

LSC Greenbook

Analysis of the Enacted Budget

Motor Vehicle Repair Board

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ATTACHMENT:

Budget Spreadsheet By Line Item

Motor Vehicle Repair Board

- Fee-driven budget
- Increase in funding to meet new responsibilities

OVERVIEW

Agency Overview

The Motor Vehicle Repair Board, which was established in 1997, is responsible for the registration and regulation of the collision, auto glass, airbag, and mobile repair industry. Businesses currently pay an annual registration fee of \$225. The Board registers over 1,500 of Ohio's known collision repair businesses and makes efforts to register all repair businesses through mailings, presentations, newspaper and trade magazine articles, and on-site appearances.

The Board's governing authority consists of seven members appointed by the Governor with the advice and consent of the Senate. The Board is required to meet at least four times per year. Members receive a per diem amount fixed by state law when attending to board matters and are compensated for expenses incurred in the discharge of their duties. The Board's day-to-day operations are handled by three full-time employees (an executive director, an administrative assistant, and an investigator).

Appropriation Overview

Under the budget, the Board will receive non-GRF appropriations totaling \$487,592 in FY 2014 and \$484,292 in FY 2015. As the table below indicates, this is a funding increase of 45.2% from FY 2013 to FY 2014. This increase is due, in large part, to the increased responsibilities given to the Board as a result of the passage of S.B. 114 of the 129th General Assembly. These new responsibilities include registering window tint installers in Ohio.

Agency Appropriations by Fund Group, FY 2014 and FY 2015 (Am. Sub. H.B. 59)					
Fund Group	FY 2013*	FY 2014	% change, FY 2013-FY 2014	FY 2015	% change, FY 2014-FY 2015
General Services	\$335,863	\$487,592	45.2%	\$484,292	-0.7%
TOTAL	\$335,863	\$487,592	45.2%	\$484,292	-0.7%

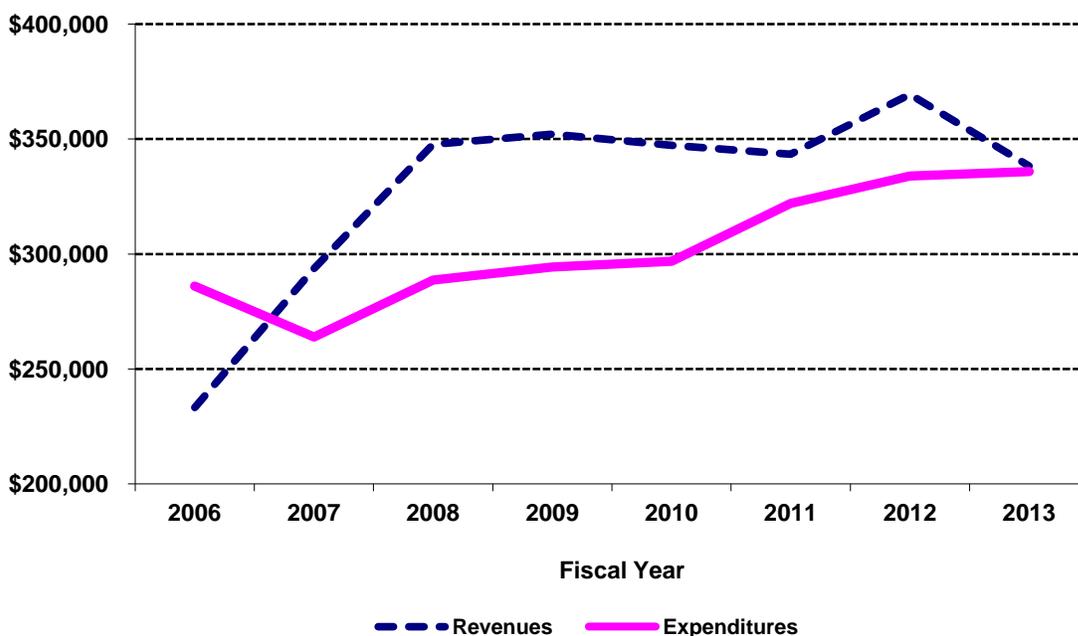
*FY 2013 figures represent actual expenditures.

Cash Flow Activity

The Motor Vehicle Repair Board is one of more than 20 occupational licensing and regulatory boards and commissions that deposit all, or most, of their revenue collections into the Occupational Licensing and Regulatory Fund (Fund 4K90), and draw on that fund to finance most, if not all, of their annual operating expenses. Each board or commission is expected to be self-sufficient by generating enough revenue to cover its expenses.

The chart below shows the Board's total annual revenue collections and expenditures from FY 2006 through FY 2013. Although its expenditures outpaced revenues in FY 2006, the operating deficit was eliminated by an increase in the annual registration fee from \$150 to \$225, approved by the Controlling Board in October 2006. Since then, the Board has run surpluses. Over that same period, the number of registered businesses averaged 1,450, and ranged from a low of 1,369 in FY 2009 to a high of 1,534 in FY 2012.

Motor Vehicle Repair Board, FY 2006-FY 2013



Recent Legislation

In the 129th General Assembly, S.B. 114 was enacted. This act makes several changes to the Board, including changing the name from the Board of Motor Vehicle Collision Repair Registration to the Motor Vehicle Repair Board. The Board's new duties include registering auto window tint installers throughout the state. The act also broadens the Board's authority in the promulgation of rules regarding the registration

of existing auto repair facilities. The addition of auto window tint installers to the businesses that are required to be registered with the Board is expected to add approximately 200 new registrations. The gain in revenues from the new registrations is expected to be used by the Board to hire a new investigator assistant to help with the increased responsibilities.

ANALYSIS OF ENACTED BUDGET

This section provides an analysis of the appropriations for the Board's FY 2014-FY 2015 biennial budget. The table below shows the appropriations for the line item that finances the Board's annual operating expenses.

Appropriation Amounts for the Board				
Fund	ALI and Name		FY 2014	FY 2015
General Services Fund Group				
4K90	865609	Operating Expenses	\$487,592	\$484,292

Operating Expenses (865609)

This line item is used to pay the operating expenses for the Motor Vehicle Repair Board. The funding level will continue to pay for the current number of employees, plus a new investigative assistant to be hired to help with the new duties required by the enactment of S.B. 114 of the 129th General Assembly.

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FY 2014 - FY 2015 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			Appropriation	FY 2013 to FY 2014	Appropriation	FY 2014 to FY 2015		
			FY 2012	FY 2013	FY 2014	% Change	FY 2015	% Change
Report For Main Operating Appropriations Bill			Version: Enacted					
CRB Motor Vehicle Repair Board								
4K90	865601	Operating Expenses	\$ 333,987	\$ 335,863	\$ 487,592	45.18%	\$ 484,292	-0.68%
General Services Fund Group Total			\$ 333,987	\$ 335,863	\$ 487,592	45.18%	\$ 484,292	-0.68%
Motor Vehicle Repair Board Total			\$ 333,987	\$ 335,863	\$ 487,592	45.18%	\$ 484,292	-0.68%