

Barbering and Cosmetology Board

	FY 2025 ACTUAL	FY 2026 ESTIMATE	FY 2027 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	33.5	33.5	33.5
Personal Services	1,466,200	1,545,600	1,545,600
Employee Related Expenditures	584,300	730,300	730,300
Professional and Outside Services	81,700	123,700	123,700
Travel - In State	38,900	38,000	38,000
Travel - Out of State	5,900	9,500	9,500
Other Operating Expenditures	606,700	570,700	570,700
Equipment	79,000	9,500	9,500
OPERATING SUBTOTAL	2,862,700	3,027,300	3,027,300
SPECIAL LINE ITEMS			
IT Development	200,000	200,000	0
AGENCY TOTAL	3,062,700	3,227,300	3,027,300 ^{1/}
FUND SOURCES			
<i>Other Appropriated Funds</i>			
Barbering and Cosmetology Fund	3,062,700	3,227,300	3,027,300
SUBTOTAL - Other Appropriated Funds	3,062,700	3,227,300	3,027,300
SUBTOTAL - Appropriated Funds	3,062,700	3,227,300	3,027,300
TOTAL - ALL SOURCES	3,062,700	3,227,300	3,027,300

AGENCY DESCRIPTION — The board administers licensing examinations and licenses; inspects salons, barber establishments and schools; and investigates violations of sanitation requirements and procedures. It conducts hearings and imposes enforcement actions where appropriate. Prior to January 1, 2022, these regulatory activities were conducted by 2 separate agencies, the Board of Barbers and the Board of Cosmetology.

FOOTNOTES

^{1/} General Appropriations Act funds are appropriated as a Lump Sum by Agency.

Operating Budget

The Baseline includes \$3,027,300 and 33.5 FTE Positions from the Barbering and Cosmetology Fund in FY 2027 for the operating budget. These amounts are unchanged from FY 2026.

2025 and FY 2026. These one-time appropriations are exempt from lapsing, and were not included in the FY 2025 and FY 2026 General Appropriations Acts.

Other Issues

IT Development

The Baseline includes no funding in FY 2027 for IT Development. Adjustments are as follows:

Remove One-Time FY 2026 Funding

The Baseline includes a decrease of \$(200,000) from the Barbering and Cosmetology Fund in FY 2027 to remove one-time funding for IT Development from Laws 2024, Chapter 250.

Laws 2024, Chapter 250 appropriated \$200,000 from Barbering and Cosmetology Fund for IT Development in FY

Auditor General Report

In September 2025, the Auditor General published a performance audit and sunset review of the Barbering and Cosmetology Board. The report found that the Board did not evaluate the reasonableness of their licensing and registration fees, resulting in the Board charging fees in excess of its operating costs. The Auditor General recommended that the Board develop and implement written policies and procedures to annually analyze individual fees to determine their reasonableness.

SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 Estimate
Barbering and Cosmetology Fund (BCB2017/A.R.S. § 32-505)		Appropriated
Source of Revenue: Monies collected by the board from the examination and licensing of cosmetologists and barbers, salons, cosmetology schools, barber schools, and barbering establishments. The board retains 90% of these monies and deposits 10% in the General Fund.		
Purpose of Fund: To examine, license, investigate, and regulate cosmetologists, barbers, salons, cosmetology schools, barber schools, and barbering establishments, and for board administration.		
Funds Expended	3,062,700	3,227,300
Year-End Fund Balance	4,710,600	5,534,500