

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	CSSB 172(L&C)
Fiscal Note Number:	2
(S) Publish Date:	3/18/2020

Identifier: SB172CS(L&C)-DCCED-CBPL-03-06-20
 Title: EXTENDING THE STATE MEDICAL BOARD
 Sponsor: OLSON
 Requester: (S) Finance

Department: Department of Commerce, Community and
Economic Development
 Appropriation: Corporations, Business and Professional
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)

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates					
			FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES								
Personal Services								
Travel		30.0	30.0	30.0				
Services		1.5	1.5	1.5				
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	0.0	31.5	31.5	31.5	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)		31.5	31.5	31.5				
Total	0.0	31.5	31.5	31.5	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues

1156 Rcpt Svcs (DGF)		31.5	31.5	31.5	0.0	0.0		
Total	0.0	31.5	31.5	31.5	0.0	0.0	0.0	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 If yes, by what date are the regulations to be adopted, amended or repealed?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:

Fiscal note updated for the current version of the bill: CSSB 172(L&C), which changed the amended sunset date from June 30, 2025 to June 30, 2023.

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Division:	Division of Corporations, Business and Professional Licensing	Date:	03/06/2020 01:04 PM
Approved By:	Micaela Fowler, Administrative Services Director, DCCED	Date:	03/06/20
Agency:	Office of Management and Budget		

REPORTED OUT OF
SFC 03/17/2020

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

SB172 extends the State Medical Board to June 30, 2023.

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.