

# KANSAS STATE BOARD OF HEALING ARTS

## FY 2022 – FY 2025 BUDGET ANALYSIS

FIGURE 1  
**BUDGET OVERVIEW, FY 2022 – FY 2025**

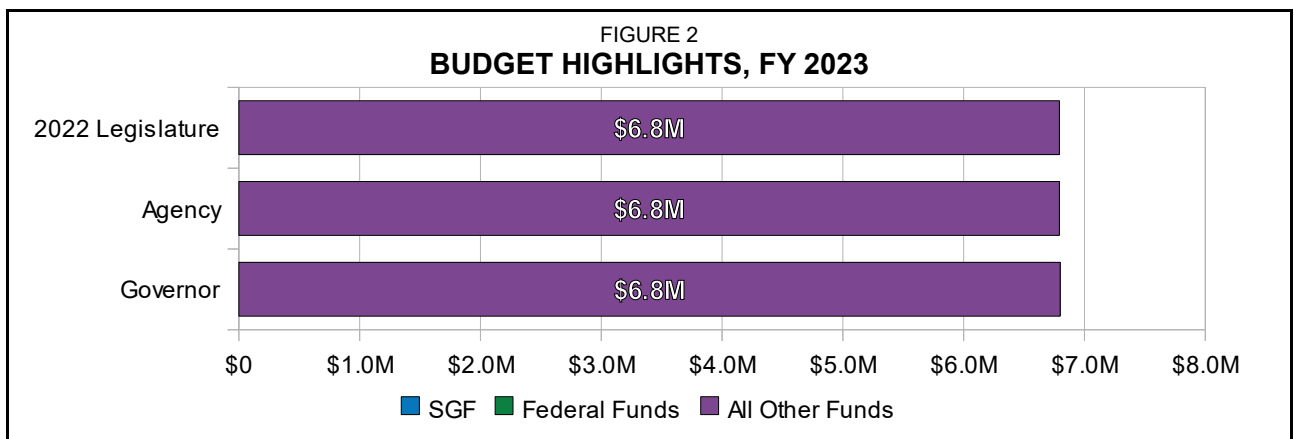
|                                | Actual<br>FY 2022          | Agency<br>FY 2023          | Governor<br>FY 2023        | Agency<br>FY 2024          | Governor<br>FY 2024        | Agency<br>FY 2025          | Governor<br>FY 2025        |
|--------------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>Operating Expenditures:</b> |                            |                            |                            |                            |                            |                            |                            |
| State General Fund             | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       |
| Federal Funds                  | -                          | -                          | -                          | -                          | -                          | -                          | -                          |
| All Other Funds                | 5,974,080                  | 6,793,599                  | 6,793,599                  | 7,059,154                  | 7,059,154                  | 7,219,690                  | 7,219,690                  |
| <i>Subtotal</i>                | <u>\$ 5,974,080</u>        | <u>\$ 6,793,599</u>        | <u>\$ 6,793,599</u>        | <u>\$ 7,059,154</u>        | <u>\$ 7,059,154</u>        | <u>\$ 7,219,690</u>        | <u>\$ 7,219,690</u>        |
| <b>Capital Improvements:</b>   |                            |                            |                            |                            |                            |                            |                            |
| State General Fund             | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       |
| Federal Funds                  | -                          | -                          | -                          | -                          | -                          | -                          | -                          |
| All Other Funds                | -                          | -                          | -                          | -                          | -                          | -                          | -                          |
| <i>Subtotal</i>                | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                |
| <b>TOTAL</b>                   | <b><u>\$ 5,974,080</u></b> | <b><u>\$ 6,793,599</u></b> | <b><u>\$ 6,793,599</u></b> | <b><u>\$ 7,059,154</u></b> | <b><u>\$ 7,059,154</u></b> | <b><u>\$ 7,219,690</u></b> | <b><u>\$ 7,219,690</u></b> |
| <b>Percentage Change:</b>      |                            |                            |                            |                            |                            |                            |                            |
| State General Fund             | --                         | --                         | --                         | --                         | --                         | --                         | --                         |
| All Funds                      | (1.0) %                    | 13.7 %                     | 13.7 %                     | 3.9 %                      | 3.9 %                      | 2.3 %                      | 2.3 %                      |
| FTE Positions                  | 62.0                       | 67.0                       | 67.0                       | 67.0                       | 67.0                       | 67.0                       | 67.0                       |

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 2022 Legislature approved a budget of \$6,793,599, all from special revenue funds, in expenditures and 61.0 FTE positions for the Kansas State Board of Healing Arts in FY 2023.

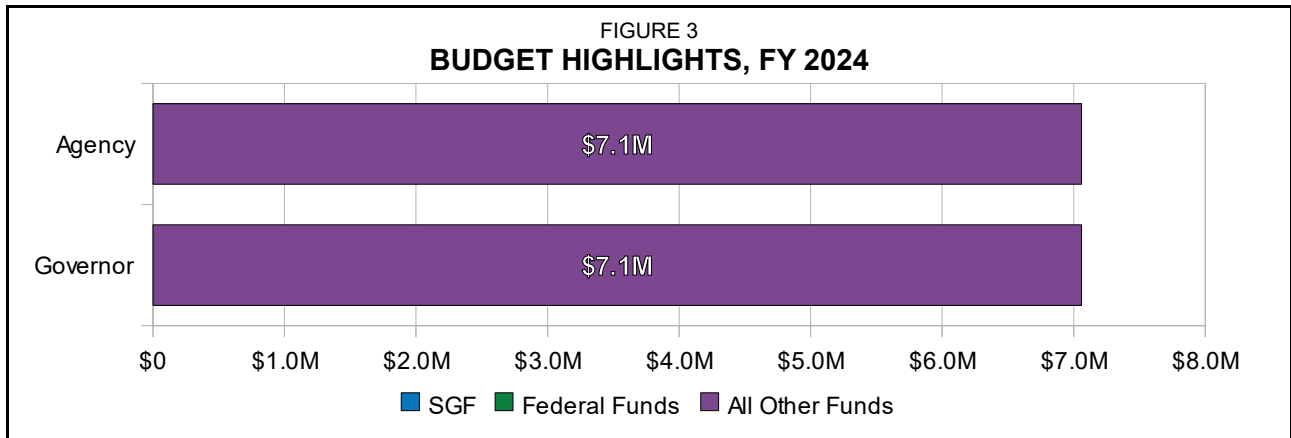


The **agency** requests \$6.8 million, all from special revenue funds, in expenditures and 67.0 FTE positions in FY 2023. This is the same as the approved amount. However, there are changes to the expenditure categories. The revised estimate includes an increase of \$345,726, or 7.2 percent, in salaries and wages largely due to an increase in unclassified employee salaries and wages expenditures to fund 6.0 new FTE positions, partially offset by a decrease of \$301,876, or

16.3 percent, in contractual services for computer software and services and a decrease of \$30,850 in commodities due to lower than anticipated expenditures for office supplies.

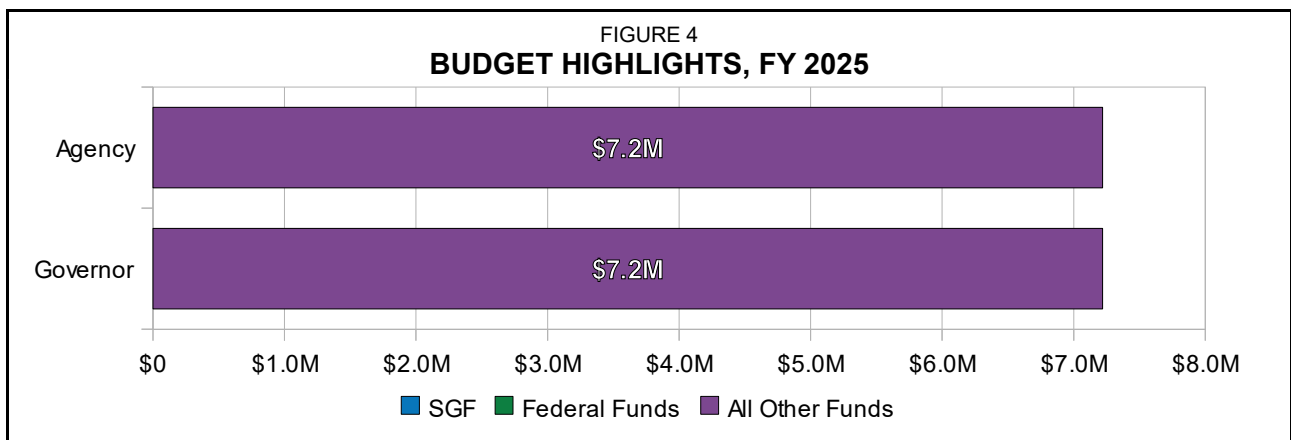
The agency requests 67.0 FTE positions in FY 2023. This is an increase of 6.0 FTE positions. The agency is requesting an increase in the number of FTE positions to ensure that they can keep up with an increasing number of licensees while maintaining reasonable workloads for staff.

The **Governor** concurs with the agency's revised estimate in FY 2023.



The **agency** requests \$7.1 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2024. This is an increase of \$265,555, or 3.9 percent, above the FY 2023 agency revised estimate. The increase is primarily due to an anticipated increase in travel for staff and board members as more meetings transition from online to in-person, and increased salary and wages expenditures for employer contributions for group health insurance.

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



The **agency** requests \$7.2 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2025. This is an increase of \$160,536, or 2.3 percent, above the agency's FY 2024 request. The increase is primarily in contractual services for increased travel expenditures for staff and board members as more meetings transition from online to in-person.

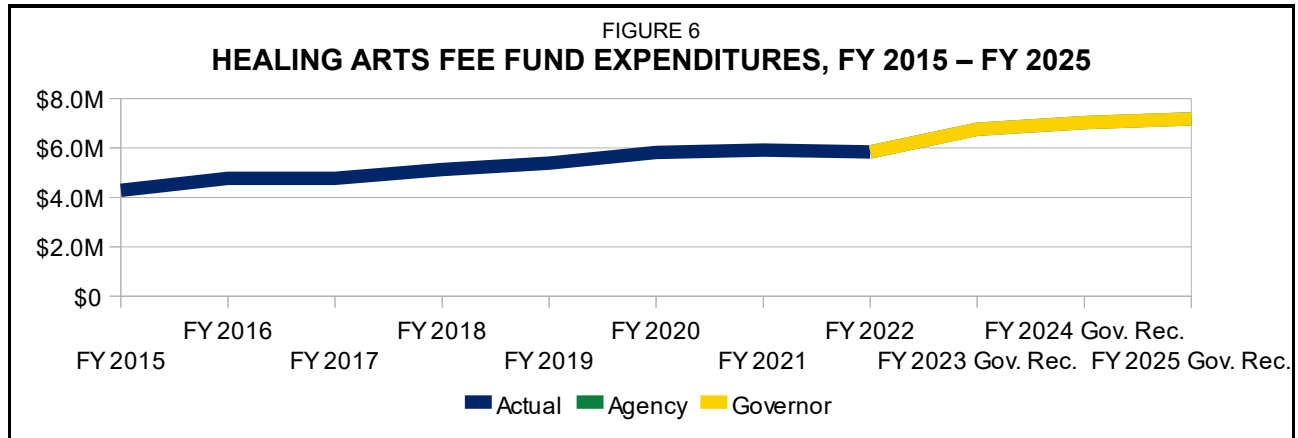
The **Governor** concurs with the agency's request for FY 2025.

## EXPENDITURES AND FINANCING

**FIGURE 5**  
**BUDGET SUMMARY BY CATEGORY OF EXPENDITURE, FY 2022 – FY 2025**

| Category of Expenditure:  | Actual<br>FY 2022   | Agency<br>FY 2023   | Governor<br>FY 2023 | Agency<br>FY 2024   | Governor<br>FY 2024 | Agency<br>FY 2025   | Governor<br>FY 2025 |
|---------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Salaries and Wages        | \$ 4,122,085        | \$ 5,165,851        | \$ 5,165,851        | \$ 5,204,488        | \$ 5,204,488        | \$ 5,201,474        | \$ 5,201,474        |
| Contractual Services      | 1,734,549           | 1,546,948           | 1,546,948           | 1,756,771           | 1,756,771           | 1,902,821           | 1,902,821           |
| Commodities               | 15,618              | 18,600              | 18,600              | 30,300              | 30,300              | 38,000              | 38,000              |
| Capital Outlay            | 101,828             | 62,200              | 62,200              | 67,595              | 67,595              | 77,395              | 77,395              |
| Debt Service Interest     | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| <b>Subtotal</b>           | <b>\$ 5,974,080</b> | <b>\$ 6,793,599</b> | <b>\$ 6,793,599</b> | <b>\$ 7,059,154</b> | <b>\$ 7,059,154</b> | <b>\$ 7,219,690</b> | <b>\$ 7,219,690</b> |
| Aid to Local Units        | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Other Assistance          | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| <b>Subtotal—Operating</b> | <b>\$ 5,974,080</b> | <b>\$ 6,793,599</b> | <b>\$ 6,793,599</b> | <b>\$ 7,059,154</b> | <b>\$ 7,059,154</b> | <b>\$ 7,219,690</b> | <b>\$ 7,219,690</b> |
| Capital Improvements      | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Debt Service Principal    | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| <b>TOTAL</b>              | <b>\$ 5,974,080</b> | <b>\$ 6,793,599</b> | <b>\$ 6,793,599</b> | <b>\$ 7,059,154</b> | <b>\$ 7,059,154</b> | <b>\$ 7,219,690</b> | <b>\$ 7,219,690</b> |
| <b>Financing:</b>         |                     |                     |                     |                     |                     |                     |                     |
| State General Fund        | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                |
| Healing Arts Fee Fund     | 5,966,023           | 6,758,599           | 6,758,599           | 7,024,154           | 7,024,154           | 7,184,690           | 7,184,690           |
| Federal Funds             | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| All Other Funds           | 8,057               | 35,000              | 35,000              | 35,000              | 35,000              | 35,000              | 35,000              |
| <b>TOTAL</b>              | <b>\$ 5,974,080</b> | <b>\$ 6,793,599</b> | <b>\$ 6,793,599</b> | <b>\$ 7,059,154</b> | <b>\$ 7,059,154</b> | <b>\$ 7,219,690</b> | <b>\$ 7,219,690</b> |
| FTE Positions             | 62.0                | 67.0                | 67.0                | 67.0                | 67.0                | 67.0                | 67.0                |

### HEALING ARTS FEE FUND



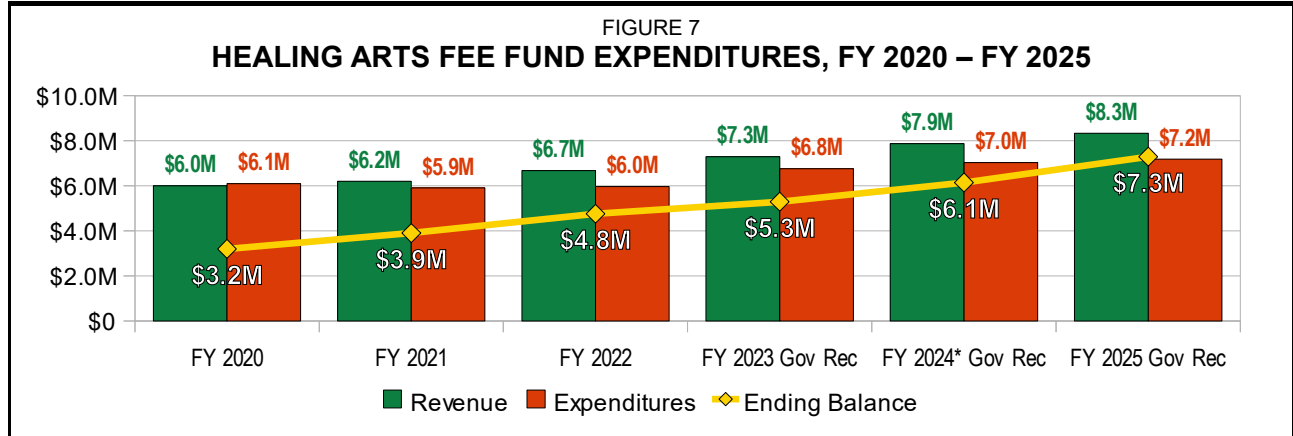
The Healing Arts Fee Fund is mainly derived from licensing and registration fees, deposited in the Healing Arts Fee Fund pursuant to KSA 65-2885. Maximum fees are established in statute, and the actual rates are set by rule and regulation. The fees vary based on the type of license or registration sought.

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 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 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 \$4.0 million.

FIGURE 8  
**LICENSURE FEES, FY 2023**

| 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   |

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

## FY 2023 ANALYSIS

FIGURE 9  
**SUMMARY OF BUDGET REQUEST, FY 2023**

|   | SGF       |          | Special Revenue<br>Funds | All Funds           | FTE         |
|---|-----------|----------|--------------------------|---------------------|-------------|
| <b>Legislative Approved:</b>            |           |          |                          |                     |             |
| Amount Approved by 2022 Legislature     | \$        | -        | \$ 6,793,599             | \$ 6,793,599        | 61.0        |
| 1. No Changes                           |           | -        | -                        | -                   | --          |
| <i>Subtotal—Legislative Approved</i>    | \$        | -        | \$ 6,793,599             | \$ 6,793,599        | 61.0        |
| <b>Agency Revised Estimate:</b>         |           |          |                          |                     |             |
| 2. Additional FTE Positions             |           | -        | -                        | -                   | 6.0         |
| <i>Subtotal—Agency Revised Estimate</i> | \$        | -        | \$ 6,793,599             | \$ 6,793,599        | 67.0        |
| <b>Governor's Recommendation:</b>       |           |          |                          |                     |             |
| 3. No Changes                           |           | -        | -                        | -                   | --          |
| <b>TOTAL</b>                            | <b>\$</b> | <b>-</b> | <b>\$ 6,793,599</b>      | <b>\$ 6,793,599</b> | <b>67.0</b> |

### **LEGISLATIVE APPROVED**

Subsequent to the 2022 Session, no adjustments were made to the \$6.8 million appropriated to the Kansas State Board of Healing Arts for FY 2023.

1. No changes were made to the amount approved by the 2022 Legislature.

### **AGENCY ESTIMATE**

The **agency** requests \$6.8 million, all from special revenue funds and 67.0 FTE positions in FY 2023. There are no changes to the total amount. However, there are changes to the expenditure categories. The revised estimate includes an increase of \$345,726, or 7.2 percent, in salaries and wages largely due to an increase in unclassified employee salaries and wages expenditures to fund 6.0 new FTE positions, partially offset by a decrease of \$301,876, or 16.3 percent, in contractual services, for computer software and services and a decrease of \$30,850 in commodities due to lower than anticipated expenditures for office supplies.

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

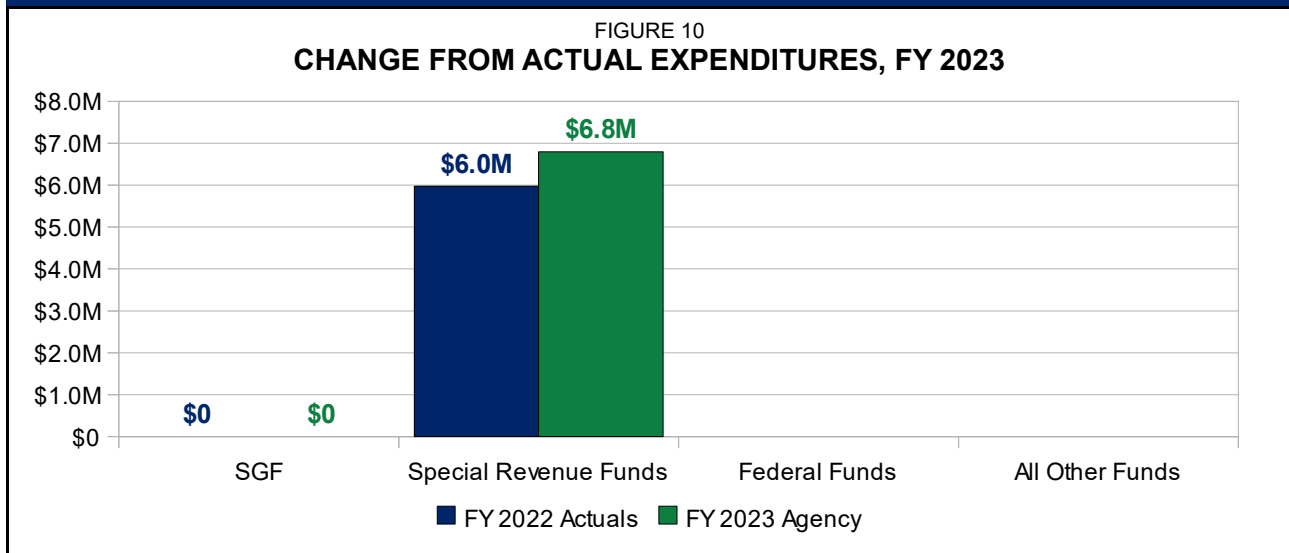
2. **ADDITIONAL FTE POSITIONS.** The agency added 6.0 FTE positions to ensure the agency can keep up with an increasing number of licensees. Added positions include attorneys in the licensing and disciplinary departments and general counsel.

### **GOVERNOR'S RECOMMENDATION**

The **Governor** concurs with the agency's request for FY 2023.

3. **NO CHANGES.** The Governor does not recommend any changes to the agency's FY 2023 revised estimate.

## FY 2023 CHANGE FROM ACTUAL EXPENDITURES



The **agency** estimates revised expenditures of \$6.8 million, all from special revenue funds, in FY 2023. There is an increase of \$819,519, all from special revenue funds, from FY 2022 actual amounts and the revised estimate in FY 2023. The revised estimate includes a \$1.0 million increase in salaries and wages. This is due to the agency spending approximately \$500,000 less than the approved amount for salaries and wages in FY 2022 due to unfilled staff positions, along with an increase in FY 2023 to fund 6.0 additional FTE positions.

## FY 2024 ANALYSIS

FIGURE 11  
**SUMMARY OF BUDGET REQUEST, FY 2024**

|  |   | SGF       |          | Special Revenue<br>Funds | All Funds           | FTE         |
|--|---|-----------|----------|--------------------------|---------------------|-------------|
| <b>Agency Revised Estimate, FY 2023:</b> |   | \$        | -        | \$ 6,793,599             | \$ 6,793,599        | 67.0        |
| <b>Agency Request:</b>                   |   |           |          |                          |                     |             |
| 1. Contractual Services Adjustments      | 1 | \$        | -        | \$ 209,823               | \$ 209,823          | --          |
| 2. Salary and Wages Adjustments          |   |           | -        | 38,637                   | 38,637              | --          |
| 3. All Other Adjustments                 |   |           | -        | 17,095                   | 17,095              | --          |
| <i>Subtotal—Agency Request</i>           |   | \$        | -        | \$ 7,059,154             | \$ 7,059,154        | 67.0        |
| <b>Governor’s Recommendation:</b>        |   |           |          |                          |                     |             |
| 4. No Changes                            |   | \$        | -        | \$ -                     | \$ -                | --          |
| <b>TOTAL</b>                             |   | <b>\$</b> | <b>-</b> | <b>\$ 7,059,154</b>      | <b>\$ 7,059,154</b> | <b>67.0</b> |

### **AGENCY REQUEST**

The **agency** requests \$7.1 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2024. This is an increase of \$265,555, or 3.9 percent, above the agency's FY 2023 revised estimate. The FY 2024 request includes increases in contractual services (\$209,823), salaries and wages (\$38,637), commodities (\$11,700) and capital outlay (\$5,395). The primary increase is due to increased expenditures for staff and board member travel, employer contributions for group health insurance, and office supplies.

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

1. **CONTRACTUAL SERVICES ADJUSTMENTS.** The agency request includes an increase of \$209,823 in contractual services, largely due to the an anticipated increase in staff and board member travel as meetings begin to transition from virtual to in-person.
2. **SALARY AND WAGES ADJUSTMENTS.** The increase is salary and wages is largely due to increased employer contributions for group health insurance.
3. **OTHER ADJUSTMENTS.** Other adjustments include increased expenditures for office supplies, computer supplies, and office furniture to accommodate the increased number of staff hired in FY 2023.

### **GOVERNOR’S RECOMMENDATION**

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

4. **NO CHANGES.** The Governor does not recommend any changes to the agency's FY 2024 request.

## FY 2025 ANALYSIS

FIGURE 12  
**SUMMARY OF BUDGET REQUEST, FY 2025**

|                                     |   | SGF       |          | Special Revenue<br>Funds | All Funds           | FTE         |
|-------------------------------------|---|-----------|----------|--------------------------|---------------------|-------------|
| <b>Agency Request, FY 2024:</b>     |   | \$        | -        | \$ 7,059,154             | \$ 7,059,154        | 67.0        |
| <b>Agency Request:</b>              |   |           |          |                          |                     |             |
| 1. Contractual Services Adjustments | 1 | \$        | -        | \$ 146,050               | \$ 146,050          | --          |
| 2. All Other Adjustments            |   |           | -        | 14,486                   | 14,486              | --          |
| <i>Subtotal—Agency Request</i>      |   | \$        | -        | \$ 7,219,690             | \$ 7,219,690        | 67.0        |
| <b>Governor’s Recommendation:</b>   |   |           |          |                          |                     |             |
| 3. No Changes                       |   | \$        | -        | \$ -                     | \$ -                | --          |
| <b>TOTAL</b>                        |   | <u>\$</u> | <u>-</u> | <u>\$ 7,219,690</u>      | <u>\$ 7,219,690</u> | <u>67.0</u> |

### **AGENCY REQUEST**

The **agency** requests \$7.2 million, all from special revenue funds, in expenditures and 67.0 FTE positions for FY 2025. This is an increase of \$160,536, or 2.3 percent, above the agency's FY 2024 request. The increase is largely due to an increases in contractual services (\$146,050), capital outlay (\$9,800), and commodities (\$7,700), partially offset by a decrease of \$3,014 in salaries and wages expenditures.

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

1. **CONTRACTUAL SERVICES ADJUSTMENTS.** The agency request includes an increase of \$146,050 in contractual services, largely due to the an anticipated increase in staff and board member travel as meetings begin to transition from virtual to in-person and to adjust for the rising price of travel.
2. **ALL OTHER ADJUSTMENTS.** The agency requests an increase of \$14,486 for other expenditures, including for office supplies and office furniture.

### **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.



## PROGRAM AND PERFORMANCE MEASURES OVERVIEW

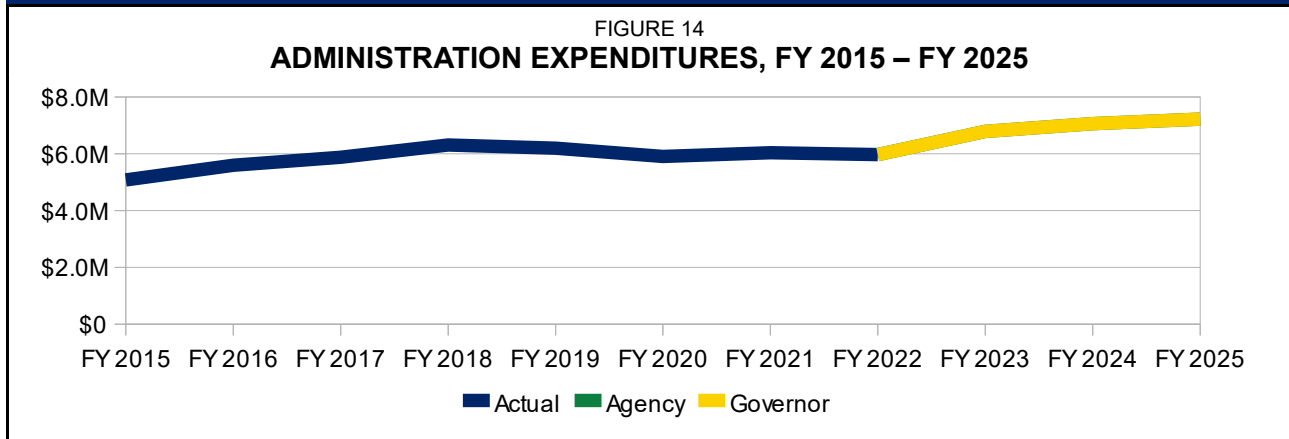
FIGURE 13  
**EXPENDITURES AND FTE POSITIONS BY PROGRAM, FY 2022 – FY 2025**

| Programs              | Actual<br>FY 2022 | Agency<br>FY 2023 | Governor<br>FY 2023 | Agency<br>FY 2024 | Governor<br>FY 2024 | Agency<br>FY 2025 | Governor<br>FY 2025 |
|-----------------------|-------------------|-------------------|---------------------|-------------------|---------------------|-------------------|---------------------|
| <b>Expenditures:</b>  |                   |                   |                     |                   |                     |                   |                     |
| Administration        | \$ 5,974,080      | \$ 6,793,599      | \$ 6,793,599        | \$ 7,059,154      | \$ 7,059,154        | \$ 7,219,690      | \$ 7,219,690        |
| <b>FTE Positions:</b> |                   |                   |                     |                   |                     |                   |                     |
| Program               | 62.0              | 67.0              | 67.0                | 67.0              | 67.0                | 67.0              | 67.0                |

### **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 to medical professionals practicing in Kansas  
• Investigate complaints that meet the statutory requirements for an investigation

The Administration program 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.

FIGURE 15  
**ADMINISTRATION, PERFORMANCE MEASURES**

|  | Actual<br>FY 2021   | Actual<br>FY 2022   | Actual<br>3-Year Avg. | Target<br>FY 2023   | Target<br>FY 2024   |
|--|---------------------|---------------------|-----------------------|---------------------|---------------------|
| <b>Outcome Measure:</b>                  |                     |                     |                       |                     |                     |
| 1. Total Number of Licenses Issued       | 3,554               | 4,015               | 3,566                 | 4,377               | 4,500               |
| 2. Total Number of Investigations Opened | 773                 | 570                 | 853                   | 620                 | 650                 |
| 3. Total Number of Complaints Received*  | 3,322               | 3,329               | 3,696                 | 3,350               | 3,375               |
| <b>Financing</b>                         |                     |                     |                       |                     |                     |
|  | Actual<br>FY 2021   | Actual<br>FY 2022   |                       | Governor<br>FY 2023 | Governor<br>FY 2024 |
| SGF                                      | \$ -                | \$ -                |                       | \$ -                | \$ -                |
| Federal Funds                            | -                   | -                   |                       | -                   | -                   |
| All Other Funds                          | 6,037,440           | 5,974,080           |                       | 6,793,599           | 7,059,154           |
| <b>TOTAL</b>                             | <b>\$ 6,037,440</b> | <b>\$ 5,974,080</b> |                       | <b>\$ 6,793,599</b> | <b>\$ 7,059,154</b> |
| <b>Percentage Change:</b>                |                     |                     |                       |                     |                     |
| SGF                                      | --                  | --                  |                       | --                  | --                  |
| All Funds                                | (6.8) %             | (1.0) %             |                       | 13.7 %              | 3.9 %               |
| FTE Positions                            | 61.0                | 62.0                |                       | 67.0                | 67.0                |

\*The Governor's Office does not utilize this measure for evaluation purposes.