.76 |

(1) Includes adjustments through the December 2008 meeting of the Emergency Board

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The Construction Contractors Board receives 95 percent of its revenue from contractor licenses and renewal fees. Given current economic conditions, the revenue flow for the agency is projected to be short of the Essential Budget Level for 2009-11. The agency is expected to carry forward nearly \$4 million from 2007-09 to help offset some of the expenditures.

The Subcommittee approved continuing the current fee of \$260 through June 2010 and allowing the agency to increase the fee to \$325 effective July 1, 2010.

Summary of Education Subcommittee Action

The Subcommittee approved a budget for the Construction Contractors Board of \$15,526,404 Other Funds and 79 (75.50 FTE) positions. This is a 1.75 percent decrease from the 2007-09 Legislatively Approved Budget.

The Subcommittee approved Package 810 for a reduction of \$1,305,726 Other Funds from the Essential Budget Level. This package reduces 3.50 full-time equivalents on seven positions on July 1, 2010 and makes reductions to a number of Services and Supplies items (\$920,000). This allows the agency to operate without reductions in staff from the Essential Budget Level for the first 12 months of the biennium and then review the status of their revenues. The Subcommittee recommended that the agency report to either the Emergency Board or the interim Joint Committee on Ways and Means before July of 2010 to give an update on their revenues for the biennium. If the revenues are above projections at that time, the agency may make a request to the Emergency Board to continue some or all of the positions, or not increase fees as much.

Summary of Performance Measure Action

See attached Legislatively Adopted 2009-11 Key Performance Measures form.