

Arizona Board of Osteopathic Examiners in Medicine and Surgery

	FY 2015 ACTUAL	FY 2016 ESTIMATE	FY 2017 APPROVED
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	6.7	6.7	7.2
Personal Services	368,400	383,700	403,600
Employee Related Expenditures	137,000	154,800	160,600
Professional and Outside Services	143,100	122,600	139,600
Travel - In State	3,100	1,000	1,000
Travel - Out of State	5,000	6,000	6,000
Other Operating Expenditures	117,600	135,600	196,700
Equipment	0	0	33,000
AGENCY TOTAL	774,200	803,700	940,500 ^{1/2/}
FUND SOURCES			
<i>Other Appropriated Funds</i>			
Board of Osteopathic Examiners in Medicine and Surgery Fund	774,200	803,700	940,500
SUBTOTAL - Other Appropriated Funds	774,200	803,700	940,500
SUBTOTAL - Appropriated Funds	774,200	803,700	940,500
TOTAL - ALL SOURCES	774,200	803,700	940,500

AGENCY DESCRIPTION — The agency licenses and regulates medical physicians who practice osteopathic medicine, a system of medical treatment that emphasizes the inter-relationship of the body’s muscles, bones, and joints with other body systems as an adjunct to invasive and/or chemically-based treatment.

Operating Budget

The budget includes \$940,500 and 7.2 FTE Positions from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 for the operating budget. These amounts fund the following adjustments:

Expedited Licensing Process

The budget includes an increase of \$32,900 and 0.5 FTE Positions from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 for additional licensure costs associated with new licensing procedures for out-of-state physicians seeking to practice medicine in Arizona. (Please see *Additional Legislation for more information.*)

Database and Licensing System Expenses

The budget includes an increase of \$25,100 from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 for increased licensing system

contract expenses. Of this amount, \$6,000 is for one-time development costs. (Please see *General Appropriation Act footnote.*)

Replacement of Information Technology Equipment

The budget includes a one-time increase of \$33,000 from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 to replace Information Technology equipment. (Please see *General Appropriation Act footnote.*)

Formal Hearing Expenses

The budget includes an increase of \$47,000 from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 for expert witness costs associated with investigating complaints against physicians via the formal hearing process.

1/ The appropriation includes \$58,100 for database licensing software and the replacement of information technology equipment. Before the expenditure of these monies, the Arizona Board of Osteopathic Examiners in Medicine and Surgery shall complete a Project Investment Justification that has been approved by the Department of Administration. It is the intent of the Legislature that the Arizona Strategic Enterprise Technology Office determine whether the board’s Project Investment Justification is consistent with statewide information technology enterprise architecture strategy and whether one-time information technology purchases can be consolidated with other appropriations in this act. (General Appropriation Act footnote)

2/ General Appropriation Act funds are appropriated as a Lump Sum by Agency.

Statewide Adjustments

The budget includes a decrease of \$(1,200) from the Arizona Board of Osteopathic Examiners in Medicine and Surgery Fund in FY 2017 for statewide adjustments. *(Please see the Agency Detail and Allocations section.)*

Other Issues

Additional Legislation

Licensure of Out-of-State Physicians

Laws 2016, Chapter 137 makes the Arizona Board of Osteopathic Examiners in Medicine and Surgery a member board of the Medical Licensure Compact. The Compact allows out-of-state physicians to use an expedited licensure process if they wish to practice medicine in Arizona or other member states of the Compact. There are currently 12 other member states.

Participating state medical boards are required to verify the qualifications and conduct a criminal background check for in-state physicians seeking to practice out of state. Upon completion of these requirements, the applicant may register with the Interstate Medical Licensure Compact Commission, and receive an expedited license from a member board of another state upon payment of any applicable fees.

The bill also requires the board to recommend statutory changes to create a process for expedited licensure for out-of-state physicians that do not participate in the Compact. The board is required to submit its findings to the Senate Health and Human Services Committee and the House of Representatives Health Committee on or before December 1, 2017.

The board must also develop a temporary license beginning July 1, 2017. The temporary license would allow out-of-state physicians to practice in this state for at least 250 consecutive days. The board will be required to approve or deny applications for temporary licensure within 30 days. Applicants must have an active license to practice medicine in another state, have never had a license revoked, suspended, surrendered for disciplinary reasons, and cannot be the subject of an unresolved complaint. The board may verify that each applicant has met these requirements verbally with other state medical boards.

Agency Relocation

The FY 2017 Budget Procedures Budget Reconciliation Bill (Laws 2016, Chapter 127) requires the Arizona Department of Administration (ADOA) to report to the

Joint Legislative Budget Committee if the Executive decides to go forward with the sale of the East Doubletree Ranch Road building in Scottsdale in which the Arizona Board of Osteopathic Examiners in Medicine and Surgery currently resides. If the building is sold, the Arizona Board of Osteopathic Examiners in Medicine and Surgery would be relocated to the 1740 West Adams building currently used by the Department of Health Services. *(Please see the ADOA Capital Outlay section for additional information.)*

