

HB 2356 B BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Hansell

Joint Committee On Ways and Means

Action Date: 06/28/17

Action: Do pass the B-Eng bill.

Senate Vote

Yeas: 11 - DeBoer, Devlin, Frederick, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Thomsen, Winters

Nays: 1 - Girod

House Vote

Yeas: 9 - Gomberg, Holvey, Huffman, Nathanson, Rayfield, Smith G, Smith Warner, Stark, Williamson

Nays: 1 - Whisnant

Exc: 1 - McLane

Prepared By: Patrick Heath, Department of Administrative Services

Reviewed By: Matt Stayner, Legislative Fiscal Office

Department of Consumer and Business Services

2017-19

Budget Summary

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	
			\$ Change	% Change
Other Funds Limited	\$ -	\$ 165,351	\$ 165,351	100.0%
Total	\$ -	\$ 165,351	\$ 165,351	100.0%

Position Summary

Authorized Positions	0	1	1	
Full-time Equivalent (FTE) positions	0.00	0.88	0.88	

Summary of Revenue Changes

Fees from the licensed debt buyers will fund the regulatory functions of House Bill 2356, similar to other entities regulated by the Department of Consumer and Business (DCBS). An annual license fee, which will be set in rule by the director of DCBS, will recover most of the costs of these new functions. The Department will complete a fee study to determine the amount of the license and renewal fee. The Department estimates 75 entities requiring a license, under House Bill 2356.

Summary of Transportation and Economic Development Subcommittee Action

House Bill 2356 establishes a new regulatory program within DCBS, to oversee debt purchasers starting, January 1, 2018. The Subcommittee approved \$165,351 Other Funds expenditure limitation to fund one permanent, full-time Financial Examiner 2 position (0.88 FTE). The position will be responsible for handling licensing, complaint investigations and resolution and conducting examinations. Additional work beyond the capacity of the new Financial Examiner 2 position will be accomplished using existing staff and resources within the Division of Financial Regulation. The estimated cost of the position is \$187,785, in the 2019-21 biennium.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Consumer and Business Services
Patrick Heath - 503-378-3742

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
SCR 018 - Division of Financial Regulation									
HB 2356 - Regulation of Debt Buyers									
Personal Services	\$ -	\$ -	\$ 133,794	\$ -	\$ -	\$ -	\$ 133,794	1	0.88
Services and Supplies	\$ -	\$ -	\$ 31,557	\$ -	\$ -	\$ -	\$ 31,557		
TOTAL ADJUSTMENTS	\$ -	\$ -	\$ 165,351	\$ -	\$ -	\$ -	\$ 165,351	1	0.88
SUBCOMMITTEE RECOMMENDATION *	\$ -	\$ -	\$ 165,351	\$ -	\$ -	\$ -	\$ 165,351	1	0.88
% Change from 2015-17 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
% Change from 2017-19 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

*Excludes Capital Construction Expenditures