

Registrar of Contractors

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Subcommittee: Education

DESCRIPTION	FY 2002	FY 2003	FY 2004		FY 2005	
	ACTUAL	ESTIMATE	OSPB	JLBC	OSPB	JLBC
PROGRAM BUDGET						
Regulatory Affairs	7,470,800	8,145,400	9,164,000	8,810,400	8,362,400	8,092,700
Incentive Pay SLI	113,500	113,500	113,500	113,500	113,500	113,500
Office of Admin. Hearings Costs SLI	832,500	869,500	869,500	869,500	869,500	869,500
AGENCY TOTAL	8,416,800	9,128,400	10,147,000	9,793,400	9,345,400	9,075,700

OPERATING BUDGET

<i>Full Time Equivalent Positions</i>	138.8	138.8	138.8	138.8	138.8	138.8
Personal Services	4,460,500	4,609,300	4,609,300	4,609,300	4,609,300	4,609,300
Employee Related Expenditures	1,077,800	1,225,300	1,242,600	1,242,500	1,242,600	1,242,500
Professional and Outside Services	65,300	238,700	519,300	426,300	238,700	238,700
Travel - In State	381,600	505,100	505,100	505,100	505,100	505,100
Travel - Out of State	18,100	11,800	11,800	11,800	11,800	11,800
Other Operating Expenditures	1,327,500	1,348,600	1,395,100	1,355,100	1,488,000	1,425,000
Equipment	140,000	206,600	880,800	660,300	266,900	60,300
OPERATING SUBTOTAL	7,470,800	8,145,400	9,164,000	8,810,400	8,362,400	8,092,700
Special Line Items (SLI)	946,000	983,000	983,000	983,000	983,000	983,000
AGENCY TOTAL	8,416,800	9,128,400	10,147,000	9,793,400	9,345,400	9,075,700

FUND SOURCES

Other Appropriated Funds

Registrar of Contractors Fund	8,416,800	9,128,400	10,147,000	9,793,400	9,345,400	9,075,700
SUBTOTAL - Other Appropriated Funds	8,416,800	9,128,400	10,147,000	9,793,400	9,345,400	9,075,700
SUBTOTAL - Appropriated Funds	8,416,800	9,128,400	10,147,000	9,793,400	9,345,400	9,075,700
Other Non-Appropriated Funds	4,419,900	5,110,200	NA	5,110,200	NA	5,110,200
TOTAL - ALL SOURCES	12,836,700	14,238,600	NA	14,903,600	NA	14,185,900

CHANGE IN FUNDING SUMMARY

	FY 2003 to FY 2004 JLBC		FY 2003 to FY 2005 JLBC		Biennial \$ Change
	\$ Change	% Change	\$ Change	% Change	
Other Appropriated Funds	665,000	7.3%	(52,700)	(0.6%)	612,300

AGENCY DESCRIPTION — *The agency licenses, regulates and conducts examinations of residential and commercial construction contractors.*

PERFORMANCE MEASURES	FY 2002	FY 2002	FY 2003	FY 2004
	Appropriation	Actual	Appropriation	Recommend.
• Number of licensees (new and existing)	47,742	47,763	49,174	--
• Number of complaints received (licensed contractors)	9,139	8,555	9,413	--
• Average calendar days from receipt of complaint to jobsite inspection	18	17	14	15
• Number of inspections	11,230	10,991	11,567	11,288
• % of agency staff turnover	12.0	8.0	12.0	--
• Administration as a % of total cost	30	NA	30	6.2
• Customer satisfaction rating (Scale 1-8)	6.0	5.9	6.0	6.0

Comments: The agency did not submit information for any measure labeled as "NA."

RECOMMENDED CHANGES FROM FY 2003

		<u>FY 2004</u>	<u>FY 2005</u>
Standard Changes	OF	\$ 3,200	\$ 10,000

Information Technology OF 641,300 (86,900)

The JLBC recommends a Registrar of Contractors Fund increase for replacement and enhancement of information technology. The FY 2004 amount includes elimination of \$(206,600) for one-time FY 2003 equipment and an increase of \$847,900 for the replacement of document scanning and field office network connection equipment, enhancement of network security systems, and conversion of optical data storage to magnetic data storage. The agency stores all documents related to a contractor's license in electronic form. Current scanning equipment is old and customer service at field offices is hampered by inadequate network connection equipment. The agency also experienced downtime recently due to computer viruses. Magnetic data storage would provide more efficient data storage and retrieval and would prevent significant loss of data in the event of system failure. The Government Information Technology Agency has approved these projects. The FY 2005 amount includes a decrease of \$(787,600) for one-time FY 2004 equipment and an increase of \$59,400 for annual maintenance expenditures.

Private Lease Adjustment OF 20,500 24,200

The JLBC recommends a Registrar of Contractors Fund increase for private lease payments. The agency has several private lease agreements for its field offices. The cost per square foot of these agreements ranges from \$11.70 to \$21.38. The FY 2005 increase is higher due to additional increases in private lease payments.

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JLBC RECOMMENDED FORMAT — Lump Sum by Agency with Special Line Items

JLBC RECOMMENDED FOOTNOTES

Standard Footnotes

This appropriation is available for use pursuant to the provisions of A.R.S. § 35-143.01C and is exempt from the provisions of A.R.S. § 35-190, relating to lapsing of appropriations until June 30, 2005.

SUMMARY OF FUNDS	FY 2002 Actual	FY 2003 Estimate
Registrar of Contractors (RGA2406/A.R.S. § 32-1107)		Appropriated
Source of Revenue: Monies collected from the examination and licensing of contractors. The board retains 90% of these monies and deposits 10% in the General Fund.		
Purpose of Fund: To examine, license, investigate and regulate contractors, and for board administration.		
Funds Expended	8,416,800	10,338,600
Year-End Fund Balance	4,531,500	3,648,300
Residential Contractors' Recovery (RGA3155/A.R.S. § 32-1132)		Non-Appropriated
Source of Revenue: An assessment, not to exceed \$600 per biennial license period, paid by residential contractors and other monies.		
Purpose of Fund: To compensate anyone who is injured by an act, a representation, a transaction, or the conduct of a residential contractor. Compensation for damages to any one individual cannot exceed \$30,000.		
Funds Expended	4,419,900	5,110,200
Year-End Fund Balance	5,792,200	5,997,100

[Click here to return to the Table of Contents](#)