

State Board of Chiropractic Examiners

JLBC: Bethany Nicholas

OSPB: Bob Chapko

Subcommittee: Health & Welfare

DESCRIPTION	FY 2002 ACTUAL	FY 2003 ESTIMATE	FY 2004		FY 2005	
			OSPB	JLBC	OSPB	JLBC
PROGRAM BUDGET						
Board of Chiropractic Examiners	370,700	345,700	432,900	439,600	413,500	439,600
AGENCY TOTAL	370,700	345,700	432,900	439,600	413,500	439,600

OPERATING BUDGET

<i>Full Time Equivalent Positions</i>	5.0	5.0	5.0	5.0	5.0	5.0
Personal Services	187,000	202,300	202,300	205,800	202,300	205,800
Employee Related Expenditures	34,700	34,500	34,700	35,000	34,700	35,000
Professional and Outside Services	65,200	26,100	92,700	115,700	92,700	115,700
Travel - In State	1,500	4,300	4,300	4,300	4,300	4,300
Travel - Out of State	6,000	5,500	5,500	5,500	5,500	5,500
Other Operating Expenditures	68,100	68,700	75,800	73,300	74,000	73,300
Equipment	8,200	4,300	17,600	0	0	0
AGENCY TOTAL	370,700	345,700	432,900	439,600	413,500	439,600

FUND SOURCES

Other Appropriated Funds

Board of Chiropractic Examiners Fund	370,700	345,700	432,900	439,600	413,500	439,600
SUBTOTAL - Other Appropriated Funds	370,700	345,700	432,900	439,600	413,500	439,600
SUBTOTAL - Appropriated Funds	370,700	345,700	432,900	439,600	413,500	439,600
TOTAL - ALL SOURCES	370,700	345,700	432,900	439,600	413,500	439,600

CHANGE IN FUNDING SUMMARY

	FY 2003 to FY 2004 JLBC		FY 2003 to FY 2005 JLBC		Biennial
	\$ Change	% Change	\$ Change	% Change	\$ Change
Other Appropriated Funds	93,900	27.2%	93,900	27.2%	187,800

AGENCY DESCRIPTION — *The board licenses, investigates, and regulates chiropractors who practice a system of therapy in which disease is considered the result of neural malfunction. Manipulation of the spinal column and other structures is the preferred method of treatment.*

PERFORMANCE MEASURES	FY 2002	FY 2002	FY 2003	FY 2004
	Appropriation	Actual	Appropriation	Recommend.
• Number of licensees (new and existing)	2,690	2,523	2,797	--
• Number of complaints received about licensees	156	103	156	--
• Average calendar days to resolve a complaint	75	46	73	--
• % of complaints resolved within 180 days with no hearing required (NEW)		91		92
• Number of investigations of licensees	152	124	156	--
• Average calendar days to renew a license (from receipt of application to issuance)	15	15	15	15
• Administration as a % of total cost	7.9	16	8.0	16
• % of survey responses which indicate that staff was knowledgeable and courteous in public communications	96	97	97	97

Comments: The agency reports that a change in measurement practices combined with restructuring of director positions and salaries has increased administration as a % of total cost.

RECOMMENDED CHANGES FROM FY 2003

		<u>FY 2004</u>	<u>FY 2005</u>
Standard Changes	OF	\$1,100	\$1,100

Assistant Attorney

General Services	OF	44,300	44,300
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The JLBC recommends a Board of Chiropractic Examiners Fund increase for additional Assistant Attorney General services. The amount of services the board has been receiving is not sufficient to deal with their caseload. An Auditor General performance audit from June 2001 states the agency has experienced untimely resolution of complaints due to a lack of legal services. The additional monies will allow the Assistant Attorney General to dedicate a 0.5 FTE Position specifically to the board.

Investigative Consultant	OF	40,000	40,000
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The JLBC recommends a Board of Chiropractic Examiners Fund increase to contract for the services of a chiropractic investigative consultant. The 2001 performance audit recommended the board separate the investigative and adjudicative processes by contracting out for technical investigations. The Auditor General believes that the board should not investigate the complaints it adjudicates. The agency does not have a qualified investigator on staff. The consultant must have professional knowledge and training and be currently practicing chiropractic to properly investigate the complaint. The recommended amount includes 500 hours of investigation at \$80 per hour.

Additional Performance

Audit Issues	OF	8,500	8,500
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The JLBC recommends a Board of Chiropractic Examiners Fund increase to address additional issues raised by the 2001 performance audit. An increase of \$3,500 will compensate for an increase in board member work hours because one member, on a rotating basis, will now review each complaint investigation to ensure it is complete prior to its review before the full board. An increase of \$4,000 for courier services above the \$800 currently spent will allow the board to send complaint files to board members and investigators. An increase of \$1,000 is recommended

for the services of a court reporter to be used during formal interviews.

Increased

Administrative Fees	OF	4,300	4,300
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The JLBC recommends a Board of Chiropractic Examiners Fund increase for increased administrative fees. An increase of \$3,300 is due to the new fee system implemented by the Office of Administrative Hearings (OAH). An increase of \$1,000 is for accounting services from GAO. The increased OAH fees reflect a 330% increase. The increased GAO fees reflect a 19% increase.

Equipment	OF	(4,300)	(4,300)
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The JLBC recommends a Board of Chiropractic Examiners Fund decrease for elimination of one-time equipment funding for a modular workstation and boardroom chairs.

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JLBC RECOMMENDED FORMAT — Lump Sum by Agency

JLBC RECOMMENDED FOOTNOTES

Standard Footnotes

This appropriation is available for use pursuant to the provisions of A.R.S. § 35-143.01C and is exempt from the provisions of A.R.S. § 35-190, relating to lapsing of appropriations until June 30, 2005.

OTHER ISSUES FOR LEGISLATIVE CONSIDERATION

Increased Licensing Fees

The Legislature amended the Chiropractic Code, A.R.S. § 32-900, in Laws 2002, Chapter 257. The bill raised licensing fees and established new fees. The fee increases are intended to cover the costs of new legislative requirements and recommendations by the Auditor General's office. As a result, the agency is able to generate the revenues necessary to fund the appropriations request.

SUMMARY OF FUNDS	FY 2002 Actual	FY 2003 Estimate
Board of Chiropractic Examiners (CEA2010/A.R.S. § 32-906)		Appropriated
Source of Revenue: Monies collected by the board from the examination and licensing of chiropractors. The board retains 90% of these monies and deposits 10% in the General Fund.		
Purpose of Fund: To examine, license, investigate, and regulate chiropractors, and for board administration.		
Funds Expended	370,700	345,700
Year-End Fund Balance	262,600	341,800

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