

KANSAS STATE BOARD OF HEALING ARTS

FY 2021 – FY 2023 BUDGET ANALYSIS

FIGURE 1
BUDGET OVERVIEW, FY 2021 – FY 2023

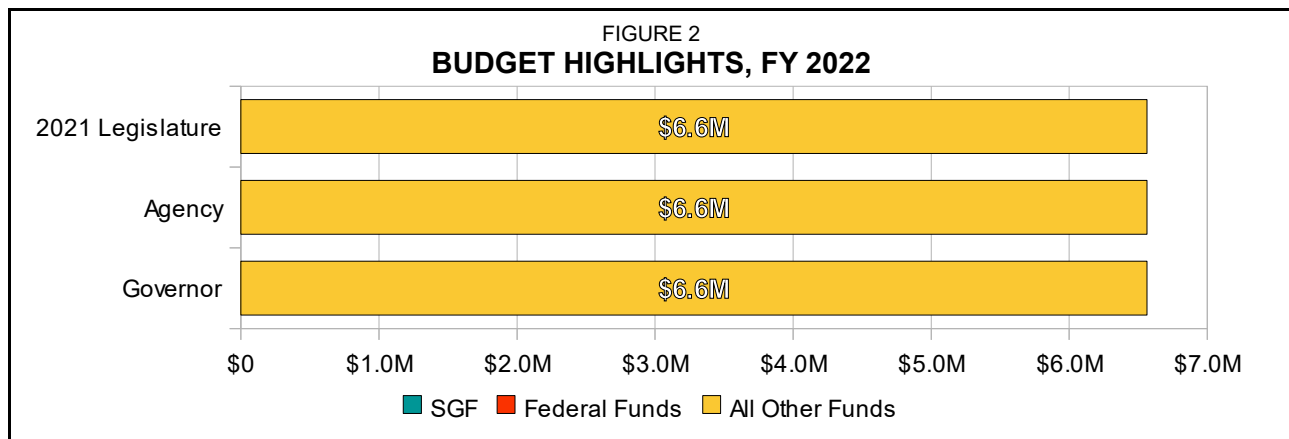
	Actual FY 2021	Agency FY 2022	Governor FY 2022	Agency FY 2023	Governor FY 2023
Operating Expenditures:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	21,713	-	-	-	-
All Other Funds	6,015,727	6,562,233	6,585,427	6,587,656	6,630,727
<i>Subtotal</i>	<i>\$ 6,037,440</i>	<i>\$ 6,562,233</i>	<i>\$ 6,585,427</i>	<i>\$ 6,587,656</i>	<i>\$ 6,630,727</i>
Capital Improvements:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-
All Other Funds	-	-	-	-	-
<i>Subtotal</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>
TOTAL	\$ 6,037,440	\$ 6,562,233	\$ 6,585,427	\$ 6,587,656	\$ 6,630,727
Percentage Change:					
State General Fund	--%	-- %	-- %	-- %	-- %
All Funds	9.2 %	8.7 %	9.1 %	0.4 %	0.7 %
FTE Positions	61.0	61.0	61.0	61.0	61.0

For purposes of this analysis, full-time equivalent (FTE) positions include non-FTE permanent unclassified positions but continue to exclude temporary employees. FTE positions reflect permanent state positions equating to a 40-hour work week.

The Kansas State Board of Healing Arts, created in 1957, licenses and regulates medical, osteopathic, and chiropractic doctors. Additionally, the agency issues temporary permits, postgraduate training permits, special permits, institutional licenses, temporary education licenses, visiting professor licenses, and visiting clinical professor licenses under the Healing Arts Act.

EXECUTIVE SUMMARY

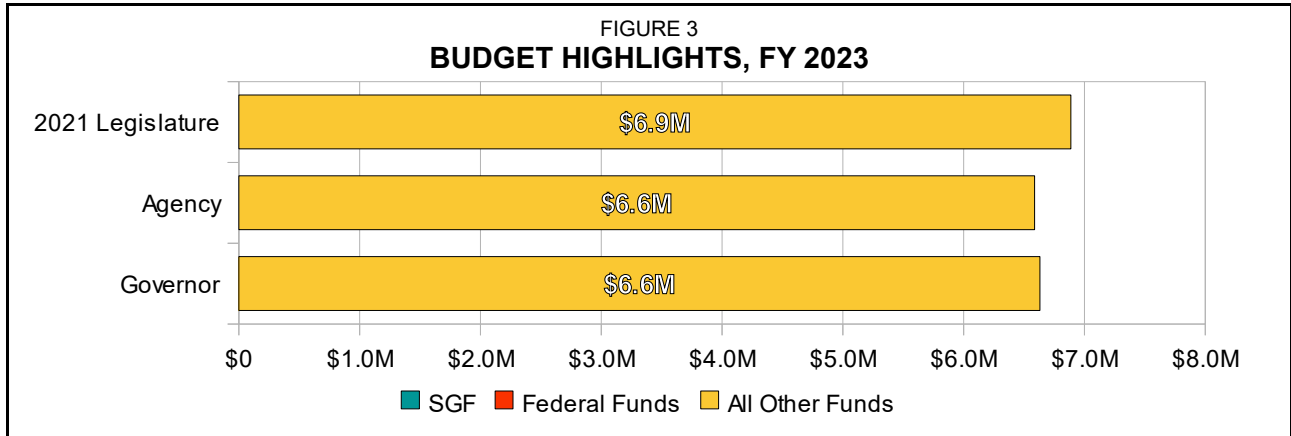
The 2021 Legislature approved a budget of \$6.6 million, all from special revenue funds, for the Kansas State Board of Healing Arts for FY 2022.



The **agency** requests a revised estimate of \$6.6 million, all from special revenue funds, in FY 2022. This is the same as the approved amount. However, there are adjustments to the expenditure categories. The revised estimate includes decreases in salaries and wages of

\$55,217, or 1.2 percent, and commodities of \$9,150, or 17.8 percent, with offsetting increases in contractual services of \$917, or 0.1 percent, and capital outlay of \$63,450, or 119.9 percent, from the approved amounts.

The **Governor** recommends expenditures of \$6.6 million, all from special revenue funds. This is an increase of \$23,194, or 0.4 percent, above the revised estimate amount. The increase is due to the Governor's 24/7 pay plan in FY 2022.



The **agency** requests \$6.6 million, all from special revenue funds. This is a decrease of \$300,000, or 4.4 percent, below the approved amount. The decrease is primarily in capital outlay.

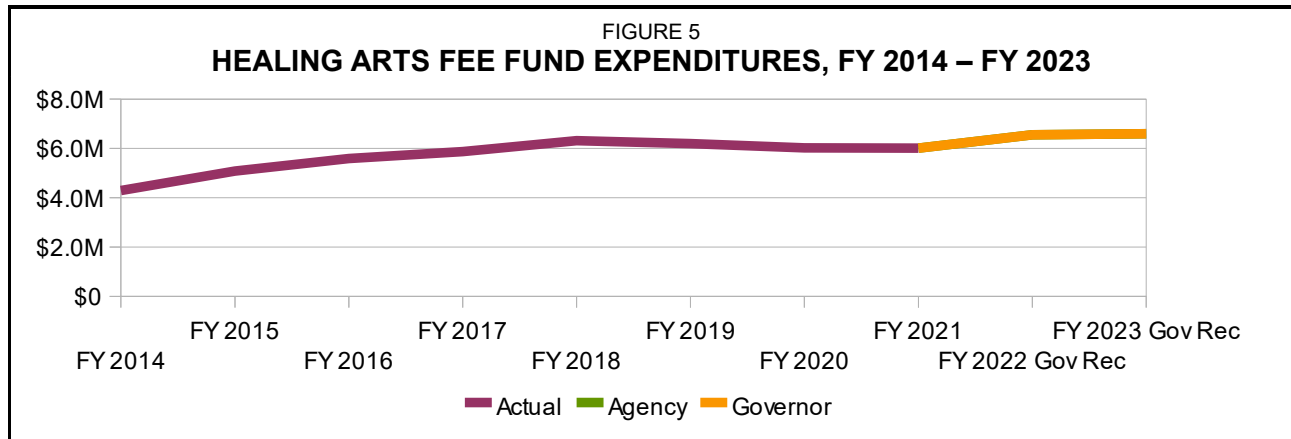
The **Governor** recommends expenditures of \$6.6 million, all from special revenue funds. This is an increase of \$43,071, or 0.6 percent, above the agency request. The increase is due to the Governor's 24/7 pay plan for FY 2023.

EXPENDITURES AND FINANCING

FIGURE 4
BUDGET SUMMARY BY CATEGORY OF EXPENDITURE, FY 2021 – FY 2023

Category of Expenditure:	Actual FY 2021	Agency FY 2022	Governor FY 2022	Agency FY 2023	Governor FY 2023
Salaries and Wages	\$ 4,038,190	\$ 4,609,023	\$ 4,632,217	\$ 4,614,182	\$ 4,657,253
Contractual Services	1,677,269	1,794,510	1,794,510	1,848,824	1,848,824
Commodities	24,130	42,350	42,350	49,450	49,450
Capital Outlay	297,851	116,350	116,350	75,200	75,200
Debt Service Interest	-	-	-	-	-
<i>Subtotal</i>	<u>\$ 6,037,440</u>	<u>\$ 6,562,233</u>	<u>\$ 6,585,427</u>	<u>\$ 6,587,656</u>	<u>\$ 6,630,727</u>
Aid to Local Units	-	-	-	-	-
Other Assistance	-	-	-	-	-
<i>Subtotal—Operating</i>	<u>\$ 6,037,440</u>	<u>\$ 6,562,233</u>	<u>\$ 6,585,427</u>	<u>\$ 6,587,656</u>	<u>\$ 6,630,727</u>
Capital Improvements	-	-	-	-	-
Debt Service	-	-	-	-	-
Principal	-	-	-	-	-
TOTAL	<u>\$ 6,037,440</u>	<u>\$ 6,562,233</u>	<u>\$ 6,585,427</u>	<u>\$ 6,587,656</u>	<u>\$ 6,630,727</u>
Financing:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Healing Arts Fee Fund	6,007,867	6,527,233	6,550,427	6,552,656	6,595,727
Federal Funds	21,713	-	-	-	-
All Other Funds	7860	35,000	35,000	35,000	35,000
TOTAL	<u>\$ 6,037,440</u>	<u>\$ 6,562,233</u>	<u>\$ 6,585,427</u>	<u>\$ 6,587,656</u>	<u>\$ 6,630,727</u>
FTE Positions	61.0	61.0	61.0	61.0	61.0

HEALING ARTS FEE FUND



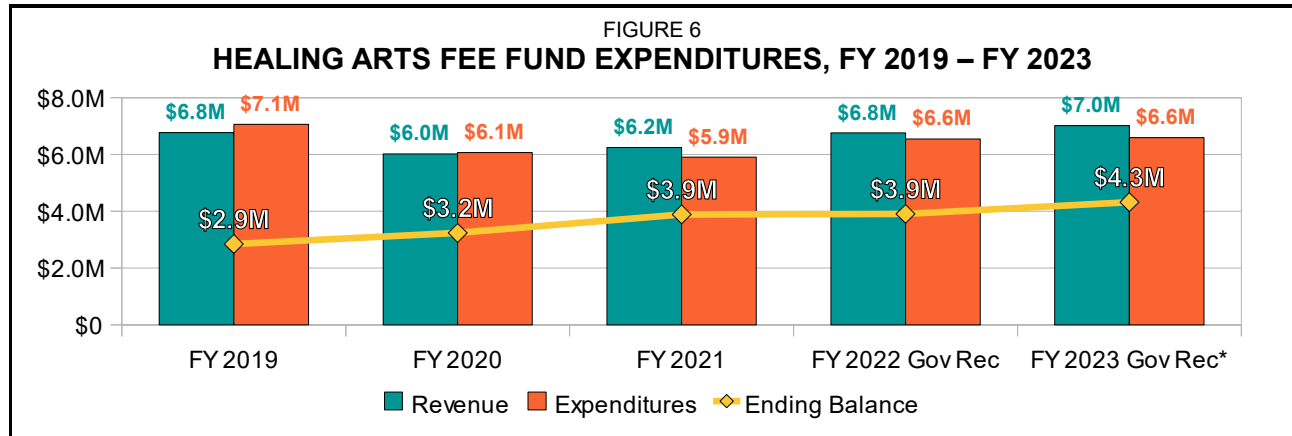
The Healing Arts Fee Fund is mainly derived from licensing and registration fees, deposited in the Healing Arts Fee Fund pursuant to KSA 65-2885. Maximum fees are established in statute, and the actual rates are set by rule and regulation. The fees vary based on the type of license or registration sought.

The Board is able to process license and registration applications online; however, the licensee or registrant also has the option of submitting a paper renewal. Fees are slightly reduced for online renewals. The Board's regulations also establish fees for late renewals or reinstatement of a revoked license.

Included below is a table of the Board's fees, which constitute the bulk of the fund revenue.

KSA 75-3170a(a) provides that 90.0 percent of incoming revenues are retained by the agency and 10.0 percent are deposited into the State General Fund (SGF), up to a maximum of \$100,000 per fiscal year per fund. The table below summarizes the estimated receipts and fund balances based on the agency estimate and the Governor's recommendation.

HEALING ARTS FEE FUND



* For FY 2023, the lowest month ending balance for the Healing Arts Fee Fund will occur in April, with a balance of \$1.9 million.

FIGURE 7
LICENSE FEES, FY 2022

License	Current Fee	Statutory Limit	Authority
Doctors of Medicine and Surgery	\$ 330	\$ 500	KSA 65-2852
Doctors of Osteopathic Medicine and Surgery	330	500	<i>Id.</i>
Doctors of Chiropractic Medicine	330	500	<i>Id.</i>
Doctors of Podiatric Medicine	330	500	<i>Id.</i>
Doctors of Naturopathic Medicine	125	150	<i>Id.</i>
Physician Assistants	150	150	<i>Id.</i>
Physical Therapists	70	70	<i>Id.</i>
Physical Therapist Assistants	70	70	<i>Id.</i>
Occupational Therapists	75	80	<i>Id.</i>
Occupational Therapy Assistants	75	80	<i>Id.</i>
Respiratory Therapists	75	80	<i>Id.</i>
Athletic Trainers	70	70	<i>Id.</i>
Radiologic Technologists	50	80	<i>Id.</i>
Certified Nurse Midwives	100	100	<i>Id.</i>
Acupuncturists	150	300	<i>Id.</i>

FY 2022 ANALYSIS

FIGURE 8
SUMMARY OF BUDGET REQUEST, FY 2022

	SGF	Special Revenue Funds	All Funds	FTE
Legislative Approved:				
Amount Approved by 2021 Legislature	\$ -	\$ 6,562,233	\$ 6,562,233	63.0
1. No Changes	-	-	-	-
<i>Subtotal—Legislative Approved</i>	\$ -	\$ 6,562,233	\$ 6,562,233	63.0
Agency Revised Estimate:				
2. Corrected FTE Positions	-	-	-	(2.0)
<i>Subtotal—Agency Revised Estimate</i>	\$ -	\$ 6,562,233	\$ 6,562,233	61.0
Governor's Recommendation:				
3. 24/7 Pay Plan	-	23,194	23,194	-
TOTAL	\$ -	\$ 6,585,427	\$ 6,585,427	61.0

LEGISLATIVE APPROVED

1. **NO CHANGES.** Subsequent to the 2021 Session, no adjustments were made to the \$6.6 million appropriated to the Kansas State Board of Healing Arts for FY 2022.

AGENCY ESTIMATE

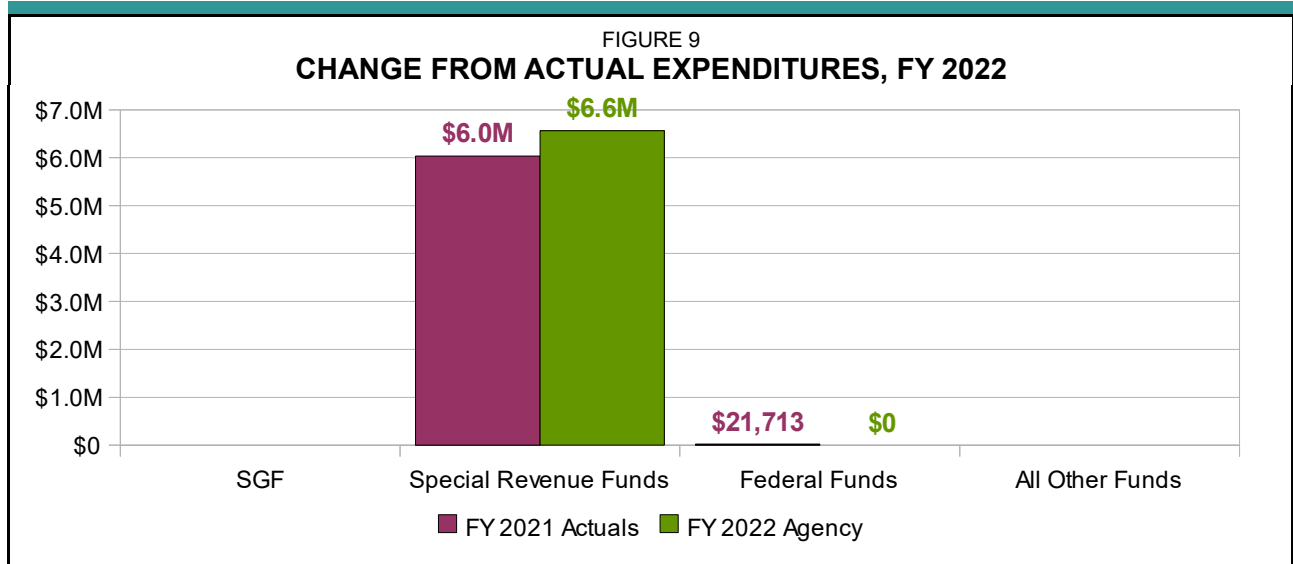
The **agency** requests \$6.6 million, all from special revenue funds in FY 2022. There are no changes to the total amount. However, there are changes to the expenditure categories. The revised estimate includes a decrease of \$55,217, or 1.2 percent, in salaries and wages and a decrease of \$9,150, or 17.8 percent, in commodities, below the approved amount. The revised estimate includes increases of \$917, or 0.1 percent, in contractual services and \$63,450, or 119.9 percent, in capital outlay. The increase in capital outlay is due to replacement of 10 desktop computers, 25 monitors, 10 laptops, 5 printers, and additional licenses, books and other equipment.

2. **CORRECTED FTE POSITIONS.** There was a correction of 2.0 FTE positions.

GOVERNOR'S RECOMMENDATION

3. The **Governor** recommends expenditures of \$6.6 million, all from special revenue funds. This is an increase of \$23,194, or 0.4 percent, above the agency request. The increase is due to the Governor's 24/7 pay plan in FY 2022.

FY 2022 CHANGE FROM ACTUAL EXPENDITURES



There is an increase of \$524,793, all from special revenue funds, between FY 2021 actual amounts and the revised estimate in FY 2022. The revised estimate includes increases in salaries and wages of \$570,833 and contractual services of \$117,241. The revised estimate includes a decrease of \$181,501 in capital outlay due to a reduction in expenditures for equipment and furniture. The lower actual expenditures in salaries and wages in FY 2021 was due to open positions and employees hired in at lower starting salaries than the employees leaving the agency.

Sub. for HB 2066 (2021) regarding occupational and professional licensing standards became law, and there was an increase to salaries and wages and an additional FTE positions added due to the changes associated with this new law in FY 2022.

FY 2023 ANALYSIS

FIGURE 10
SUMMARY OF BUDGET REQUEST, FY 2023

	SGF	Special Revenue Funds	All Funds	FTE
Amount Approved by 2021 Legislature	\$ -	\$ 6,887,656	\$ 6,887,656	62.0
Agency Request:				
1. Capital Outlay Adjustments	\$ -	\$ (293,350)	\$ (293,350)	--
2. All Other Adjustments	-	(6,650)	(6,650)	(1.0)
<i>Subtotal—Agency Estimate</i>	\$ -	\$ 6,587,656	\$ 6,587,656	61.0
Governor's Recommendation:				
3. 24/7 Pay Plan	-	43,071	43,071	--
TOTAL	\$ -	\$ 6,630,727	\$ 6,630,727	61.0

AGENCY REQUEST

The **agency** requests a revised estimate of \$6.6 million, all from special revenue funds, for FY 2023. This is a decrease of \$300,000 below the approved amount. The revised estimate includes decreases of salaries and wages (\$24,731), commodities (\$4,800) and capital outlay (\$293,350), partially offset by an increase in contractual services (\$22,881). The primary decrease is due to reduced purchases of computer equipment.

- CAPITAL OUTLAY ADJUSTMENTS.** There is a decrease of \$293,350, all from special revenue funds due to a decrease in the revised estimate for replacement of computer equipment and furniture.
- ALL OTHER ADJUSTMENTS.** There are decreases in salaries and wages of \$24,731 and commodities of \$4,800 with a partially offsetting increase in contractual services of \$22,881. The net reduction to the revised estimate is \$6,650. There was also a correction of 1.0 FTE position.

GOVERNOR'S RECOMMENDATION

- The **Governor** recommends \$6.6 million, all from special revenue funds. This is an increase of \$43,071, or 0.6 percent, for the Governor's 24/7 pay plan for FY 2023.

PERFORMANCE MEASURES OVERVIEW

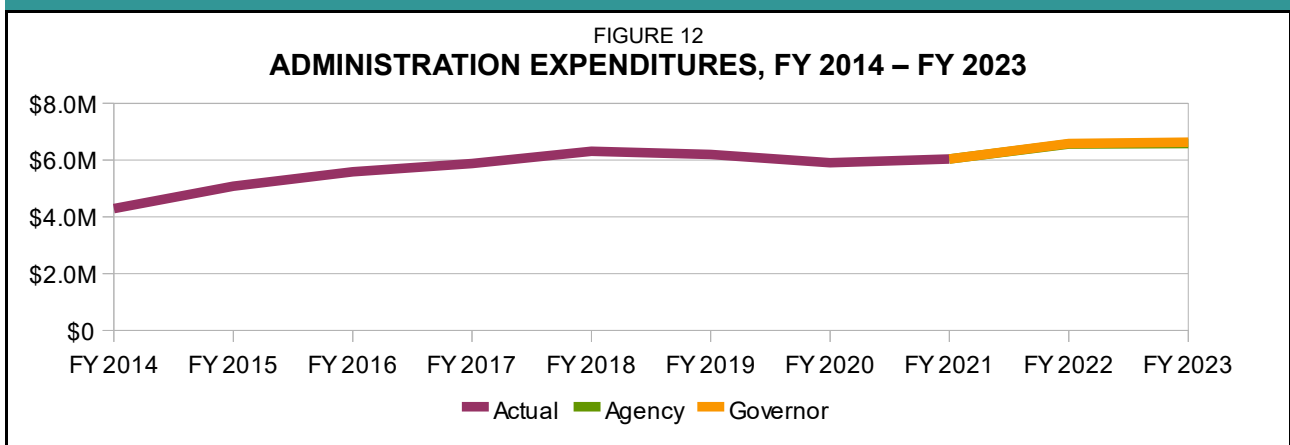
FIGURE 11
EXPENDITURES AND FTE POSITIONS BY PROGRAM, FY 2021 – FY 2023

Programs	Actual FY 2021	Agency FY 2022	Governor FY 2022	Agency FY 2023	Governor FY 2023
Expenditures:					
Administration	\$ 6,037,440	\$ 6,562,233	\$ 6,585,427	\$ 6,587,656	\$ 6,630,727
FTE Positions:					
Administration	61.0	61.0	61.0	61.0	61.0

PERFORMANCE MEASURES

The 2016 Legislature passed HB 2739, which outlined a three-year process for state agencies to develop and implement a system of performance budgeting using outcome measures to evaluate program effectiveness.

ADMINISTRATION



STATUTORY BASIS: • KSA 65-2800 *et seq.*

PROGRAM GOALS: • Issue Licenses.
• Investigate complaints.

FIGURE 13
ADMINISTRATION, PERFORMANCE MEASURES

	Actual FY 2020	Actual FY 2021	Actual 3-Year Ave.	Target FY 2022	Target FY 2023
Outcome Measure:					
1.Total Licenses Issued	3,130	3,554	3,179	3,944	4,377
2.Total Investigations	1,216	773	978	960	936
3.Total Complaints	4,437	3,322	4,047	4,000	3,900
Financing					
	Actual FY 2020	Actual FY 2021		Governor FY 2022	Governor FY 2023
SGF	\$ -	\$ -		\$ -	\$ -
Federal Funds	-	-		-	-
All Other Funds	6,476,642	6,037,440		6,585,427	6,630,727
TOTAL	\$ 6,476,642	\$ 6,037,440		\$ 6,585,427	\$ 6,630,727
Percentage Change:					
SGF	-- %	-- %		-- %	-- %
All Funds	9.6 %	(6.8) %		9.1 %	0.7 %
FTE Positions	61.0	61.0		61.0	61.0