

LSC Greenbook

Analysis of the Enacted Budget

Ohio State Barber Board

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July 2013

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ATTACHMENT:

Budget Spreadsheet By Line Item

Ohio State Barber Board

- Appropriations of \$670,882 in FY 2014 and \$674,272 in FY 2015
- 12,500 active licenses

OVERVIEW

Agency Overview

The Ohio State Barber Board (BRB) was established in 1934 to retard the spread of communicable diseases by establishing and enforcing standards of practice in barber shops. The Board continues to help regulate barbers in Ohio by providing licenses to barbers, barber shops, and barber schools. Licenses to individual barbers are granted upon the successful completion of an accredited school's program and an examination, which includes being able to identify the skin diseases of the head, face, and neck. The Board also conducts random inspections of barber shops to ensure that standards of hygiene are met.

The Board's governing authority consists of three members appointed by the Governor: two licensed barbers and one member of the public. Board members are compensated for time spent discharging the Board's duties and for actual expenses incurred. The day-to-day operations of the Board are handled by the executive director and six other full-time employees, including two administrative assistants and four inspectors. The Board receives no GRF funding; rather, it is entirely supported by license fees, fines, and other licensing-related assessments paid by barbers and barber schools.

Appropriation Overview

BRB fees are deposited into the Occupational Licensing and Regulatory Fund (Fund 4K90), which serves as the operating fund for many of the state's licensing boards. As can be seen in Table 1, H.B. 59 provides funding of \$670,882 for Board operations in FY 2014, a 2.2% increase over FY 2013 spending of \$656,615. Appropriations for FY 2015 are \$674,272, an increase of 0.5% when compared to the FY 2014 appropriation.

Fund Group	FY 2013*	FY 2014	% change, FY 2013-FY 2014	FY 2015	% change, FY 2014-FY 2015
General Services	\$656,615	\$670,882	2.2%	\$674,272	0.5%

*FY 2013 amounts represent actual spending.

Budget Provisions Affecting the Ohio State Barber Board

Restoration of Expired Licenses

A provision in H.B. 59 extends from three to six years the time period that the holder of an expired barber, barber teacher, or assistant barber teacher license may apply to have a license restored without being required to take an examination. This change could reduce the number of examinations given. The examination fee is \$90.

ANALYSIS OF ENACTED BUDGET

Appropriations for the Ohio State Barber Board			
Fund	ALI and Name	FY 2014	FY 2015
General Services Fund Group			
4K90	877609 Operating Expenses	\$670,882	\$674,272

Fund 4K90 line item 877609, Operating Expenses, is used to pay for all of BRB's operating expenses. FY 2014 appropriations are \$670,882, 2.2% over FY 2013 spending of \$656,615. The amount appropriated for FY 2015 is \$674,272, a 0.5% increase compared to the FY 2014 amount. As of June 2013, BRB employed seven full-time equivalents, in addition to the three board members. The permanent staff includes the executive director, four inspectors, and two administrative assistants. In addition to operating costs directly related to its regulatory responsibilities, the Board is responsible for paying certain other expenses related to its operations. BRB receives assistance for certain administrative functions from the Central Service Agency (CSA) within the Department of Administrative Services. These services include help in budget development, fiscal processing, human resources management, and so forth. BRB is also responsible for paying for its share of costs related to the state's centralized professional licensing system, as well as the expenses associated with the required biennial financial audit conducted by the Auditor of State. The number of active licenses in FY 2013 was 12,500. Of that number, 9,235 (73.9%) were for barber licenses, and 3,169 (25.31%) were for barber shops. The remaining 96 licenses were issued to barber teachers and barber schools.

BRB.docx/jc

FY 2014 - FY 2015 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2012	FY 2013	Appropriation FY 2014	FY 2013 to FY 2014 % Change	Appropriation FY 2015	FY 2014 to FY 2015 % Change
Report For Main Operating Appropriations Bill			Version: Enacted					
BRB Ohio State Barber Board								
4K90	877609	Operating Expenses	\$ 642,907	\$ 656,615	\$ 670,882	2.17%	\$ 674,272	0.51%
General Services Fund Group Total			\$ 642,907	\$ 656,615	\$ 670,882	2.17%	\$ 674,272	0.51%
Ohio State Barber Board Total			\$ 642,907	\$ 656,615	\$ 670,882	2.17%	\$ 674,272	0.51%