

LSC Greenbook

Analysis of the Enacted Budget

Board of Motor Vehicle Collision Repair Registration

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July 2011

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Budget Spreadsheet By Line Item

Board of Motor Vehicle Collision Repair Registration

- Non-GRF entity
- Fee-driven budget
- 80% of funding for personal services

OVERVIEW

Duties and Responsibilities

The Board of Motor Vehicle Collision Repair Registration, 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 1,400 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. In addition to registering certain repair businesses, the Board works to ensure that all facilities are in compliance with state and federal taxation, employment, and environmental laws.

The Board's governing authority consists of seven members appointed by the Governor with the advice and consent of the Senate. 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 Summary

As can be seen in Table 1 below, the Board receives no GRF money; it is entirely supported by registration fees deposited in the state treasury to the credit of the Occupational Licensing and Regulatory Fund (Fund 4K90). Under the enacted budget, the Board will receive non-GRF appropriations totaling \$331,841 in FY 2012 and \$324,292 in FY 2013. This results in a funding increase of 3.1% from FY 2011 spending to FY 2012, and a decrease of 2.3% from FY 2012 to FY 2013.

**Table 1. Board Appropriations by Fund Group, FY 2012-FY 2013
(Am. Sub. H.B. 153)**

Fund Group	FY 2011*	FY 2012	% change, FY 2011-FY 2012	FY 2013	% change, FY 2012-FY 2013
General Services	\$322,031	\$331,841	3.1%	\$324,292	-2.3%
TOTAL	\$322,031	\$331,841	3.1%	\$324,292	-2.3%

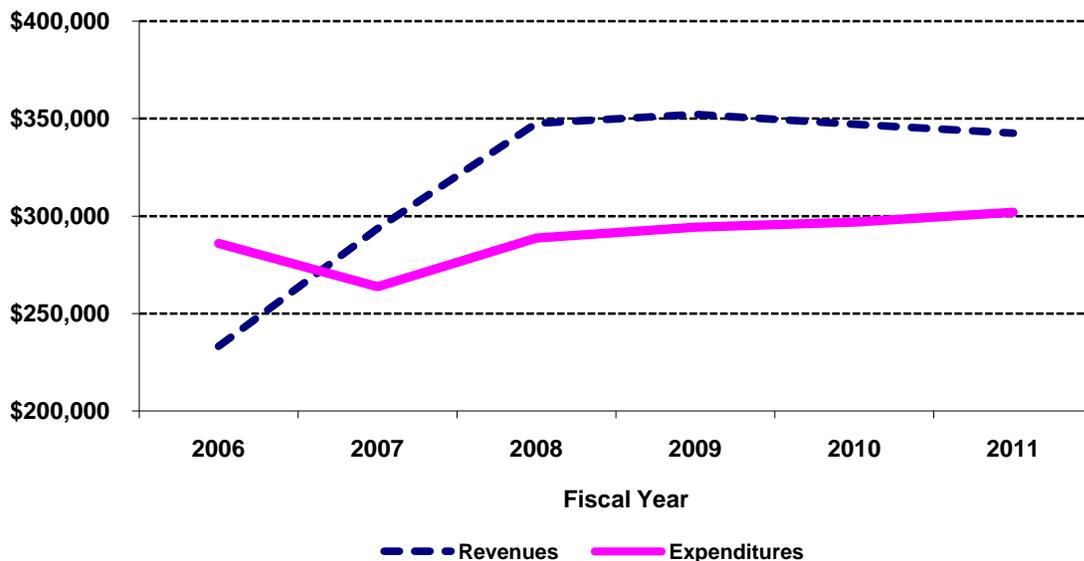
*FY 2011 figures represent actual expenditures.

Cash Flow Activity

The Board of Motor Vehicle Collision Repair Registration is one of nearly 30 occupational licensing and regulatory boards and commissions that: (1) deposit all, or most, of their revenue collections into the Occupational Licensing and Regulatory Fund (Fund 4K90) and (2) 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 of Motor Vehicle Collision Repair Registration's total annual revenue collections and expenditures from FY 2006 through FY 2011. 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 six year period, the number of registered businesses averaged about 1,450 annually, ranging from a low of 1,369 in FY 2009 to a high of 1,522 in FY 2008. In FY 2011, the number of businesses registered totaled 1,517. That number includes 1,397 renewal registrations and 120 new registrations.

Board of Motor Vehicle Collision Repair Registration Revenues and Expenditures, FY 2006-FY 2011



ANALYSIS OF ENACTED BUDGET

Table 2 below shows the FY 2012-FY 2013 appropriations for the single non-GRF line item that finances the Board's annual operating expenses. It is followed by a narrative describing how those appropriated amounts will be used.

Table 2. Appropriations for Board Services and Activities				
Fund	ALI and Name		FY 2012	FY 2013
General Services Fund (GSF) Group				
4K90	865601	Operating Expenses	\$331,841	\$324,292

This line item supports all of the Board's operating expenses. The enacted budget shows an increase of 3.1% from FY 2011 spending to the FY 2012 appropriation, and then a decrease of 2.3% from FY 2012 to FY 2013. The appropriated amounts for FYs 2012 and 2013 should be sufficient for the Board to maintain the level of services and activities performed in FY 2011. Around 80% of each year's appropriation will be allocated for payroll-related costs; the remainder largely for supplies and maintenance.

Biennial audits. During the FY 2012-FY 2013 biennium, in addition to ongoing operating expenses, the Board will be required to pay the cost of its biennial audit conducted by the Auditor of State. S.B. 155 of the 128th General Assembly, effective March 31, 2010, requires all state agencies to pay for their own audits.¹ In the past, the cost of state agency audits was paid for by the Department of Administrative Services, but funding for that purpose was eliminated by H.B. 1 of the 128th General Assembly (the FY 2010-FY 2011 biennial budget bill). As a result, the Board has budgeted \$12,000 for this purpose.

Administrative charges. As with many other licensing boards and commissions, the Board receives centralized administrative support provided by the Department of Administrative Services' Central Service Agency (CSA). These services – for which CSA charges – include items such as budget development, Controlling Board request preparation assistance, management consultation, procurement, fiscal processing, human resources, and payroll. The charges paid to CSA in each of FYs 2010 and 2011 totaled around \$11,000. The Board anticipates being charged similar amounts in FY 2012 and FY 2013.

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¹ R.C. 117.13.

FY 2012 - FY 2013 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2010	FY 2011	Appropriations FY 2012	FY 2011 to FY 2012 % Change	Appropriations FY 2013	FY 2012 to FY 2013 % Change
Report For Main Operating Appropriations Bill			Version: Enacted					
CRB Board of Motor Vehicle Collision Repair Registration								
4K90	865601	Operating Expenses	\$ 296,875	\$ 322,031	\$ 331,841	3.05%	\$ 324,292	-2.27%
General Services Fund Group Total			\$ 296,875	\$ 322,031	\$ 331,841	3.05%	\$ 324,292	-2.27%
Board of Motor Vehicle Collision Repair Registration Total			\$ 296,875	\$ 322,031	\$ 331,841	3.05%	\$ 324,292	-2.27%