

KANSAS STATE BOARD OF HEALING ARTS

FY 2023 – FY 2025 BUDGET ANALYSIS

FIGURE 1
BUDGET OVERVIEW, FY 2023 – FY 2025

	Actual FY 2023	Agency FY 2024	Governor FY 2024	Agency FY 2025	Governor FY 2025
Operating Expenditures:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	30,259	-	-	-	-
All Other Funds	6,163,978	7,259,195	7,259,195	7,419,731	7,419,731
<i>Subtotal</i>	<i>\$ 6,194,237</i>	<i>\$ 7,259,195</i>	<i>\$ 7,259,195</i>	<i>\$ 7,419,731</i>	<i>\$ 7,419,731</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	\$ 6,194,237	\$ 7,259,195	\$ 7,259,195	\$ 7,419,731	\$ 7,419,731
Percentage Change:					
State General Fund	-- %	-- %	-- %	-- %	-- %
All Funds	3.7 %	17.2 %	17.2 %	2.2 %	2.2 %
FTE Positions	56.0	67.0	67.0	68.0	68.0

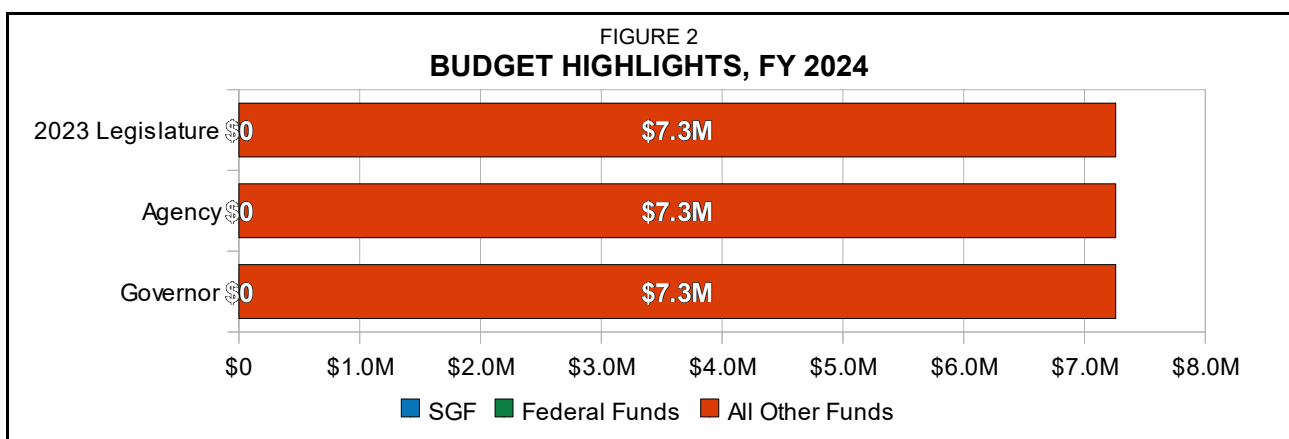
The Kansas State Board of Healing Arts, created in 1957, licenses and regulates medical, osteopathic, and chiropractic doctors. Additionally, the agency issues temporary permits, postgraduate training permits, special permits, institutional licenses, temporary education licenses, visiting professor licenses,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

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

PROGRAM GOALS: • Issue licenses to medical professionals practicing in Kansas.
• Investigate complaints that meet the statutory requirements for an investigation.

EXECUTIVE SUMMARY

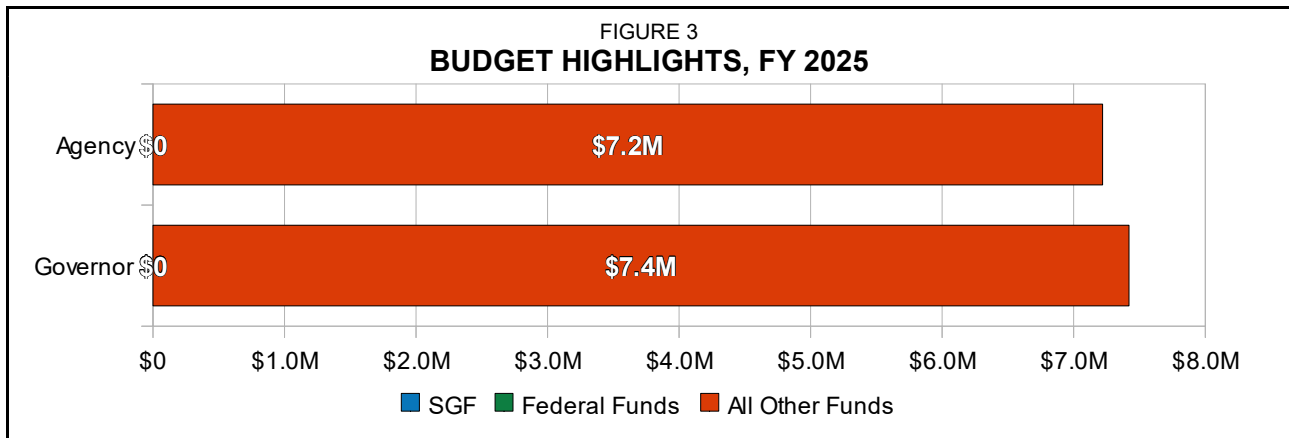
The 2023 Legislature approved a budget of \$7.3 million, all from special revenue funds, in expenditures and 67.0 FTE positions for the Kansas State Board of Healing Arts in FY 2024.



The **agency** requests \$7.3 million, all from special revenue funds, in expenditures and 67.0 FTE positions in FY 2024. This is the same as the amount approved by the 2023 Legislature.

However, there are changes to the expenditure categories. The revised estimate includes an increase of \$37,894, or 0.7 percent, in salaries and wages, largely due to increased expenditures for employee pay and employer contributions to Social Security. The increase is partially offset by a decrease of \$32,269, or 1.8 percent, in contractual services for computer programming services and decreased expenditures for office supplies.

The **Governor** concurs with the agency's request in FY 2024.



The **agency** requests \$7.4 million, all from special revenue funds, in expenditures and 68.0 FTE positions for FY 2025. This is an increase of \$200,041, or 2.8 percent, above the agency's FY 2025 approved amount. The increase is entirely due to the agency's enhancement request to fund the state employee pay plan in FY 2025 that was approved by the 2023 Legislature. The agency's revised request includes 68.0 FTE positions, which is an increase of 1.0 FTE position above the 2025 approved number. This position will be an administrative specialist in the licensing program.

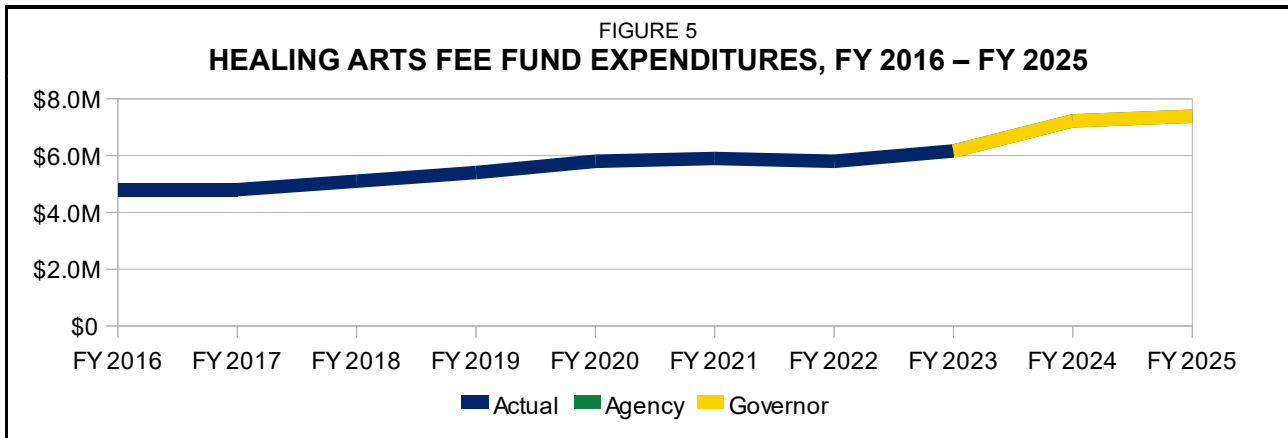
The **Governor** concurs with the agency's request for FY 2025.

EXPENDITURES AND FINANCING

FIGURE 4
BUDGET SUMMARY BY CATEGORY OF EXPENDITURE, FY 2023 – FY 2025

Category of Expenditure:	Actual FY 2023	Agency FY 2024	Governor FY 2024	Agency FY 2025	Governor FY 2025
Salaries and Wages	\$ 4,226,441	\$ 5,442,423	\$ 5,442,423	\$ 5,497,567	\$ 5,497,567
Contractual Services	1,639,595	1,724,502	1,724,502	1,822,359	1,822,359
Commodities	17,798	24,675	24,675	27,410	27,410
Capital Outlay	310,403	67,595	67,595	72,395	72,395
Debt Service Interest	-	-	-	-	-
<i>Subtotal</i>	<u>\$ 6,194,237</u>	<u>\$ 7,259,195</u>	<u>\$ 7,259,195</u>	<u>\$ 7,419,731</u>	<u>\$ 7,419,731</u>
Aid to Local Units	-	-	-	-	-
Other Assistance	-	-	-	-	-
<i>Subtotal—Operating</i>	<u>\$ 6,194,237</u>	<u>\$ 7,259,195</u>	<u>\$ 7,259,195</u>	<u>\$ 7,419,731</u>	<u>\$ 7,419,731</u>
Capital Improvements	-	-	-	-	-
Debt Service Principal	-	-	-	-	-
TOTAL	<u>\$ 6,194,237</u>	<u>\$ 7,259,195</u>	<u>\$ 7,259,195</u>	<u>\$ 7,419,731</u>	<u>\$ 7,419,731</u>
Financing:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	30,259	-	-	-	-
All Other Funds	6,163,978	7,259,195	7,259,195	7,419,731	7,419,731
TOTAL	<u>\$ 6,194,237</u>	<u>\$ 7,259,195</u>	<u>\$ 7,259,195</u>	<u>\$ 7,419,731</u>	<u>\$ 7,419,731</u>
FTE Positions	56.0	67.0	67.0	68.0	68.0

HEALING ARTS FEE FUND



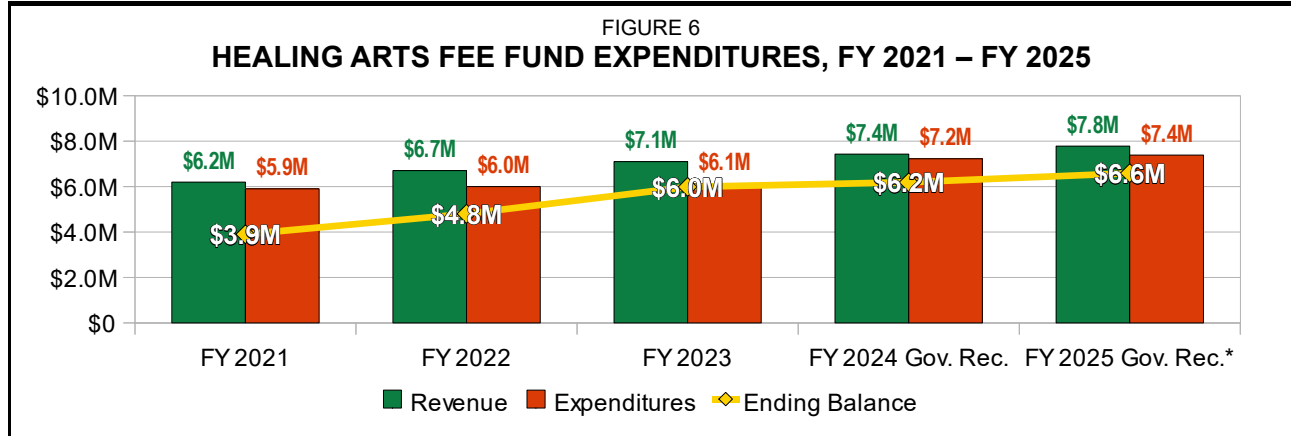
The Healing Arts Fee Fund is mainly derived from licensing and registration fees, which are deposited in the fund pursuant to KSA 65-2885. Maximum fees are established in statute, and the actual rates are set by rule and regulation. The fees vary based on the type of license or registration sought.

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 on the following page 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's estimate and the Governor's recommendation.

HEALING ARTS FEE FUND



* For FY 2024, the lowest month ending balance for the Healing Arts Fee Fund will occur in April, with a balance of \$5.1 million.

FIGURE 7
LICENSE FEES*, FY 2024

License	Current Fee	Statutory Limit	Authority
Doctors of Medicine and Surgery	\$ 300	\$ 500	KSA 65-2852
Doctors of Osteopathic Medicine and Surgery	300	500	KSA 65-2852
Doctors of Chiropractic Medicine	300	500	KSA 65-2852
Doctors of Podiatric Medicine	300	500	KSA 65-2852
Doctors of Naturopathic Medicine	165	200	KSA 65-7207
Physician Assistants	200	200	KAR 100-28a-1
Physical Therapists	80	80	KAR 100-29-7
Physical Therapist Assistants	80	80	KAR 100-29-7
Occupational Therapists	80	80	KSA 65-2852
Occupational Therapy Assistants	80	80	KSA 65-2852
Respiratory Therapists	80	80	KSA 65-2852
Athletic Trainers	80	80	KSA 65-6910
Radiologic Technologists	60	80	KSA 65-2852
Certified Nurse Midwives	100	100	KSA 65-2852
Acupuncturists	165	700	KSA 65-7611

* All Fee amounts represent the amount for the initial application for licensing.

FY 2024 ANALYSIS

FIGURE 8

SUMMARY OF BUDGET REQUEST, FY 2024

	SGF	All Funds	FTE
Legislative Approved:			
Amount Approved by 2023 Legislature	\$ -	\$ 7,259,195	67.0
1. No Changes	-	-	--
<i>Subtotal—Legislative Approved</i>	<i>\$ -</i>	<i>\$ 7,259,195</i>	<i>67.0</i>
Agency Revised Estimate:			
2. No Changes	-	-	--
<i>Subtotal—Agency Revised Estimate</i>	<i>\$ -</i>	<i>\$ 7,259,195</i>	<i>67.0</i>
Governor’s Recommendation:			
3. No Changes	-	-	--
TOTAL	\$ -	\$ 7,259,195	67.0

LEGISLATIVE APPROVED

Subsequent to the 2023 Session, no adjustments were made to the \$7.3 million appropriated to the Kansas State Board of Healing Arts for FY 2024.

1. **NO CHANGES.** The amount approved by the 2023 Legislature does not include any changes.

AGENCY ESTIMATE

The **agency** requests \$7.3 million, all from special revenue funds, and 67.0 FTE positions in FY 2024. There are no changes to the total amount. However, there are changes to the expenditure categories. The revised estimate includes an increase of \$37,894, or 0.7 percent, in salaries and wages, largely due to an increase in expenditures for employee pay and employer contributions to Social Security. This was partially offset by a decrease of \$32,269, or 1.8 percent, in contractual services for computer programming services.

The **agency’s** request includes the following adjustments:

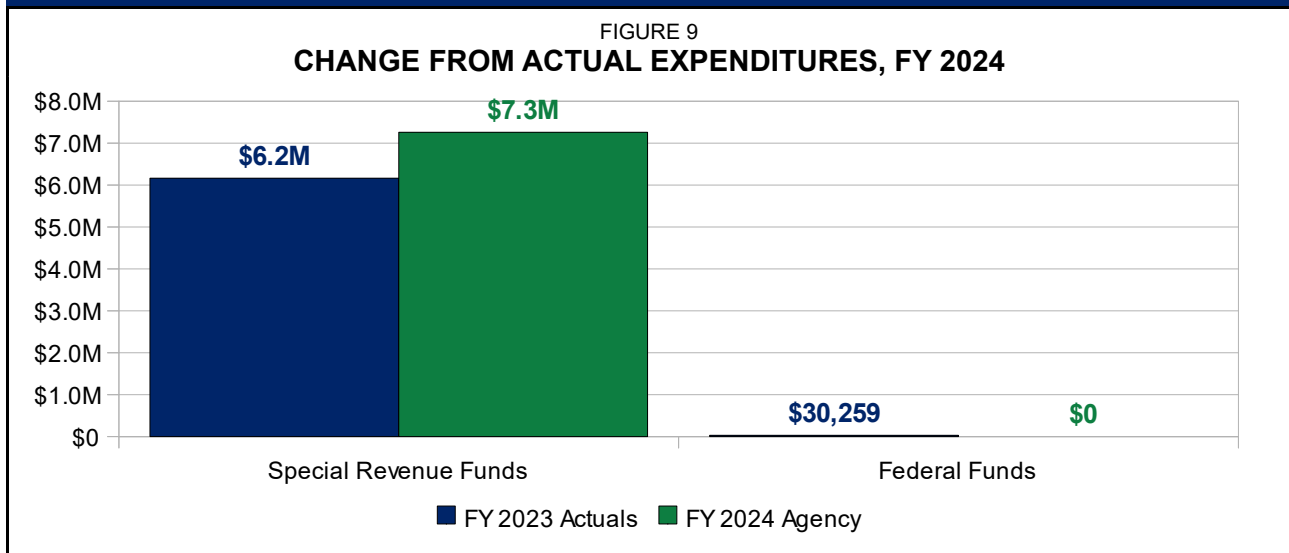
2. **NO CHANGES.** The agency’s request does not include any changes to the amount approved by the 2023 legislature.

GOVERNOR’S RECOMMENDATION

The **Governor** concurs with the agency’s request in FY 2024.

3. **NO CHANGES.** The Governor does not recommend any changes to the agency’s FY 2024 revised estimate.

FY 2024 CHANGE FROM ACTUAL EXPENDITURES



The **agency** estimates revised expenditures of \$7.3 million, all from special revenue funds, in FY 2024. There is an increase of \$1.1 million, all from special revenue funds, from the FY 2023 actual amount. The revised estimate includes a \$1.2 million increase in salaries and wages. This is due to the agency spending approximately \$599,632 less than the approved amount in FY 2023 because of unfilled staff positions in FY 2023, along with an increase in expenditures in FY 2024 for employer contributions to health insurance and contractual expenditures for computer services. The increase was partially offset by a reduction of \$242,808 in capital outlay related to office furniture, computer equipment, and software.

FY 2025 ANALYSIS

FIGURE 10

SUMMARY OF BUDGET REQUEST, FY 2025

	SGF	All Funds	FTE
Agency Revised Estimate*:			
Revised Estimate without Major Changes	\$ -	\$ 7,219,690	67.0
Enhancement Requests:			
1. Pay Plan Shortfall	-	200,041	--
2. FTE Position Increase	-	-	1.0
<i>Subtotal—Agency Revised Estimate</i>	\$ -	\$ 7,419,731	68.0
Governor's Recommendation:			
3. No Changes	-	-	--
TOTAL	\$ -	\$ 7,419,731	68.0

Staff note: The 2023 Legislature approved a budget of \$7,219,690, all from special revenue funds, and 67.0 FTE positions for FY 2025.

AGENCY ESTIMATE

The **agency** submits a revised estimate of \$7.4 million, all from special revenue funds, in expenditures and 68.0 FTE positions for FY 2025. This is an increase of \$200,041, or 2.8 percent, above the amount approved by the FY 2024 legislature.

The **agency's** request includes the following adjustments:

1. **PAY PLAN SHORTFALL.** The request includes \$200,041 from the Board of Healing Arts Fee Fund for FY 2025 to account for an increase in expenditure limitations that was inadvertently left out of the Legislative Pay Plan in 2023 SB 25. This adjustment would achieve the intended effect of the pay plan and does not represent a substantive change from the salary adjustments approved by the 2023 Legislature.
2. **FTE POSITION INCREASE.** The agency requests 1.0 additional FTE position in FY 2025. This position will be an administrative specialist in the licensing program. The agency has added programs, many of which have more than one type of license, and additional staff time is needed to help maintain response times for licensing and renewals.

GOVERNOR'S RECOMMENDATION

The **Governor** concurs with the agency's request for FY 2025.

3. **NO CHANGES.** The Governor does not recommend any changes to the agency's FY 2025 request.

SUPPLEMENTAL AND ENHANCEMENT REQUESTS

FIGURE 11 SUPPLEMENTAL AND ENHANCEMENT REQUESTS, FY 2024 – FY 2025						
Request	Agency			Governor		
	SGF	All Funds	FTE	SGF	All Funds	FTE
FY 2025 Enhancements:						
1. Pay Plan Shortfall	-	200,041	-	-	200,041	-

1. **PAY PLAN SHORTFALL.** The request includes \$200,041 from the Board of Healing Arts Fee Fund for FY 2025 to account for an increase in expenditure limitations that was inadvertently left out of the Legislative Pay Plan in 2023 SB 25. This adjustment would achieve the intended effect of the pay plan and does not represent a substantive change from the salary adjustments approved by the 2023 Legislature.

The Governor recommends adoption of this request.