

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1815 - HB 1909

March 18, 2016

SUMMARY OF ORIGINAL BILL: Removes the current requirement to include in the medical spa registry those individual physicians' offices and practices owned by physicians which provide cosmetic medical services.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (013644): Deletes and rewrites the bill such that substantive changes includes the following: (1) substitutes "individual physician office and a practice owned by a physician if the physician or practice provides cosmetic medical services" for any "physician-owned medical practice that advertises or holds itself out as a medical spa or a physician owned practice that primarily engages in the performance of elective cosmetic medical services" regarding those facilities which are required to be included in the online registry for medical spas; and (2) establishes that a medical director or supervising physician for a medical spa in existence prior to January 1, 2017, rather than January 1, 2016, must submit required information to the appropriate board by January 1, 2017.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

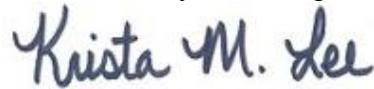
- Public Chapter 494 of the Public Acts of 2015 required the Board of Medical Examiners (BME), in consultation with the Board of Osteopathic Examination (BOE) to create an online registry for medical spas. This act took effect on January 1, 2016. The Board of Medical Examiners levies a fee against medical spas to offset the costs incurred by the BME and BOE in establishing the online registry.
- There will be no significant increase or decrease in the total number of individual fees assessed against medical spas; therefore, any net change in fee revenue is considered not significant.

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- Pursuant to Tenn. Code Ann. § 4-29-121, all health related boards are required to be self-supporting over any two-year period.
- The Board of Medical Examiners experienced a deficit of \$75,431 in FY13-14, an annual surplus of \$359,446 in FY14-15, and a cumulative reserve balance of \$2,725,411 on June 30, 2015.
- The Board of Osteopathic Examination had an annual surplus of \$94,728 in FY13-14, an annual surplus of \$72,782 in FY14-15, and a cumulative reserve balance of \$614,410 on June 30, 2015.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

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