

Executive Director: Timothy C. Miller

JLBC Analyst: Matt Busby

| | FY 2006 Actual | FY 2007 Estimate | FY 2008 Approved | FY 2009 Approved |
|---------------------------------------|-------------------|-------------------------------|---------------------------------|-------------------------------|
| OPERATING BUDGET | | | | |
| <i>Full Time Equivalent Positions</i> | 58.5 | 58.5 | 58.5 | 58.5 |
| Personal Services | 2,681,600 | 2,866,400 | 2,959,600 | 2,866,400 |
| Employee Related Expenditures | 757,300 | 901,100 | 977,000 | 913,500 |
| Professional and Outside Services | 1,072,900 | 1,407,000 | 1,141,500 | 1,081,000 |
| Travel - In State | 22,300 | 23,000 | 23,000 | 23,000 |
| Travel - Out of State | 11,400 | 14,000 | 14,000 | 14,000 |
| Other Operating Expenditures | 602,900 | 571,800 | 646,500 | 582,300 |
| Equipment | 78,100 | 240,000 | 87,500 | 87,500 |
| AGENCY TOTAL | 5,226,500 | 6,023,300^{1/} | 5,849,100^{2/3/} | 5,567,700^{2/} |

FUND SOURCES

| <i>Other Appropriated Funds</i> | | | | |
|--------------------------------------|------------------|------------------|-------------------------|-------------------------|
| Arizona Medical Board Fund | 5,226,500 | 6,023,300 | 5,849,100 ^{4/} | 5,567,700 ^{4/} |
| SUBTOTAL - Other Appropriated Funds | 5,226,500 | 6,023,300 | 5,849,100 | 5,567,700 |
| SUBTOTAL - Appropriated Funds | 5,226,500 | 6,023,300 | 5,849,100 | 5,567,700 |
| TOTAL - ALL SOURCES | 5,226,500 | 6,023,300 | 5,849,100 | 5,567,700 |

AGENCY DESCRIPTION — The Arizona Medical Board licenses, regulates and conducts examinations of medical doctors and physician’s assistants.

| PERFORMANCE MEASURES | FY 2004 Actual | FY 2005 Actual | FY 2006 Actual | FY 2008 Approved |
|--|-------------------|-------------------|-------------------|---------------------|
| • Average calendar days to resolve a complaint | | | | |
| Medical Doctor | 152 | 201 | 201 | 180 |
| Physician Assistant | 169 | 195 | 194 | 180 |
| • % of open investigations greater than 6 months old | | | | |
| Medical Doctor | 25 | 38 | 36 | 35 |
| Physician Assistant | 33 | 32 | 44 | 40 |
| • Customer satisfaction rating (Scale 1-8) | 7.7 | 7.9 | 7.9 | 7.7 |

Operating Budget

The budget provides \$5,849,100 and 58.5 FTE Positions from the Arizona Medical Board Fund for the operating budget in FY 2008 and \$5,567,700 and 58.5 FTE Positions in FY 2009. These amounts fund the following adjustments:

Statewide Adjustments

The budget provides an increase of \$304,300 from the Arizona Medical Board Fund in FY 2008 and an increase

of \$22,900 in FY 2009 for statewide adjustments. (Please see the Statewide Adjustments section at the end of this Appropriations Report for details. The annualization of these adjustments for FY 2009 will be addressed in the 2008 budget process.)

Eliminate One-Time Funding

The budget provides a decrease of \$(152,500) from the Arizona Medical Board Fund in FY 2008 and FY 2009 to reflect one-time funding for new computer equipment.

^{1/} Laws 2007, Chapter 256, appropriated \$326,000 for litigation expenses.

^{2/} This appropriation is available for use pursuant to the provisions of A.R.S. § 35-143.01C and is exempt from the provisions of A.R.S. § 35-190, relating to lapsing of appropriations until June 30, 2009. (General Appropriation Act footnote)

^{3/} General Appropriation Act funds are appropriated as a Lump Sum by Agency.

^{4/} The Arizona Medical Board may use up to 7% of the Arizona Medical Board fund balance remaining at the end of each fiscal year for a performance based incentive program the following fiscal year based on the program established in A.R.S. § 38-618. (General Appropriation Act footnote)

Additional Legislation

FY 2007 Supplemental

The FY 2007 Supplemental Bill (Laws 2007, Chapter 256) allocates \$326,000 from the Medical Board Fund in FY 2007 for litigation expenses related to revocation of physician's licenses. The Medical Board reports that there is an approximate backlog of 100 cases involving approximately 50 doctors waiting to be addressed by the Attorney General's (AG) Office. Currently the AG hears approximately 10 cases for the Medical Board per year. This additional funding will enable the AG to hire outside counsel to address the most serious cases. It is expected that an additional 6 cases per year over the next 3 years will be completed as a result of the supplemental funds. The monies are non-lapsing through June 30, 2009.