Fiscal Note State of Alaska Bill Version: SB 172 2020 Legislative Session Fiscal Note Number: () Publish Date: Identifier: SB172-DCCED-CBPL-02-14-20 Department: Department of Commerce, Community and Title: EXTENDING THE STATE MEDICAL BOARD **Economic Development OLSON** Sponsor: Appropriation: Corporations, Business and Professional Requester: (S) Labor and Commerce Licensing Allocation: Corporations, Business and Professional Licensing OMB Component Number: 2360 **Expenditures/Revenues** Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2021 Governor's Appropriation FY2021 **Out-Year Cost Estimates** Requested Request **OPERATING EXPENDITURES** FY 2021 FY 2021 FY 2022 FY 2023 FY 2024 FY 2025 FY 2026 Personal Services Travel 30.0 30.0 30.0 30.0 30.0 Services 1.5 1.5 1.5 1.5 1.5 Commodities Capital Outlay **Grants & Benefits** Miscellaneous **Total Operating** 0.0 31.5 31.5 31.5 31.5 31.5 0.0 Fund Source (Operating Only) 1156 Rcpt Svcs (DGF) 31.5 31.5 31.5 31.5 31.5 **Total** 0.0 31.5 31.5 31.5 31.5 31.5 0.0 **Positions** Full-time Part-time **Temporary Change in Revenues** 1156 Rcpt Svcs (DGF) 31.5 31.5 31.5 31.5 31.5 Total 0.0 31.5 31.5 31.5 31.5 31.5 0.0 Estimated SUPPLEMENTAL (FY2020) cost: 0.0 (separate supplemental appropriation required) Estimated CAPITAL (FY2021) cost: 0.0 (separate capital appropriation required) Does the bill create or modify a new fund or account? No (Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section) **ASSOCIATED REGULATIONS** Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No

If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

N/A, Initial version

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Agency: Office of Management and Budget

FISCAL NOTE ANALYSIS

STATE OF ALASKA 2020 LEGISLATIVE SESSION

BILL NO. SB172

Analysis

SB172 extends the State Medical Board to June 30, 2025.

This bill extends statutory authorization for the existing State Medical Board. Adoption of the bill will continue existing activities by the board and administration by the division. Failure to adopt the bill will result in a one-year wind down of the board in FY2021, and the division will assume all licensing responsibility in FY2022.

If the bill passes the following expenses will be incurred:

Travel: \$30.0 (8 board members, 1 executive administrator to attend four board meetings per year)

Services: \$0.4 (advertising of public notice of board meetings)

\$1.0 (training and conference fees)

\$0.1 (stipends for board members attending board meeting in community of residence)

Regardless of whether this bill passes, activities and costs of the medical licensing program will continue. Annual expenditures are estimated to be approximately \$1,295.00, with revenues from license fees covering those expenses. Current schedules of revenues and expenditures for licensing programs are located online at https://www.commerce.alaska.gov/web/Portals/5/pub/CurrentFinancialReports.pdf.

If this legislation is not passed and the board sunsets, the department would continue to require access to expertise in the medical profession. Replacing the expertise currently provided by volunteer board members with professional service contracts may increase the annual costs of this program, resulting in increased license fees. No professional licensing board has sunset in recent years, so reasonable estimates of this cost are unknown.

Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

(Revised 10/22/19 OMB/LFD) Page 2 of 2