

Arizona Medical Board

	FY 2015 ACTUAL	FY 2016 ESTIMATE	FY 2017 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	58.5	58.5	58.5
Personal Services	2,659,200	3,077,900	3,077,900
Employee Related Expenditures	942,300	1,154,200	1,154,200
Professional and Outside Services	1,088,300	973,600	973,600
Travel - In State	16,300	22,500	22,500
Travel - Out of State	9,000	29,000	29,000
Other Operating Expenditures	839,200	892,500	892,500
Equipment	209,900	276,300	276,300
AGENCY TOTAL	5,764,200	6,426,000	6,426,000

FUND SOURCES

Other Appropriated Funds

Arizona Medical Board Fund	5,764,200	6,426,000	6,426,000
SUBTOTAL - Other Appropriated Funds	5,764,200	6,426,000	6,426,000
SUBTOTAL - Appropriated Funds	5,764,200	6,426,000	6,426,000
TOTAL - ALL SOURCES	5,764,200	6,426,000	6,426,000

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

Operating Budget

The Baseline includes \$6,426,000 and 58.5 FTE Positions from the Arizona Medical Board Fund in FY 2017 for the operating budget. These amounts are unchanged from FY 2016.

* * *

FORMAT — Lump Sum by Agency

FOOTNOTES

Standard Footnotes

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 pursuant to A.R.S. § 38-618.

STATUTORY CHANGES

The Baseline would, as session law, authorize the Arizona Medical Board to continue spending credentials verification monies in FY 2016. Notwithstanding the Arizona Department of Administration’s (ADOA) authority to modify contracts with the state, the Baseline would prohibit the Arizona Medical Board from spending credentials verification monies after FY 2016. *(Please see Credentials Verification Service section for more details.)*

Other Issues

Credentials Verification Service

Laws 2014, Chapter 251 included a one-time supplemental appropriation of \$855,000 from the Arizona Medical Board Fund in FY 2014 for the review of initial applications received by the board from October 1, 2011 through February 5, 2014, after the Ombudsman-Citizens Aide Office found that an expedited licensing process had not followed state statute and rules. The board has since contracted with an in-state credentials verification service to review over 3,000 initial license applications. The monies were not expended in FY 2014 due to a delay in contractor selection and procurement. Chapter 251 also allows the board to expend the monies in FY 2015.

Due to delays in contractor performance, the board continues to expend monies on credentials verification in FY 2016 via an exemption granted by ADOA pursuant to statute. As of November 2015, \$839,300 of the \$855,000 has been spent. The remaining \$15,700 is expected to be spent by March 2016. The Baseline includes a session law provision authorizing the continuing expenditures, but prohibiting any spending of credentials verification monies beyond FY 2016.

SUMMARY OF FUNDS	FY 2015 Actual	FY 2016 Estimate
Arizona Medical Board Fund (MEA2038/A.R.S. § 32-1406)		Appropriated
Source of Revenue: Monies collected by the Arizona Medical Board from the examination and licensing of physicians. The board retains 90% of these monies and deposits 10% in the General Fund.		
Purpose of Fund: To examine, license, investigate and regulate physicians, and for board administration costs.		
Funds Expended	5,764,200	6,426,000
Year-End Fund Balance	6,095,300	5,867,800