

House Budget Committee Report

Agency: Board of Barbering

Bill No. 2802

Bill Sec. 5

Analyst: de Boer

Budget Analysis Vol. 1, Pg.
551

GBR Vol. 2, Pg. 122

Expenditure Summary	Agency Estimate FY 2024	Governor Recommendation FY 2024	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	228,196	215,371	325
<i>Subtotal</i>	<u>\$ 228,196</u>	<u>\$ 215,371</u>	<u>\$ 325</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 228,196</u></u>	<u><u>\$ 215,371</u></u>	<u><u>\$ 325</u></u>
FTE positions	1.9	1.9	0.0

Agency Estimate

The **agency** submits a revised estimate of \$228,196, all from the Board of Barbering Fee Fund, in expenditures and 1.9 FTE positions in FY 2024. This is an expenditure increase of \$21,325, or 10.3 percent, above the FY 2024 approved amount. The revised estimate includes **\$12,500 in supplemental funding for the development and application of an electronic licensing platform**. These funds are to cover unanticipated costs for the software development and application to comply with the verification and reporting requirements of 2023 SB 66. The platform would allow for instant data sharing between agency records and the Department of Administration's licensing verification portal.

The agency notes that after having submitted their budget, there were discussions with OITS the Division of the Budget concerning the supplemental request and it was determined that no actions needed to be taken until FY 2026. According to the agency, OITS will be supplying the implantation cost and the first-year coverage of maintenance fees. Beginning in FY 2026, there will be an annual maintenance cost, with an increase of 7.0% per year.

The revised estimate also includes **\$5,000 in supplemental funding for computer-based testing (CBT) increases** in FY 2024. These funds are to cover the increased vendor fees due to an increase in the number of CBT examinations being given. Barber examinees take these examinations to determines if they have the fundamental knowledge of the curriculum prior to practical skills demonstration for licensure.

The revised estimate also includes **\$3,500 in supplemental funding for costs associated with national association conference attendance** in FY 2024. The funds are for out-of-state travel expenditures, including meals and lodging costs. Conference attendance allows the agency to collaborate with other state licensing agencies.

The revised estimate also includes **\$325 for increases in office rent and escalator fees** in FY 2024. The agency renewed its office space rental contract five years in FY 2023. The price increased to \$12.00 per square-foot from the previous rate of \$11.65 per square-foot. Additionally, the annual escalator fee increased from \$600 to \$750.

Governor's Recommendation

The **Governor** recommends expenditures of \$215,371, all from the Board of Barbering Fee Fund, and 1.9 FTE positions in FY 2024. This is a decrease of \$12,825, or 5.6 percent, below the agency's FY 2024 revised estimate. The decrease is due to the Governor not recommending the agency's enhancement requests for costs related to the electronic licensing platform and increase in office rent.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2024 with the following adjustment:

1. Add \$325, all from the Board of Barbering Fee Fund, for increases in rent and escalator fees in FY 2024.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation in FY 2024.

House Committee of the Whole Recommendation (Sub. for HB 2273)

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2024.

Senate Subcommittee Report

Agency: Board of Barbering

Bill No. 514

Bill Sec. 5

Analyst: de Boer

Budget Analysis Vol. 1,
Pg. 551

GBR Vol. 2, Pg. 122

Expenditure Summary	Agency Estimate FY 2024	Governor Recommendation FY 2024	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	228,196	215,371	0
<i>Subtotal</i>	<u>\$ 228,196</u>	<u>\$ 215,371</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 228,196</u></u>	<u><u>\$ 215,371</u></u>	<u><u>\$ 0</u></u>
FTE positions	1.9	1.9	0.0

Agency Estimate

The **agency** submits a revised estimate of \$228,196, all from the Board of Barbering Fee Fund, in expenditures and 1.9 FTE positions in FY 2024. This is an expenditure increase of \$21,325, or 10.3 percent, above the FY 2024 approved amount. The revised estimate includes **\$12,500 in supplemental funding for the development and application of an electronic licensing platform**. These funds are to cover unanticipated costs for the software development and application to comply with the verification and reporting requirements of 2023 SB 66. The platform would allow for instant data sharing between agency records and the Department of Administration's licensing verification portal.

The agency notes that after having submitted their budget, there were discussions with OITS and the Division of the Budget concerning the supplemental request. It was determined that no actions needed to be taken until FY 2026. According to the agency, OITS will be supplying the implantation cost and the first-year coverage of maintenance fees. Beginning in FY 2026, there will be an annual maintenance cost, with an increase of 7.0% per year.

The revised estimate also includes **\$5,000 in supplemental funding for computer-based testing (CBT) increases** in FY 2024. These funds are to cover the increased vendor fees due to an increase in the number of CBT examinations being given. Barber examinees take these examinations to determines if they have the fundamental knowledge of the curriculum prior to practical skills demonstration for licensure.

The revised estimate also includes **\$3,500 in supplemental funding for costs associated with national association conference attendance** in FY 2024. The funds are for out-of-state travel expenditures, including meals and lodging costs. Conference attendance allows the agency to collaborate with other state licensing agencies.

The revised estimate also includes **\$325 for increases in office rent and escalator fees** in FY 2024. The agency renewed its office space rental contract five years in FY 2023. The price increased to \$12.00 per square-foot from the previous rate of \$11.65 per square-foot. Additionally, the annual escalator fee increased from \$600 to \$750.

Governor's Recommendation

The **Governor** recommends expenditures of \$215,371, all from the Board of Barbering Fee Fund, and 1.9 FTE positions in FY 2024. This is a decrease of \$12,825, or 5.6 percent, below the agency's FY 2024 revised estimate. The decrease is due to the Governor not recommending the agency's enhancement requests for costs related to the electronic licensing platform and increase in office rent.

Senate Committee on Transparency and Ethics Recommendation

The **Committee** concurs with the Governor's recommendation in FY 2024.

Senate Committee Recommendation

The **Committee** concurs with the Committee on Transparency and Ethics' recommendation in FY 2024.

Senate Committee of the Whole Recommendation (Sub. for SB 514)

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2024.