# ARKANSAS HOME INSPECTOR REGISTRATION BOARD

# **Enabling Laws**

Act 2014 of 2005 A.C.A. §17-52-301 et. seq.

# **History and Organization**

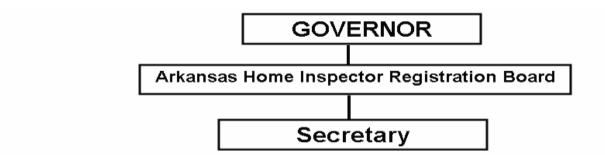
The Arkansas Home Inspector Registration Board was created by Act 1328 of 2003.

The purpose of the Board is to protect the public from those persons who are untrained and unqualified to perform home inspection, to license those individuals who meet the qualifications of licensure under the Act, and to hear and resolve such disciplinary matters as may come before it.

The Board evaluates qualifications of applicants, and investigates complaints or allegations of violations of the Act.

The Board is composed of seven (7) members appointed by the Governor as follows: four (4) registered home inspectors, one (1) licensed real estate professional, one (1) licensed real estate appraiser, and one (1) at large member to serve as a consumer advocate.

The Board currently contracts for part-time administrative support and office facilities in order to provide a central place for records storage, Board meetings, and service to licensees and the general public.



# **Agency Commentary**

The Arkansas Home Inspector Registration Board was created by Act 1328 of 2003. The purpose of the Board is to protect the public from those persons who are untrained and unqualified to conduct home inspections, to license those individuals who meet the qualifications of licensure under the Act, and to hear and resolve such disciplinary matters as may come before it. The Board is funded by license fees.

The Board evaluates qualifications of applicants, and investigates complaints or allegations of violations in provisions of the Act.

The Arkansas Home Inspector Registration Board is requesting an increase totaling \$16,910.00 for both years of the 2007-09 biennium. Additional appropriation is needed to cover increases in administrative support contracts and for retention of a court reporter. In addition, increases will also be needed for normal office administrative supply expenses, and board member mileage. The need for these increases is due to a steadily rising number of administrative and disciplinary hearings.

The Agency has ample funding to cover the request.

# **Audit Findings**

# DIVISION OF LEGISLATIVE AUDIT AUDIT OF:

# ARKANSAS HOME INSPECTOR REGISTRATION BOARD FOR THE YEAR ENDED JUNE 30, 2005

Findings	Recommendations
None	None

## **Publications**

#### A.C.A 25-1-204

	Statutory	Required	for	# Of	Reason (s) for Continued		
Name	Authorization	Governor	General Assembly	Copies	Publication and Distribution		
None	N/A	N	N	0	N/A		

# **Agency Position Usage Report**

	FY2004-2005					FY2005-2006						FY2006-2007					
Authorized		Budgeted		Unbudgeted	% of	Authorized	uthorized Budgeted U			Unbudgeted	% of	Authorized	rized Budgeted		Unbudgeted	% of	
in Act	Filled	Unfilled	Total	Total	Authorized Unused	in Act	Filled	Unfilled	Total	Total	Authorized Unused	in Act	Filled	Unfilled	Total	Total	Authorized Unused
0	0	0	0	0	0.00%	0	0	0	0	0	0.00%	0	0	0	0	0	0.00%

### **Analysis of Budget Request**

**Appropriation:** 2JV - Operations

**Funding Sources:** MHR - Home Inspectors Registration Board

The Arkansas Home Inspector Registration Board was created by Act 1328 of 2003. Act 1328 repealed Subchapters 1 and 2 of Arkansas Code Title 17, Chapter 52 and added an additional subchapter. Subchapter 3, "The Arkansas Home Inspectors Registration Act" created the Arkansas Home Inspector Registration Board. The Board became a state agency effective July 1, 2004, having met fund balance requirements.

The purpose of the Board is to protect consumers of home inspection services, to license those individuals who meet the qualifications of licensure under the Act, and to hear and resolve such disciplinary matters as may come before the Board. The Board is funded by license fees.

The Board currently contracts for part-time administrative support and office facilities to provide a central location for records storage, Board meetings, and service to licensees and the general public.

The Board requests an increase for the Various Operations Expense line item of \$16,910 for FY08 and \$16,910 for FY09. Due to a rising number of administrative and disciplinary hearings, increases are requested for Operating Expenses of \$12,910, to cover the retention of a court reporter, various administrative operating expenses, and board member mileage reimbursement, and Professional Fees of \$4,000, for the administrative support contract.

The Executive Recommendation provides for Base Level of \$33,090 for each year of the 2007-2009 biennium. Expenditure of appropriation is contingent upon available funding.

# **Appropriation**

**Appropriation:** 2JV Operations

**Funding Sources:** MHR - Home Inspectors Registration Board

#### **Historical Data**

# **Agency Request and Executive Recommendation**

	2005-2006	2006-2007	2006-2007		2007-2008	2008-2009				
Commitment 1	tem	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Various Operation Expenses	5900046	28,123	33,090	33,090	33,090	50,000	33,090	33,090	50,000	33,090
Total		28,123	33,090	33,090	33,090	50,000	33,090	33,090	50,000	33,090
Funding Source	es									
Fund Balance	4000005	118,379	159,237		181,147	181,147	181,147	187,797	187,797	187,797
Fees	4000245	68,981	55,000		39,740	56,650	39,740	41,439	58,349	41,439
Total Funding		187,360	214,237		220,887	237,797	220,887	229,236	246,146	229,236
Excess Appropriation/(Funding)		(159,237)	(181,147)		(187,797)	(187,797)	(187,797)	(196,146)	(196,146)	(196,146)
Grand Total		28,123	33,090		33,090	50,000	33,090	33,090	50,000	33,090

# **Change Level by Appropriation**

**Appropriation:** 2JV-Operations

**Funding Sources:** MHR - Home Inspectors Registration Board

### **Agency Request**

Change Level		2007-2008	Pos	Cumulative	% of BL	2008-2009	Pos	Cumulative	% of BL
BL	Base Level	33,090	0	33,090	100.0	33,090	0	33,090	100.0
C01	Existing Program	16,910	0	50,000	151.1	16,910	0	50,000	151.1

#### **Executive Recommendation**

Change Level		2007-2008	Pos	Pos Cumulative		% of BL 2008-2009		Cumulative	% of BL
BL	Base Level	33,090	0	33,090	100.0	33,090	0	33,090	100.0
C01	Existing Program	0	0	33,090	100.0	0	0	33,090	100.0

Justi	fication
C01	Additional appropriation is requested to cover increases in administrative support costs, retention of a court reporter, administrative supply
	expenses, and board member mileage reimbursement due to the rising number of administrative and disciplinary hearings.