

House Budget Committee Report

Agency: Board of Barbering

Bill No. 2802

Bill Sec. 6

Analyst: de Boer

Budget Analysis Vol. 1, Pg.
551

GBR Vol. 2, Pg. 122

Expenditure Summary	Agency Request FY 2025	Governor Recommendation FY 2025	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	234,401	221,576	325
<i>Subtotal</i>	<u>\$ 234,401</u>	<u>\$ 221,576</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>\$ 234,401</u>	<u>\$ 221,576</u>	<u>\$ 325</u>
FTE positions	1.9	1.9	0.0

Agency Request

The **agency** submits a revised estimate of \$234,401, all from the Board of Barbering Fee Fund, and 1.9 FTE positions for FY 2025. This is an increase of \$31,997, or 15.8 percent, above the FY 2025 approved amount, as well as an increase of \$6,205, or 2.7 percent, above the FY 2024 revised estimate. 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, 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** for FY 2025. 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 **\$5,200 in supplemental funding for costs associated with out-of-state travel** for FY 2025. The funds are for expenditures related to attendance of a national association conference, 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** for FY 2025. 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.

The revised estimate also includes includes **\$8,972**, all from the Board of Barbering Fee Fund, for FY 2025 **to account for an increase in expenditure limitations that was inadvertently left out of the Legislative Pay Plan in 2023 SB 25**. This adjustment would achieve the intended effect of the pay plan and does not represent a substantive change from the salary adjustments approved by the 2023 Legislature.

Governor's Recommendation

The **Governor** recommends expenditures of \$221,576, all from the Board of Barbering Fee Fund, and 1.9 FTE positions for FY 2025. This is a decrease of \$12,825, or 5.5 percent, below the agency's FY 2025 request. 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 for FY 2025 with the following adjustment:

1. Add \$325, all from the Board of Barbering Fee Fund, for increases in rent for office space and escalator fees for FY 2025.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2025.

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

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2025.

Senate Subcommittee Report

Agency: Board of Barbering

Bill No. 514

Bill Sec. 6

Analyst: de Boer

Budget Analysis Vol. 1,
Pg. 551

GBR Vol. 2, Pg. 122

Expenditure Summary	Agency Request FY 2025	Governor Recommendation FY 2025	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	234,401	221,576	0
<i>Subtotal</i>	<u>\$ 234,401</u>	<u>\$ 221,576</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>\$ 234,401</u>	<u>\$ 221,576</u>	<u>\$ 0</u>
FTE positions	1.9	1.9	0.0

Agency Request

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The agency notes that after having submitted their budget, there were discussions with OITS and 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. There will be an annual maintenance cost beginning in FY 2026, with an increase of 7.0% per year.

The revised estimate also includes **\$5,000 in supplemental funding for computer-based testing (CBT) increases** for FY 2025. 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 determine if they have the fundamental knowledge of the curriculum prior to practical skills demonstration for licensure.

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Governor's Recommendation

The **Governor** recommends expenditures of \$221,576, all from the Board of Barbering Fee Fund, and 1.9 FTE positions for FY 2025. This is a decrease of \$12,825, or 5.5 percent, below the agency's FY 2025 request. 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 for FY 2025.

Senate Committee Recommendation

The **Committee** concurs with the Senate Committee on Transparency and Ethics' recommendation for FY 2025.

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

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2025.