



HB 187

Legislative Budget & Audit

PREPARED BY THE DEPARTMENT OF COMMERCE,
COMMUNITY AND ECONOMIC DEVELOPMENT

FEBRUARY 28, 2014

HB187 - Highlights

2

- ▶ Program receipts and other appropriations approximately equal the regulatory cost
- ▶ Average revenue and expenditures from current and prior bienniums
- ▶ Extend recovery period over multiple future bienniums
- ▶ Consolidate various fee types into a singular licensing fee

Fiscal Note \$1.8 million GF

3

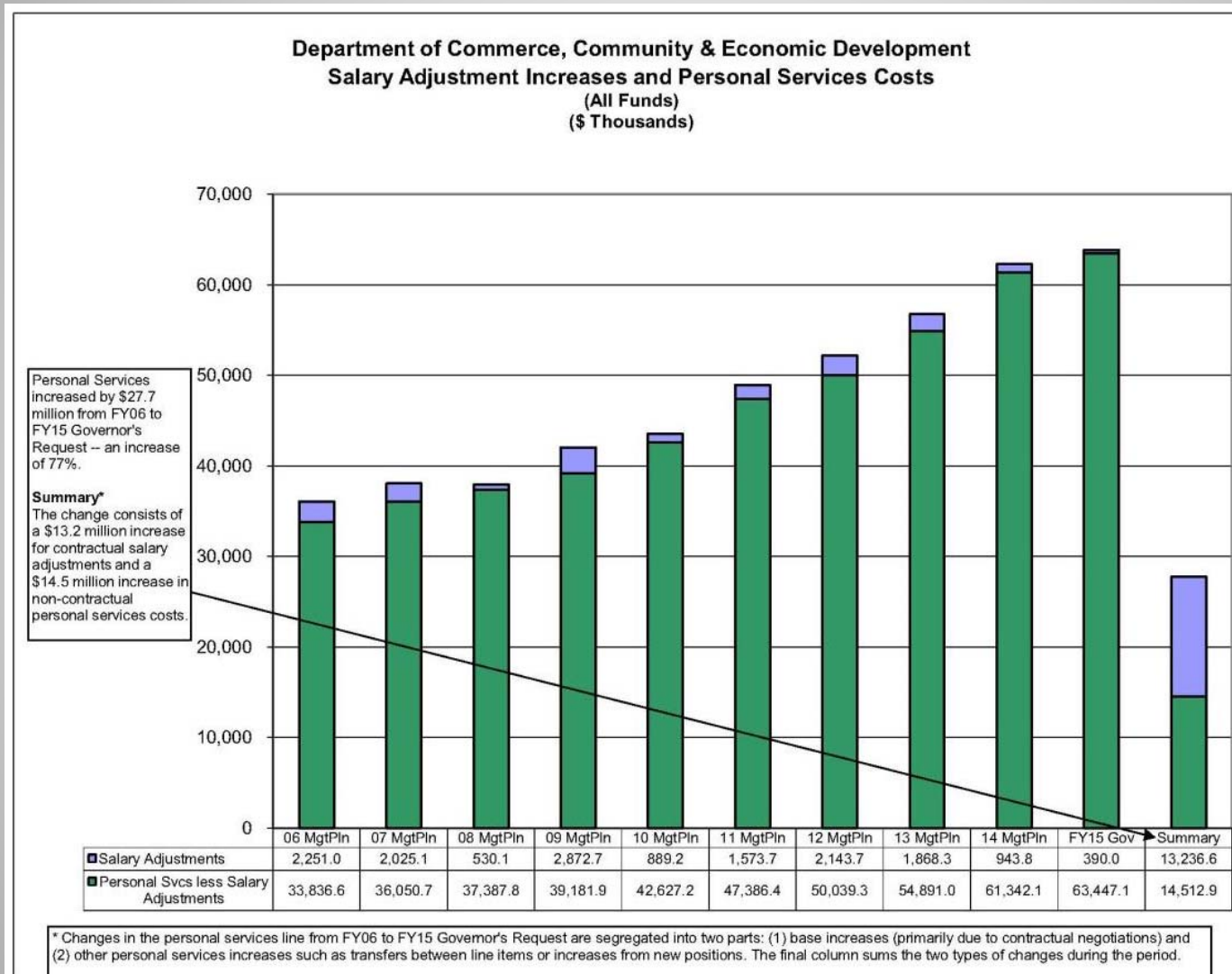
- ▶ Covers cost of Investigator positions
- ▶ Other investigation costs will continue to be covered by licensees:
 - ▶ Expert Witness
 - ▶ Department of Law
 - ▶ Hearing & Mediation
- ▶ Fund source change from receipt supported services to general fund

Investigations

- ▶ Nexus with public benefit derived from consumer protection
- ▶ Unpredictability in frequency, duration, and cost can result in fee spiking
- ▶ Insurance pool concept of receiving a benefit when needed

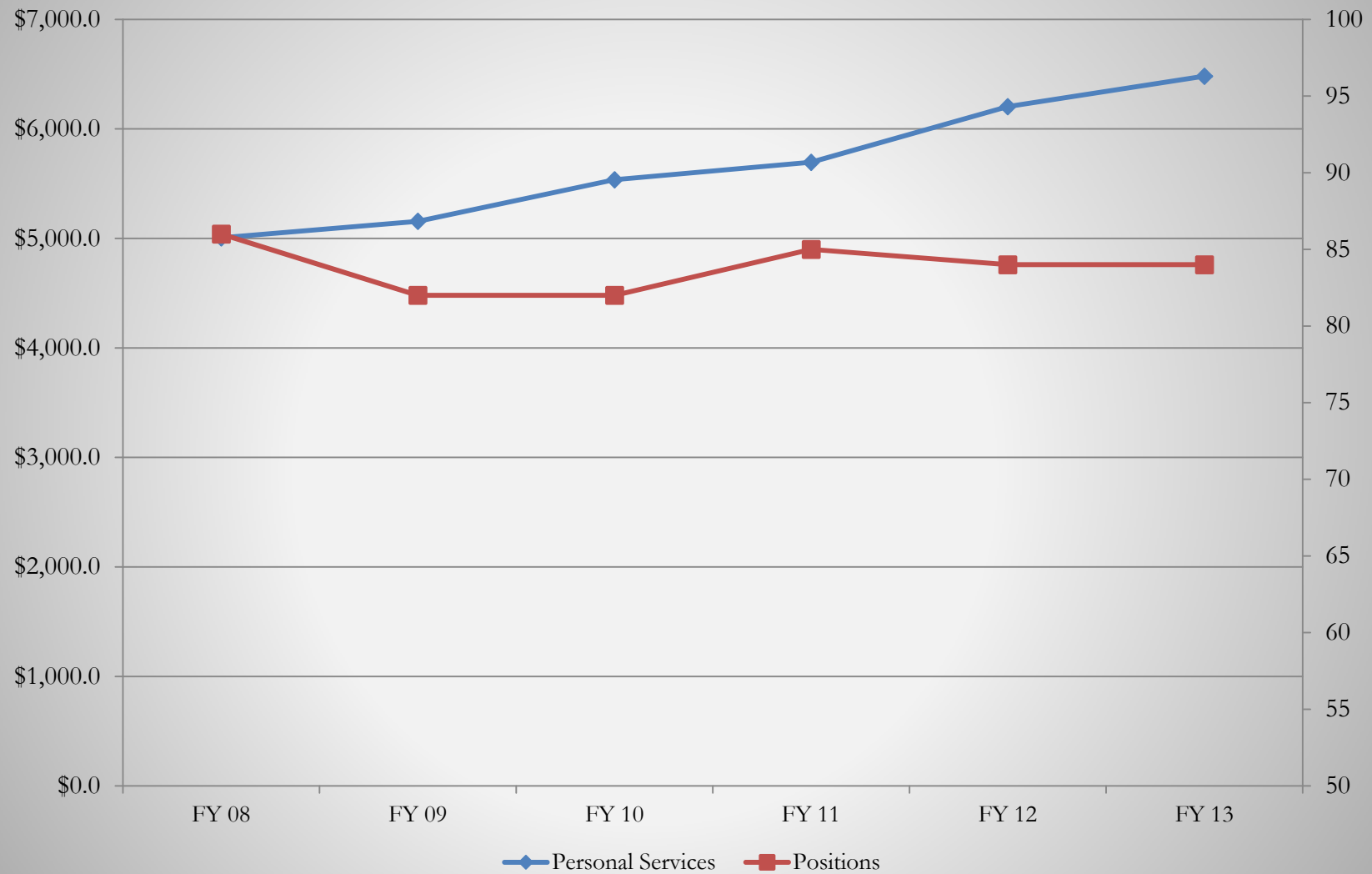
Salary Adjustment Increases & Personal Services Costs

5



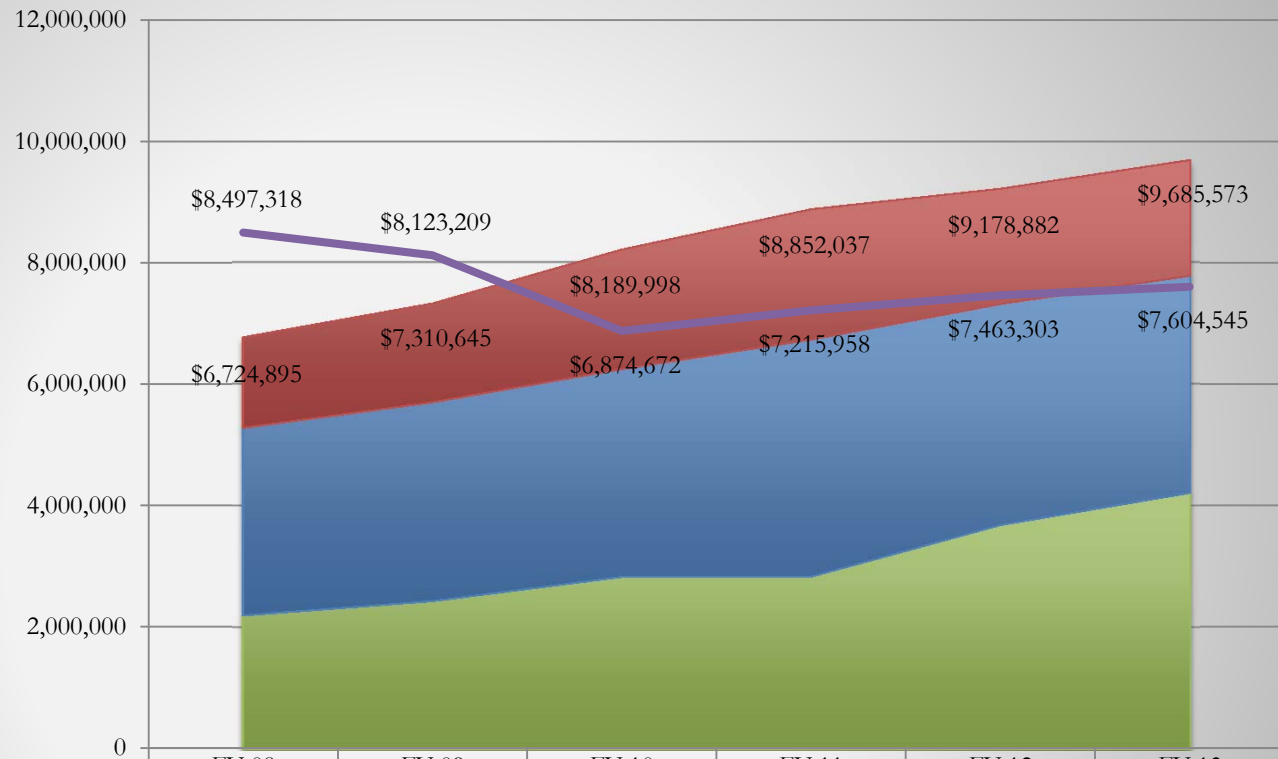
Corporations, Business and Professional Licensing Personal Services Costs and Position Growth

6



Corporations, Business and Professional Licensing Expenditures and Revenues

7



	FY 08	FY 09	FY 10	FY 11	FY 12	FY 13
Direct Investigations Expenditures	1,488,497	1,624,664	1,966,003	2,139,686	1,893,749	1,903,468
Direct Non-Investigations Expenditures	3,083,965	3,270,049	3,415,459	3,899,624	3,633,204	3,568,582
Indirect Expenditures	2,197,311	2,433,066	2,832,510	2,834,823	3,685,046	4,213,522
Total Revenue	\$8,497,318	\$8,123,209	\$6,874,672	\$7,215,958	\$7,463,303	\$7,604,545
Total Expenditures	\$6,724,895	\$7,310,645	\$8,189,998	\$8,852,037	\$9,178,882	\$9,685,573

Corporations, Business and Professional Licensing FY2013 Indirect Expenditures

\$4,213.5

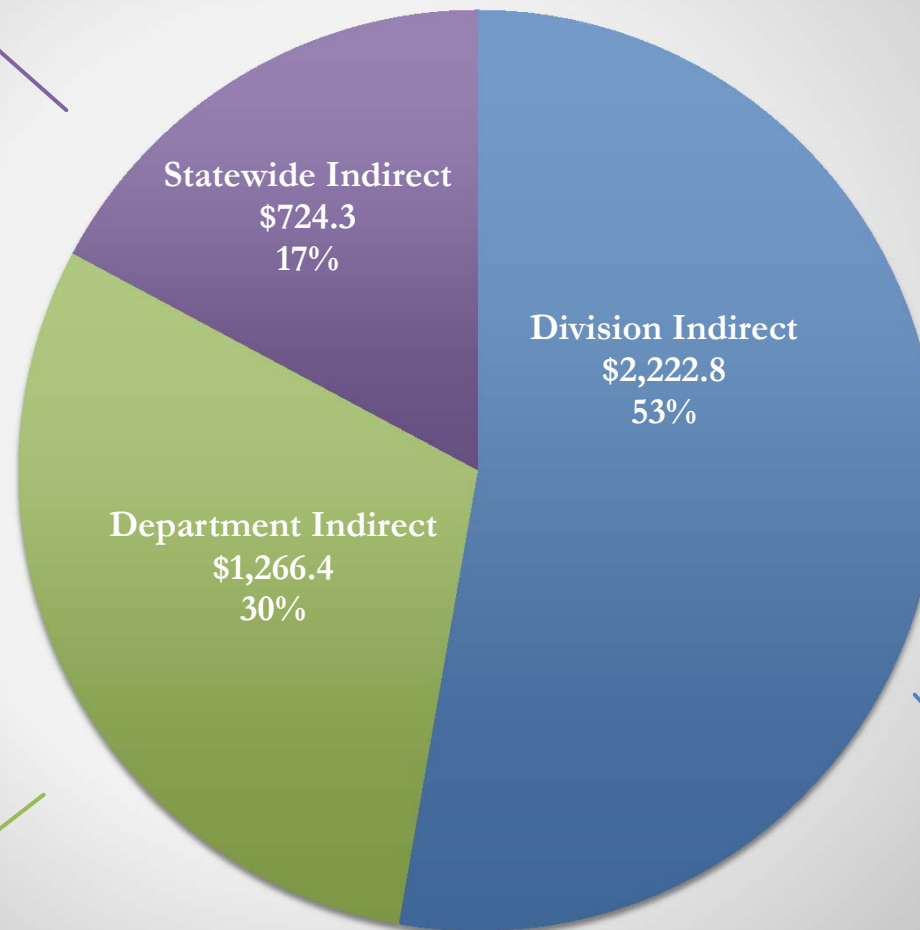
8

Statewide Indirect

- Accounting & Payroll Systems
- Risk Management
- Building Rent & Parking
- Telecomm Enterprise Support
- Computer Enterprise Support
- Microsoft Licensing
- HR Policy & Training
- Payroll & Labor Relations
- ADA Compliance

Department Indirect

- State Budget
- Accounting
- Procurement Goods & Contracts
- Personnel Management
- Recruitment
- Network Services
- Database Support
- Application Development
- Executive Support



Division Indirect

- Receipting & Front Desk
- Lexis Nexus
- Credit Card Fees
- Business Supplies
- Office Equipment
- State Vehicles
- Storage & Archives
- General Legal Support
- Publications Resources
- Freight, Courier, Postage
- Cell Phones
- Long Distance
- Virtual Private Network
- Allocation Study
- Management Support



**Comments,
Questions,
Solutions?**