

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1815 - HB 1909

January 28, 2016

SUMMARY OF 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.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

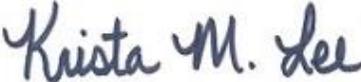
Assumptions:

- 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.
- The BME will experience a decrease in the total number of individual fees assessed that would have been collected from physician's offices and practices which this legislation exempts from being included in the online registry.
- Pursuant to Tenn. Code Ann. § 4-29-121, all health related boards are required to be self-supporting over any two-year period.
- Any decrease in the total number of fees assessed by BME and BOE will result in an increase in the individual fee amount levied against other medical spas to cover the cost of establishing the online registry; however, any such fee increase will not result in a significant change in the cumulative amount of revenue collected from medical spas. Therefore, any net change in fee revenue is considered not significant.
- 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.

SB 1815 - HB 1909

CERTIFICATION:

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



Krista M. Lee, Executive Director

/jdb