

**Legislative
Fiscal Office**

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**Joint Committee on
Ways and Means**

Sen. Richard Devlin, Senate Co-Chair
Rep. Nancy Nathanson, House Co-Chair

Sen. Betsy Johnson, Senate Co-Vice Chair
Sen. Jackie Winters, Senate Co-Vice Chair
Rep. Dan Rayfield, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: Ways and Means Subcommittee on General Government
From: Krista Dauenhauer, Legislative Fiscal Office
Date: March 31, 2017
Subject: SB 5511 – Construction Contractors Board
Work Session Recommendations

Construction Contractors Board – Agency Totals

	2013-15 Actual	2015-17 Legislatively Approved	2017-19 Current Service Level	2017-19 LFO Recommended
Other Funds	12,949,609	15,051,664	16,327,641	16,321,751
Total Funds	\$12,949,609	\$15,051,664	\$16,327,641	\$16,321,751
Positions	69	62	62	61
FTE	69.00	62.00	62.00	61.00

This budget accounts for reductions in fees for contractor licenses and continuing education. Two vacant positions (2.00 FTE) have been eliminated for a total savings of \$352,730 and one limited-duration position (1.00 FTE) has been added for a cost of \$346,840. The projected ending balance is \$5,189,980 Other Funds (OF) and is equivalent to 7.5 months of operating expenditures. This budget represents a 8.3% percent increase from the 2015-17 Legislatively Approved Budget (LAB) and a 0.0% change from the 2017-19 Current Service Level (CSL).

Adjustments to Current Service Level

See attached “Work Session Presentation Report.”

Note: Statewide adjustments are not included in these recommendations. Any needed adjustments will be made in an omnibus bill at the end of session.

Accept LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5511. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5511, with modifications. (VOTE)

Performance Measures

See attached “Legislatively Proposed 2017-19 Key Performance Measures.”

Accept LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures, with modifications. (VOTE)

Recommended Changes

LFO recommends a budget of \$16,321,751 Other Funds, and 61 positions (61.00 FTE), which is reflected in the -1 amendment.

MOTION: I move adoption of the -1 amendment to SB 5511. (VOTE)

Final Subcommittee Action

LFO recommends that SB 5511, as amended by the -1 amendment, to be moved to the Ways and Means Full Committee.

MOTION: I move SB 5511, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	-	-	14,659,027	-	-	-	14,659,027	62	62.00
2015-17 Ebds, SS & Admin Act	-	-	410,943	-	-	-	410,943	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	-	-	15,069,970	-	-	-	15,069,970	62	62.00
2015-17 Leg Approved Budget (Base)	-	-	15,051,664	-	-	-	15,051,664	62	62.00
Summary of Base Adjustments	-	-	816,165	-	-	-	816,165	-	-
2017-19 Base Budget	-	-	15,867,829	-	-	-	15,867,829	62	62.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	52,105	-	-	-	52,105	-	-
030: Inflation & Price List Adjustments	-	-	407,707	-	-	-	407,707	-	-
2017-19 Current Service Level	-	-	16,327,641	-	-	-	16,327,641	62	62.00
Adjusted 2017-19 Current Service Level	-	-	16,327,641	-	-	-	16,327,641	62	62.00
Total LFO Recommended Packages	-	-	(5,890)	-	-	-	(5,890)	(1)	(1.00)
2017-19 Legislative Actions	-	-	16,321,751	-	-	-	16,321,751	61	61.00
Net change from 2015-17 Leg Approved Budget	-	-	1,251,781	-	-	-	1,251,781	(1)	(1.00)
Percent change from 2015-17 Leg Approved Budget	0.0%	0.0%	8.3%	0.0%	0.0%	0.0%	8.3%	(1.6%)	(1.6%)
Net change from 2017-19 Current Service Level	-	-	(5,890)	-	-	-	(5,890)	(1)	(1.00)
Percent change from 2017-19 Current Service Level	0.0%	0.0%	(0.0%)	0.0%	0.0%	0.0%	(0.0%)	(1.6%)	(1.6%)

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2015-17 Ebds, SS & Admin Act	-	-	410,943	-	-	-	410,943	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	-	-	15,069,970	-	-	-	15,069,970	62	62.00
2015-17 Leg Approved Budget (Base)	-	-	15,051,664	-	-	-	15,051,664	62	62.00
Summary of Base Adjustments	-	-	816,165	-	-	-	816,165	-	-
2017-19 Base Budget	-	-	15,867,829	-	-	-	15,867,829	62	62.00
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Package 101 Technology Streamlining Initiative

Package Description This package funds a full-time, limited duration Operations and Policy Analyst 4 to assist with the rollout of the online licensing system for contractors and other technology initiatives. This project is a joint effort with the Department of Consumer and Business Services that requires planning, data migration, testing, and training. This position will also oversee the work of existing ISS-series staff with regard to data migration and testing.

LFO Recommendation Approve

LFO Recommended	-	-	346,840	-	-	-	346,840	1	1.00
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Package 801 LFO Analyst Adjustments

Package Description The beginning balance for the 2017-19 biennium has been revised to \$9,626,274 which is based on updated projections for the remainder of the 2015-17 budget cycle. Business License and Fee revenues have been reduced by \$2,790,075 to account for a 25% contractor license fee reduction. A vacant Human Resources Assistant 3 and a vacant Office Specialist 2 positions (2.00 FTE) have been eliminated for a total reduction of \$305,762 in personal services and \$46,968 in services and supplies.

LFO Recommendation Approve

LFO Recommended	-	-	(352,730)	-	-	-	(352,730)	(2)	(2.00)
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