



Legislative Fiscal Bureau

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Joint Committee on Finance

Paper #647

Minor Policy and Technical Changes -- GPR-Earned Reestimate (R&L)

CURRENT LAW

The Department of Regulation and Licensing (R&L) credits 10% of the revenues derived from professional credential fees, examination fees, and criminal background check fees to the general fund as GPR-Earned. The agency's GPR-Earned collections are somewhat cyclical during the course of the biennium, due to the different statutory renewal dates for the various professional licenses. GPR-Earned collections were \$1,903,000 in 2001-02 and are projected at \$900,000 in 2002-03.

GOVERNOR

Include GPR-Earned estimates for R&L of \$3,419,900 in 2003-04 and \$3,069,900 in 2004-05. Of these amounts, \$1,450,000 in 2003-04 and \$1,100,000 in 2004-05 would be attributable to professional credential fees, examination fees, and criminal background check fees and \$1,969,900 annually would be attributable to a required annual lapse to the general fund from the balances in the agency's general program operations appropriation account.

MODIFICATION

Reestimate the agency's projected GPR-Earned collections attributable to professional credential fees, examination fees, and criminal background check fees by -\$18,100 in 2003-04 and by \$124,000 in 2004-05.

Explanation: A review of updated projections of the number of initial and renewal licenses, examinations, and criminal background checks for the 2003-05 biennium shows that the GPR-Earned estimates for R&L contained in the bill are understated by \$105,900 for the 2003-05 biennium.

It is now estimated that the total amount credited to the general fund as GPR-Earned from these sources will decrease from \$1,450,000 to \$1,431,900 in 2003-04 and will increase from \$1,100,000 to \$1,224,000 in 2004-05.

The separate recommendation by the Governor to lapse \$1,969,900 annually to the general fund from the balances in the agency's general program operations appropriation account is not affected by this modification.

<u>Modification</u>	<u>GPR</u>
2001-03 REVENUE (Change to Bill)	\$105,900

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