

State Board of Nursing

	FY 2024 ACTUAL	FY 2025 ESTIMATE	FY 2026 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	55.0	63.0	63.0
Personal Services	3,589,000	4,354,700	4,354,700
Employee Related Expenditures	1,269,700	1,392,100	1,392,100
Professional and Outside Services	170,800	204,200	204,200
Travel - In State	5,300	6,400	6,400
Travel - Out of State	2,200	4,600	4,600
Other Operating Expenditures	556,300	503,400	469,600
Equipment	2,000	3,200	3,200
OPERATING SUBTOTAL	5,595,300	6,468,600	6,434,800
SPECIAL LINE ITEMS			
Certified Nursing Assistant Credentialing Program	534,800	548,000	548,000
Student Registered Nurse Anesthetist Clinical Rotation Program	0 ^{1/}	0	0
AGENCY TOTAL	6,130,100	7,016,600	6,982,800 ^{2/}
FUND SOURCES			
<u>Other Appropriated Funds</u>			
Board of Nursing Fund	6,130,100	7,016,600	6,982,800
SUBTOTAL - Other Appropriated Funds	6,130,100	7,016,600	6,982,800
SUBTOTAL - Appropriated Funds	6,130,100	7,016,600	6,982,800
Other Non-Appropriated Funds	4,685,400	24,028,700	24,028,700
Federal Funds	414,700	414,700	414,700
TOTAL - ALL SOURCES	11,230,200	31,460,000	31,426,200

AGENCY DESCRIPTION — The board licenses, regulates, conducts examinations and approves educational programs for nurses and nurse aides.

FOOTNOTES

- ^{1/} The amount appropriated for the student registered nurse anesthetist clinical rotation line item in fiscal year 2023-2024 pursuant to Laws 2023, chapter 133, section 63 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2025. (FY 2025 General Appropriations Act footnote)
- ^{2/} General Appropriations Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

Operating Budget

The Baseline includes \$6,434,800 and 63 FTE Positions from the Board of Nursing Fund in FY 2026 for the operating budget. Adjustments are as follows:

Remove One-Time Funding

The Baseline includes a decrease of \$(33,800) from the Board of Nursing Fund in FY 2026 to remove one-time funding for staff onboarding expenses.

Certified Nursing Assistant Credentialing Program

The Baseline includes \$548,000 from the Board of Nursing Fund in FY 2026 for the Certified Nursing Assistant (CNA) Credentialing Program line item. This amount is unchanged from FY 2025.

The board registers CNAs at no charge to the individual and with no fingerprinting requirement. This policy meets federal requirements for having a nurse assistant (aide) registry.

Monies in this line item fund CNA Credentialing Program costs not paid by federal monies.

Student Registered Nurse Anesthetist Clinical Rotation Program

The Baseline includes no funding in FY 2026 for the Student Registered Nurse Anesthetist Clinical Rotation Program line item. These amounts are unchanged from FY 2025.

The FY 2024 budget included a one-time increase of \$450,000 from the General Fund for a grant program to expand or develop clinical training placements for nurse anesthetist students. The initial grant application deadline was December 15th, 2023, and the Board announced a list of 7 grant recipients in February 2024. The Board had not disbursed any monies from this line item as of June 30, 2024.

An FY 2025 General Appropriations Act footnote made this funding non-lapsing until June 30, 2025, to allow for the complete disbursement of all remaining grant monies.

Other Issues

Healthcare Workforce Development Funding

The 3-year spending plan associated with the enacted FY 2023 budget assumed the Executive would spend \$27,000,000 in each of FY 2023, FY 2024, and FY 2025

from federal American Rescue Plan Act (ARPA) State and Local Fiscal Recovery monies for the Student Nurse Clinical Rotation and Licensed or Certified Nurse Training Program established by Laws 2022, Chapter 330. The program provides grants to hospitals, nursing facilities, and assisted living facilities to expand or create clinical training placements for undergraduate nursing students and licensed or certified nurses. As of September 30, 2024, the Board had spent \$7.6 million of the \$81.0 million allocated between FY 2023 and FY 2025.

AHCCCS designated the Arizona State Board of Nursing as the administrator of the program in December 2022 and transferred the ARPA monies to the Nursing Board. The Nursing Board has awarded the second round of grants and is collecting data to evaluate the program’s success. At the time of this writing, the Nursing Board has approved 33 projects across 18 health care systems.

These monies do not appear in the General Appropriations Act because they are non-appropriated Federal Funds.

SUMMARY OF FUNDS	FY 2024 Actual	FY 2025 Estimate
Board of Nursing Fund (BNA2044/A.R.S. § 32-1611)		Appropriated
Source of Revenue: Monies collected by the board from the examination and licensing of nurses.		
Purpose of Fund: To examine, license, investigate, and regulate nurses, and for board administration. Monies from the fund are also used to pay for the administrative and testing costs of the Nursing Aide Registration program. The program is mandated by the federal government and is funded through the Nursing Aide Training and Registration Fund, a non-appropriated subaccount of the Board of Nursing Fund.		
Funds Expended	6,130,100	7,016,600
Year-End Fund Balance	4,833,900	4,422,300
Nurse Aide Training and Registration (BNA2000/A.R.S. § 35-142)		Federal Funds
Source of Revenue: Federal monies passed through from the Department of Health Services (Medicare) and AHCCCS (Title XIX Medicaid), facility payments, and nurse aide fees.		
Purpose of Fund: To pay for the administrative and testing costs of the Nurse Aide Registration program as mandated by the federal government.		
Funds Expended	414,700	414,700
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2024 Actual	FY 2025 Estimate
Statewide Donations Fund (BNA2025/A.R.S. § 32-1606A11)		Non-Appropriated
Source of Revenue: Donations, gifts and private grants. The Board also has deposited their federal State and Local Fiscal Recovery Fund monies for the Student Nurse Clinical Rotation and Licensed or Certified Nurse Training Program into this fund. Monies do not revert to the General Fund at the end of the fiscal year.		
Purpose of Fund: To assist in carrying out the purposes of the agency.		
Funds Expended	4,685,400	24,028,700
Year-End Fund Balance	15,700	0