

# **LSC Greenbook**

**Analysis of the Enacted Budget**

## **State Medical Board**

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*August 2009*

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**ATTACHMENT:**

Budget Spreadsheet By Line Item

# State Medical Board

- Non-GRF agency; funded by fee revenues
- Funding for FY 2010 and FY 2011 a 6% decrease from FY 2009

## OVERVIEW

### Agency Overview

The State Medical Board was established in 1896. Originally responsible for licensing doctors of medicine, the Board's responsibilities were expanded to include doctors of podiatric medicine (1915), cosmetic and massage therapists (1916), doctors of osteopathic medicine (1944), physician assistants (1976), acupuncturists and anesthesiology assistants (2000), and radiologist assistants (2009). The Board also regulates mechanotherapists and naprapaths licensed before March 1992. The Board establishes standards for education, preprofessional training, and examination. The Board also sets standards of practice for its licensees, investigates complaints, holds administrative hearings, determines appropriate disciplinary actions, and monitors continuing education compliance among licensees.

The Board's governing authority consists of 12 members appointed by the Governor, including nine physicians (seven who hold a doctor of medicine degree, one who holds a doctor of podiatric medicine degree, and one who holds a doctor of osteopathy degree) and three public members (one who is at least 60 years old).

The Board's daily operations are the responsibility of an executive director who is appointed by the 12-member governing authority. Including the Executive Director, in FY 2009 the Board had 87 full-time employees.

### Appropriation Overview

Agency Appropriations by Fund Group					
Fund Group	FY 2009	FY 2010	% change	FY 2011	% change
General Services	\$8,612,029	\$8,100,000	(6.0%)	\$8,100,000	0.0%

\*FY 2009 figures represent actual expenditures.

As can be seen in the above table, the Board receives no General Revenue Fund (GRF) money; it is entirely supported by fees. The budget provides a 6% decrease in FY 2010 from the FY 2009 level and flat funding for FY 2011.

### New Fees

The budget includes two new fees: a \$50 license verification fee and a \$35 duplicate certificate fee for certificates of registration. The budget eliminates the

Board's duty to certify out-of-state license applications and instead requires the Board to verify licensure in Ohio for persons applying to practice in another state and establishes a \$50 fee for the verification. The budget also specifies that the Board's \$35 fee for issuing a duplicate certificate applies not only when issuing a duplicate certificate to practice, but also when issuing a duplicate certificate of registration (a document evidencing biennial renewal). The Board estimates that these two fees combined will generate an additional \$346,000 annually. The revenue generated will be deposited into Fund 5C60, State Medical Board Fund.

## ANALYSIS OF ENACTED BUDGET

The following table shows all appropriations for the State Medical Board.

Appropriations for the State Medical Board				
Fund	ALI and Name		FY 2010	FY 2011
<b>General Services Fund Group</b>				
5C60	883609	State Medical Board Operating	\$8,100,000	\$8,100,000

### Operating Expenses (883609)

Through this one line item, the Board pays all of its expenses. As indicated earlier, the budget provides a 6% decrease in FY 2010 from the FY 2009 funding level and flat funding for FY 2011. Personal services is the biggest expense category for the board, as it is for most regulatory agencies. In FY 2009, the allocation of the Board's expenses was about 84% personal services, about 11% supplies and maintenance, about 5% purchased services, and about 1% judgments, settlements, and bonds. More than 60,500 licenses issued by the Board are currently active.

The budget includes a provision that permits the Board's vouchers to be approved by any person the Board authorizes, rather than only the Board's president or executive director.

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**FY 2010 - 2011 Final Appropriation Amounts**

**All Fund Groups**

<b>Line Item Detail by Agency</b>			<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010 Appropriations</b>	<b>% Change FY09 - FY10</b>	<b>FY 2011 Appropriations</b>	<b>% Change FY10 - FY11</b>
<b>Report For: Main Operating Appropriations Bill</b>			<b>Version: Enacted</b>					
<b>MED State Medical Board</b>								
5C60	883609	Operating Expenses	\$ 8,000,928	\$ 8,612,029	\$ 8,100,000	-5.95%	\$ 8,100,000	0.00%
<b>General Services Fund Group Total</b>			<b>\$ 8,000,928</b>	<b>\$ 8,612,029</b>	<b>\$ 8,100,000</b>	<b>-5.95%</b>	<b>\$ 8,100,000</b>	<b>0.00%</b>
<b>State Medical Board Total</b>			<b>\$ 8,000,928</b>	<b>\$ 8,612,029</b>	<b>\$ 8,100,000</b>	<b>-5.95%</b>	<b>\$ 8,100,000</b>	<b>0.00%</b>