

September 15, 2025

Mr. Adam Proffitt, Director  
Division of the Budget  
Landon State Office Building  
900 SW Jackson – Room 504 North  
Topeka, KS 66612

Dear Mr. Proffitt,

As Acting Superintendent of the South Central Regional Mental Health Hospital (SCR), I am excited to present the inaugural budget for the state's newest mental hospital for FY 2027. The document was prepared in accordance with the instructions provided by the Division of the Budget and in collaboration with staff at the Kansas Department for Aging and Disability Services (KDADS).

Expenditures for SCR are included in the KDADS budget for FY 2026. The funding appropriated for the construction and initial operational expenses are shown in the KDADS State Hospital Commission and Capital Improvement budget. Our plan is to transition the staff, funding, and accounting functions from KDADS to SCR at the beginning of FY 2027. This will reduce the number of interagency transfers to place expenditures in the correct agency and simplify the appropriations bill.

The submitted FY 2027 budget for SCR includes the staff costs for positions filled during FY 2026, the additional hiring needed to prepare for opening the hospital, initial equipment and supplies needed to outfit the hospital, and contracts for services needed for hospital operations. The bulk of the staff will be hired by October 2026 in anticipation of the occupying the building in November. Sedgwick County will transfer ownership of the hospital building once completed at the end of 2026. We are on track to admit our first patient in January 2027.

For FY 2027, the budget submission begins with \$15 million from the State General Fund appropriated for hospital operations. Those funds support the initial 65 positions needed to take possession of the building, establish the clinical program for both the acutely mental ill adults and criminal defendants, and create the operational structures. There is a significant budget enhancement to fund the full staff compliment, food service, laundry services, professional service contracts, and supplies and consumable goods to ensure full operations of SCR starting in January 2027 through the end of the fiscal year.

Please feel free to contact us for more information or to answer questions.



Iryna Yeromenko,  
Acting Superintendent  
South Central Regional Mental Health Hospital

**STATUTORY HISTORY:**

In FY 2023, Governor Kelly recommended the initial funding to build a 50-bed regional, state psychiatric hospital, which was approved by the Kansas Legislature. The Kansas Department for Aging and Disability Services (KDADS) received an annual appropriation of \$15 million of state funds starting in FY 2023 for construction and ongoing operations for the hospital.

During the same period, Sedgwick County requested funding from the COVID-19 relief funds to have a state hospital constructed in Sedgwick County to serve mentally ill patients from the region surrounding Wichita. KDADS was provided a pool of \$66 million in SPARK funds to expand capacity and treatment programs for people with mental illness and disabilities. Sedgwick County applied for and has received \$25 million of those federal recovery funds for construction costs of a regional mental health hospital. KDADS and Sedgwick County entered a memorandum of understanding that defined a partnership for the County to construct the building in cooperation with KDADS. The agreement outlines the project phases and how the funding can be used to buy property, design the facility, and construct the hospital. Sedgwick County acquired property and hired the architectural firm for design, and the construction contractor. When the building is substantially complete, Sedgwick County will transfer the ownership of the building to the State. The Department for Aging and Disability Services will operate the facility as a state psychiatric hospital once the building is complete.

The 2025 Legislature authorized creation of the South Central Regional Mental Health Hospital in HB 2249. This bill modified the catchment areas for the state mental health hospitals. K.S.A. 39-1602 was amended to add SCR as a state psychiatric hospital, and defined the catchment area including Sedgwick, Butler, Cowley, Harvey and Sumner Counties

Current statutory authority for SCR can be found in K.S.A. 76-1201 et seq. as amended. The "Act for Obtaining Care and Treatment for the Mentally Ill Person" (K.S.A. 59-2901 through 59-2941), revised in 1976 and 1986, is of special significance because it controls hospital activities related to the protection of patients' constitutional and human rights, particularly those that ensure due process for the involuntary patient.

The statute changes also authorized SCR to serve criminal defendants in need of competency to stand trial evaluations and competency restoration services in collaboration with the State Security Program at Larned State Hospital. The competency program at SCR will operate as an extension of the program at Larned to coordinate admissions, provide consistent evaluation and restoration services across the state hospitals, and meet the needs of courts and law enforcement across the state while also coordinating with south central Kansas.

**VISION:** Transforming state psychiatric care into a national model of excellence with compassionate, innovative, and holistic treatment for acute and forensic populations.

**MISSION:** To deliver compassionate, innovative, and holistic psychiatric care while fostering excellence, collaboration, and empowerment.

**VALUES:** Compassion, Teamwork, Professionalism, Communication, Respect and Efficiency.

**PILLARS:** People, Excellence, Leadership

**PROGRAMS ESTABLISHED TO ASSIST WITH AGENCY MISSION:**

Below are examples of performance measures that will be tracked within the anticipated programs at SCR.

**Administration**

1. Vacancy Rate: Minimum staffing ratios identified and maintained for all programs to ensure quality service.
2. Turnover rate: Employee turnover rate does not exceed national average of 30% annually
3. Staff Training: 100% of staff complete employee orientation upon hire and all required annual training
4. Business Services. Claims submissions. 100% of Insurance/Medicare/Medicaid claims will be submitted to insurance/Medicare/Medicaid within 30 days of discharge
5. IT Help Desk and Response Time: 95% of IT Help Desk tickets will be responded to within 24 hours. Tickets will be resolved within 3 days when able

**Medical Services**

1. Medical Services: 100% of patients will have a history and physical completed within 24 hours of admission. Examination will be signed and dated. All sections of the history and physical examination will be completed
2. Pharmacy. Medication Alerts, Variances and ADRs: 100% of reported MA, MV & ADRS will be fully investigated within 14 days of receiving the report.
3. Psychiatric coverage is provided twenty-four hours a day, throughout every day of the year

#### Acute Clinical Services

1. Timeliness of Psychiatric Evaluations: 100% of patients will be evaluated and the Psychiatric Evaluation documented within 24 hours of admission.
2. Timeliness of Discharge Summary: 95% of patients discharged will have a Discharge Summary completed within 30 days of discharge.
3. Discharge planning: Comprehensive discharge plan will be developed and implemented. 95% of patients will have discharge criteria that is Realistic, Attainable, and individualized to their treatment on the Master Treatment Plan with a Psychosocial Assessment being completed within 72 hours of admission.
4. 30-day readmission. 100% of patients who are readmitted within 30 days of discharge will be tracked to identify trends.
5. Physical Intervention Documentation: 100% of reported physical interventions will have proper documentation
6. Patient Falls: Number of patient falls per month per 1,000 patient days will be below 5 per month and will be tracked and trended.
7. Infection Control: The healthcare associated infection rate will is below the national average of 3%.
8. Patient Satisfaction: Patient satisfaction will have a 2.5 out of 3 of all aspects of the survey.

#### State Security Program

1. Complete the Comprehensive Integrated Treatment Plan (CITP) on or before the due date. Minimum of 90% of documentation of nursing coverage and acuity entered in EHR monthly
2. 95% of staff receive annual CPI training to ensure safe environment for patients and staff
3. Offer a minimum of 2 hours of active treatment per week to all patients with a treatment order.
4. Complete the Comprehensive Integrated Treatment Plan (CITP) on or before the due date.
5. Percent of completed psychosocial assessments within policy timeframes.
6. Nursing admission assessments are completed within 24 hours of admission
7. Nursing progress notes are completed timely

Integrated Treatment Plan (CITP) is posted in the medical record by the end of the day following staffing. Social Services:

1. Psychological assessments are completed within policy timeframe.
2. Patient progress notes are completed per policy timeframes.
3. Social work patient discharge instructions are completed prior to discharge

Psychological Services:

1. Court reports are completed by internal due date
2. A minimum of 2 hours of active treatment per week are offered to all patients with treatment order
3. Comprehensive Integrated Treatment Plan (CITP) is completed on or before the due date

Physical Plant and Central Services

1. Laundry: Ensure timely laundry of hospital linens, towels and wash cloths, gowns, cleaning cloths and mop heads
2. Food Service: Timely delivery of three (3) meals per day and snacks or other nutritional supplements as ordered.
3. Vehicles: Vehicles are available when requested in clean and maintained condition
4. Fire Protection: All fire alarm and fire detection systems and automatic fire extinguishing systems are inspected, tested and maintained ensuring compliance with State and Federal regulations

Building Maintenance: Campus property will be maintained and kept free of hazardous conditions. 95% of work orders are addressed within 24 hours.

### **AGENCY OVERVIEW**

SCR is a psychiatric facility which provides inpatient treatment for mentally ill adults from 5 counties in Kansas in collaboration with 5 Community Mental Health Centers (CMHCs). The hospital is an integral part of the continuum of mental health services, providing stabilization and rehabilitation to people with severe mental illness who cannot, or will not, access these services elsewhere. The hospital is one of five institutions supervised by KDADS and is one of three state institutions which provide mental health services.

SCR will focus on providing active treatment to stabilize adults in mental health crisis to support patients returning to their community for outpatient, ongoing treatment. This is a regional hospital, focused on serving adults from South Central Kansas in mental health crisis. Key themes in building the evidence based treatment program include having a trauma informed focus for treatment and recognizing the individual strengths of each patient. The staff will be trained and supported to build on those strengths. Staff work together with the patients to assist in their recovery and to promote self-sufficiency.

### **ACCREDITATION:**

SCR will seek licensure by the Kansas Department of Health and Environment (KDHE). KDHE conducts periodic surveys, both announced and unannounced, to determine compliance with applicable laws, regulations and standards. The Acute Treatment program for individuals committed under the Care and Treatment Act will seek certification from the Centers for Medicare and Medicaid Services (CMS) and accreditation from The Joint Commission. Meeting the expectations of accreditation will ensure consistent provision of a high level of environmental safety and treatment quality to the patients it serves. SCR plans to have its initial survey completed by TJC in April or May 2027.

### **PROGRAMS ESTABLISHED TO ASSIST WITH AGENCY MISSION:**

In the budget submission for FY 2027, SCR has one program to simplify the initial operations and start up of the facility. Over the course of FY 2027, six programs will be established.

**General Administration Program** provides the overall administration and management of SCR. Included in General Administration is the superintendent's office, accounting, accounts payable, billing and collections, budget, post office, contract management, credentialing, employee benefits, health information management, human resource management, patient accounts, purchasing, program assistants, information technology services, legal services, performance improvement, recruitment, and risk management.

**Staff Development and Training Program** provides staff education and development for the acute treatment program and the State Security Program within SCR, as well as Acute Clinical Program (ACP).

**Acute Clinical Program** provides inpatient services for people 18 years of age and older with severe mental illness. This program will be licensed for 52 beds. Treatment is offered both within each unit and through a range of activity therapy groups. This program encompasses various services, including activity therapy, triage and admission, a, clinical therapy, scheduling for direct care, infection control, nursing administration, nutrition services, peer support, psychology, unlicensed nursing, and social work.

**State Security Program** serves adult male mentally ill forensic patients from the entire state of Kansas, who are admitted through specific forensic statutes from county jails. SSP has two units with a total of 52 beds to evaluate, care for, and treat individuals admitted by the District Courts as provided under KSA 22-3302 (Competency Evaluation), 22-3303 (Competency Treatment), 22-3219 (Mental Status Evaluation), 22-3429 (Presentence Evaluation), 22-3428 (Not Guilty by Reason of Lack of Mental State), and 22-3430 (Care and Treatment in Lieu of Imprisonment).

**Medical Services** consists of psychiatric services, physical therapy, pharmacy, medical laboratory, x-ray, EKG-EEG, and dental services, as well as outside medical services. Psychiatric coverage is provided twenty-four hours a day, throughout every day of the year with routine psychiatric and medical services being provided throughout the week.

**Physical Plant and Central Services** maintains building systems including electrical, heating, cooling, carpentry, grounds maintenance, environment of care, laundry services and supplies for all programs, as well as property management that maintains oversight over the hospital assets, including capitalized assets. Physical plant and central services also include safety and security for the entire campus.

**FINANCIAL REQUEST:**

For FY 2027, SCR requests allocated expenditures totaling \$15.0 million from the State General Fund. This includes \$7,098,770 for salaries and wages for 64.5 FTE positions. The remainder of the funds for contractual services, commodities and capital outlay are for contracts to implement an electronic medical record for SCR, support consultant agreements to complete the construction and seek accreditation, and to purchase supplies and equipment needed to open the building.

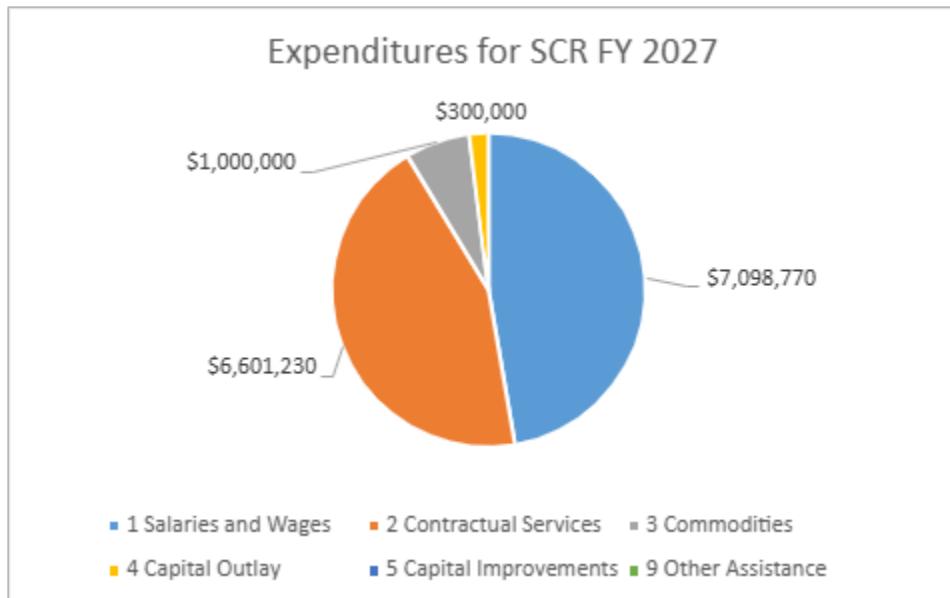
For FY 2027, an enhancement is requested for to support the full start up and operations of SCR based on the anticipated opening date in January 2027. The enhancement totals \$30.9 million, including \$28,903,466 from the State General Fund. That enhancement reduces the applied shrinkage rate to fund the full staff compliment of 400.5 FTE positions for approximately 8 months. That brings the clinical and security staff on board in Fall 2026 to be ready to admit patients in January 2027. More detailed information is available in the change package portion of the narrative.

**OUTCOMES OVERVIEW:**

With SCR beginning operations in FY 2027, these outcome measures are presented to show what will be reported in future budgets as data are collected. These measures provide insights into various facets of inpatient care, including the number of patients served and the duration of their stays. Lastly, the outcomes include financial data for SCR, covering expenditures and related financial information. The information in this section discusses SCR's outcomes.

**Projected Overall Shrinkage FY 2027: 75.0%**

<b>Expenditures by Account SCR FY 2027</b>	
<b>Account</b>	<b>Amount</b>
1 Salaries and Wages	\$ 7,098,770
2 Contractual Services	\$ 6,601,230
3 Commodities	\$ 1,000,000
4 Capital Outlay	\$ 300,000
5 Capital Improvements	
9 Other Assistance	
<b>Total</b>	<b>\$15,000,000</b>



**Supplemental/Enhancement Request #1/1: Funding first year of operations**

**Justification:** SCR requests an enhancement of \$30,903,466, including 28,903,466 from the State General Fund (SGF) for FY 2027 to fully staff the hospital and support operations to open the new state mental health hospital. Construction of SCR is expected to be completed by October 2026 and Sedgwick County will transfer ownership of the building to the Kansas Department for Aging and Disability Services (KDADS). KDADS is beginning to fill positions needed to oversee the transition of ownership, create the clinical and operational programs, enter contracts needed for operations, and recruit for additional positions. Those positions and initial contracts will be paid through KDADS during FY 2026 through the State Hospital Commission. The funding for those positions is included in the KDADS approved budget for FY 2026.

In FY 2027, SCR is coordinating with KDADS to move the \$15.0 million appropriation from the Regional Hospital account to a specific account for the Wichita Regional Hospital and finally to SCR. That \$15.0 million is budgeted to fund positions filled in FY 2026 and hire additional positions in the staffing plan through September 2026. Those positions include the clinical, operational, financial, human resource, and nursing leadership as well as the maintenance and janitorial positions needed to open the building. The allocated resource budget also includes \$6.6 million in contractual services to pay utilities, communications, and computer and telephone equipment. There is an additional \$1.3 million in commodities and capital outlay to supply and equip the building.

The enhancement request for FY 2027 includes a reduction in the allocated resource budget shrinkage rate of \$21,250,419 to allow filling of the full staffing plan. That includes positions planned for hiring in July 2026 through January 2027. The enhancement also includes \$7.5 million for contractual services including food service, laundry services, some contract labor for locum tenens physicians and other medical services, and the information technology support for the electronic health record. The commodities request includes patient clothing, lab supplies, medications and pharmacy supplies, laboratory supplies, and vehicles for patient transport and facility support.

Without the funding in the enhancement request, SCR will not be able to open for patient care as planned in January 2027. There would be insufficient staff to support patients in both programs and the critical contractual services, including food service and laundry, would not be funded. If the enhancement is not approved, SCR will shift hiring and planning to try to open at least one of the State Security Program units in SCR. Opening one of the 26 bed State Security Program units are the most critical needs to reduce the criminal defendant wait time for competency evaluation and restoration, especially from the counties in the SCR catchment area. Focusing on the forensic program capacity uses the most secure part of the building that would use all of the ancillary programs including nursing, clinical services, psychology, and safety and security staff. If an SSP unit is all we can open initially, that will

address the most critical community need providing a good platform for additional recruiting for the other programs as funding is available and filling the variety of positions needed for SCR to operate.

The enhancement includes \$500,000 from agency fee funds and \$1.5 million in Title XIX transfers that will be earned by admitting acute patients that have Medicaid, Medicare, or other insurance as payment sources for their care. Without the enhancement, those funds would not be available if only forensic patients are admitted. The insurance billing would be tied to acute treatment and be contingent on SCR becoming accredited and certified by CMS for Medicare and Medicaid funding.

**Narrative Information – DA 400**  
**Division of the Budget**  
**State of Kansas**

**Agency Name: South Central Regional Mental Health Hospital**  
**Program: Enhancement Request**

**EXPLANATION OF RECEIPT ESTIMATES - DA 405**

<b>FY 2026 State General Fund Limitations</b>											
Agency	Name	Fund Name	Fund	BU	FY 2026 Approved Expenditures	FY 2026 Re-appropriation	Transfers	Supplemental/Reduction Package	SGF Transfers	FY 25 Cash Forward	FY26 Adjusted Expenditure Request
410	Larned State Hospital	SGF Operating	1000	0103	\$51,808,305	\$7,724	-	-	-	-	\$51,816,029
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF-SPTP New Crime	1000	0110	\$0	-	-	-	-	-	\$0
		SGF - SPTP	1000	0200	\$27,144,514	\$7,030	-	-	-	-	\$27,151,544
494	Osawatomie State Hospital	SGF Operating	1000	0100	\$40,242,566	-	-	-	-	-	\$40,242,566
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF SPTP-MiCo	1000	0200	\$2,637,984	-	-	-	-	-	\$2,637,984
		Adair Acute Care									
		SGF Certified Care	1000	0101	\$8,877,835	-	-	-	-	-	\$8,877,835
631	South Central Regional Mental Health Hospital	SGF Operating	1000	0100	\$0						\$0
507	Parsons State Hospital	SGF Operating	1000	0100	\$22,248,645	-	-	-	-	-	\$22,248,645
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF- SPTP	1000	0200	\$2,728,817	\$39,720	-	-	-	-	\$2,768,537
		Kansas Neurological									
363		SGF Operating	1000	0303	\$18,617,217	-	-	-	-	-	\$18,617,217
		SGF Hospitality	1000	0304	\$150	-	-	-	-	-	\$150
	<b>Total SGF</b>				<b>\$174,306,483</b>	<b>\$54,474</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$174,360,957</b>

<b>FY 2027 State General Fund Limitations</b>											
Agency	Name	Fund Name	Fund	BU	FY 2027 Estimated Expenditures	FY 2027 Re-appropriation	Transfer	Enhancement/Reduction Package	SGF Transfers	KDADS Transfer IN	FY27 Adjusted Expenditure Request
410	Larned State Hospital	SGF Operating	1000	0103	\$52,469,390	-	-	-	-	-	\$52,469,390
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF-SPTP New Crime	1000	0110	\$0	-	-	-	-	-	\$0
		SGF - SPTP	1000	0200	\$27,144,514	-	-	-	-	-	\$27,144,514
494	Osawatomie State Hospital	SGF Operating	1000	0100	\$38,374,627	-	-	-	-	-	\$38,374,627
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF SPTP-MiCo	1000	0200	\$2,612,036	-	-	-	-	-	\$2,612,036
		Adair Acute Care									
		SGF Certified Care	1000	0101	\$11,175,355	-	-	-	-	-	\$11,175,355
631	South Central Regional Mental Health Hospital	SGF Operating	1000	0100	\$0	\$15,000,000					\$15,000,000
507	Parsons State Hospital	SGF Operating	1000	0100	\$22,534,289	-	-	-	-	-	\$22,534,289
		SGF Hospitality	1000	0104	\$150	-	-	-	-	-	\$150
		SGF- SPTP	1000	0200	\$2,700,000	-	-	-	-	-	\$2,700,000
		Kansas Neurological									
363		SGF Operating	1000	0303	\$18,871,646	-	-	-	-	-	\$18,871,646
		SGF Hospitality	1000	0304	\$150	-	-	-	-	-	\$150
	<b>Total SGF</b>				<b>\$175,882,457</b>	<b>\$0</b>	<b>\$15,000,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$190,882,457</b>

FY 2026 – FY 2027

**Narrative Information – DA 400**  
**Division of the Budget**  
**State of Kansas**

**Agency Name: South Central Regional Mental Health Hospital**  
**Program: Enhancement Request**

EXPLANATION OF RECEIPT ESTIMATES - DA 405												
FY 2026 Fee Funds												
Agency	Name	Fund Name	Fund	BU	FY 2026 Estimated C&H Receipts	FY 2026 Estimate Adj	Cash Forward	Add'l Misc Revenue	Other Transfer	FY 2026 Cash Forward	FY 2026 Adjusted Expenditure	Supplemental Request
410	Larned State Hospital	LSH Fee Fund	2073	2100	\$3,811,351	-	\$690,848		-	\$0	\$4,502,199	\$0
		Title XIX No limit	2074	2200	\$8,185,354	-	\$760,459		-	\$0	\$8,945,813	
494	Osawatomie State Hospital	OSH Fee Fund	2079	4200	\$782,900	-	\$1,782,401		-	(\$65,096)	\$2,500,205	\$0
		OSH TXIX No limit	2080	4300	\$0	-	\$1,499,914	-	(\$1,499,914)		\$0	
	Adair Acute Care	OSH Certified Care	2079	4201	\$5,011,100	-	\$1,541,311		-	(\$2,291,308)	\$4,261,103	\$0
		OSH TXIX Cert Care No Limit	2080	4301	\$7,290,196	-	(\$403,301)	-	\$1,499,914	-	\$8,386,809	
631	South Central Regional Mental Health Hospital	SCR Fee Fund	2512	2512	\$0	-					\$0	
		SCR XIX No limit	New1	New1	\$0	-					\$0	
507	Parsons State Hospital	PSH Fee Fund	2082	2200	\$1,235,000	-	\$406,700		-	(\$491,700)	\$1,150,000	\$0
		Title XIX No limit	2083	2300	\$15,700,000	-	\$2,143,696	-	-	(\$144,974)	\$17,698,722	
363	Kansas Neurological Institute	KNI Fee Fund	2059	2000	\$1,424,914	-	\$645,513		-	(\$318,226)	\$1,752,201	\$0
		Title XIX No limit	2060	2200	\$21,000,000	-	\$1,180,576	-	-	(\$227,474)	\$21,953,102	
	<b>Total Fee Fund</b>				<b>\$64,440,815</b>	<b>\$0</b>	<b>\$10,248,117</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$3,538,778)</b>	<b>\$71,150,154</b>	
FY 2027 Fee Funds												
Agency	Name	Fund Name	Fund	BU	FY 2027 Estimated C&H Receipts	FY 2027 Estimate Adj	Cash Forward	Add'l Misc Revenue	Other Transfer	FY 2027 Cash Forward	FY 2027 Adjusted Expenditure	Supplemental Request
410	Larned State Hospital	LSH Fee Fund	2073	2100	\$3,932,727	-	\$0		-		\$3,932,727	\$0
		Title XIX No limit	2074	2200	\$8,307,133	-	\$0	-	-	-	\$8,307,133	
494	Osawatomie State Hospital	OSH Fee Fund	2079	4200	\$2,532,900	-	\$65,096		-	-	\$2,597,996	\$0
		OSH TXIX No limit	2080	4300	\$0	-	\$0	-	-	-	\$0	
	Adair Acute Care	OSH Certified Care	2079	4201	\$3,261,100	-	\$2,291,308		-	\$0	\$5,552,408	\$0
		OSH TXIX Cert Care No Limit	2080	4301	\$7,000,000	-	\$0	-	-	\$0	\$7,000,000	
631	South Central Regional Mental Health Hospital	SCR Fee Fund	2512	2512	\$500,000	-	\$0				\$500,000	\$0
		SCR XIX No limit	New1	New1	\$0	-	\$0				\$1,500,000	
507	Parsons State Hospital	PSH Fee Fund	2082	2200	\$1,235,000	-	\$491,700		-	(\$573,449)	\$1,153,251	\$0
		Title XIX No limit	2083	2300	\$19,500,000	-	\$144,974	-	-	(\$144,974)	\$19,500,000	
363	Kansas Neurological Institute	KNI Fee Fund	2059	2000	\$1,424,914	-	\$318,226		-	(\$240,352)	\$1,502,788	\$0
		Title XIX No limit	2060	2200	\$22,000,000	-	\$227,474	-	-	(\$409,482)	\$21,817,992	
	<b>Total Fee Fund</b>				<b>\$69,693,774</b>	<b>\$0</b>	<b>\$3,538,778</b>	<b>\$0</b>	<b>\$1,500,000</b>	<b>(\$1,368,257)</b>	<b>\$73,364,295</b>	

FY 2026 – FY 2027

<b>Explanation of Receipts - DA 405</b>				
<b>Revenue Source</b>	<b>Revenue Account Code</b>	<b>FY 2025 Actuals</b>	<b>FY 2026 Estimate</b>	<b>FY 2027 Estimate</b>
Medicare A	420610	\$0		
Medicare B	420610	\$0		
Insurance	420610	\$0	\$0	\$200,000
Private Pay-Care & Hosp.	420610	\$0	\$0	\$300,000
Kansas Debt Set Off	420610	\$0		
	420610	\$0		
<b>Total Hospitalization</b>		<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>
Clerical Charges	420400			
Educational Charges	420500			
Other Service Charges	420990			
Sale of Salvage	422500			
Sale of Unusable Condemned	422600			
Sale of Meals & Proces. Food	422700			
Other Interest	430900			
Rent of Unimproved Land	431100			
Rent of Real Estate & Bldg.	431200			
Other Misc Revenue	459090			
Insurance Reimbursement	461200			\$1,500,000
Estate Recovery	462100			
Recovery of Current FY Expen.	462110			
Reimbursement and Refunds, Other	462900			
Recovery of Prior FY Expen.	469010			
Other NonRevenue Receipts	469090			
<b>Total</b>		<b>\$0</b>	<b>\$0</b>	<b>\$2,000,000</b>

**Explanation of Receipts**

SCR plans to become certified to participate in Medicare and Medicaid during FY 2027. Based on the daily rates for Osawatomie State Hospital and Larned State Hospital and anticipated eligible patients in the 52 bed Acute Clinical Program, SCR anticipates generating about \$1.5 million in Title XIX revenue during FY 2027. SCR expects to see patients covered by insurance. Only about 50% of the patient population at SCR has access to any payer sources and SCR is not able to receive Medicare or Medicaid reimbursement.

SCR anticipates having fee fund collections of \$500,000 during FY 2027 related to patients with access to payer sources or covered by insurance. Working with LSH and OSH, SCR will identify opportunities to contract with health insurers and collect from patients that have resources to underwrite the costs of care.

**PROGRAM DESCRIPTION:**

Administration – 01030

**Program Overview:**

For FY 2027, all SCR expenditures are reflected in the Administration program. Additional detail will be added to include additional programs to divide personnel and expenditures among the operational and clinical functions. For FY 2027, all of the SCR expenditures are included in Administration. Over the course of FY 2026, additional programs will be added to differentiate the Care and Treatment patient unit from the State Security Program unit and to call out the clinical program expenses from other operations. For simplicity, all expenses are requested in the single program for this initial budget submission. The SCR budget submission shows the overall budget in the Administration program and the other anticipated programs are described in this narrative.

**ADMINISTRATION**

This program forms the basis of the hospital's operations, ensuring essential tasks for facility management are carried out. Its main goals include overseeing treatment quality for proper patient care, maintaining licensing status, and managing vital activities. The Administration Program is responsible for the overall administration and management of SCR. This includes various components like the Superintendent's office, Chief Financial Officer, performance improvement, risk management, accounts payable, billing and collections, budgeting, cashier and post office operations, contract management, credentialing, employee benefits, health information management, human resources, patient accounts, patient canteen services, program assistants, information technology services, legal support, and recruitment.

**Business services:**

The Business Services Department at SCR encompasses Accounts Receivable, Accounts Payable, and Utilization review.

- The Accounts Receivable team is responsible for all patient billing activities, including both daily and monthly billing processes.
- The Accounts Payable unit ensures timely and accurate payment of hospital expenses in compliance with vendor contracts and state statutes.
- The Utilization Review Department plays a critical role in reviewing patient charts to assess medical necessity for continued stays and verifying the accuracy of related charges. It also coordinates with insurance providers by submitting medical documentation to support reimbursement and proper billing.

Together, these units ensure financial integrity, operational efficiency, and support services across the hospital.

**Information technology:**

Information Technology (IT) will be responsible for the telecommunications infrastructure within SCR as well as support the technology needs for staff including laptop computers, telephones, and cellular devices. This will include the electronic health record and other critical internal systems. IT provides general office equipment and computer management training, maintenance, installations, and repairs. Additionally, the building access, video surveillance, overhead paging, and building heat, ventilation, and air conditioning systems are maintained.

**Human resources:**

The Human Resources (HR) Department at South Central Regional is responsible for managing the employee life cycle: recruiting, hiring, onboarding, training, discipline, termination and administering employee benefits. The Human Resources department will refine the process of progressive discipline and disciplinary letters alongside KDADS Central office HR.

**Risk management:**

Risk Management is dedicated to fostering a culture of safety by supporting departments in identifying, analyzing, and addressing potential risks. The department collaborates closely with Nursing, Security, IT, and others to ensure incidents submitted to Risk Management are communicated to the appropriate directors for review and corrective action. By monitoring trends and reviewing adverse events, Risk Management helps inform departmental decision-making and supports the continuous improvement of safety practices throughout the facility.

**Health information management:**

The Health Information Management Department provides the operation to service medical records for SCR. Following American Health Information Management Association (AHIMA), state and federal guidelines enable the department to provide high quality and complete medical records through quality control and validation processes.

In addition to processing records, release of information requests, and genealogy requests the SCR HIM Department is

responsible for medical coding, utilization review, data requests, monthly reporting, admissions, unit support via Program Assistants, fulfilling survey requests, and auditing.

**Staff development and training:**

The Staff Development and Training Program at SCR is dedicated to delivering educational opportunities that enhance individual performance, foster personal growth, and lead to positive patient outcomes. Staff Development and Training (SD&T) is responsible for orientation of all hospital staff at Osawatomie State Hospital (SCR). SD&T uses oral presentations, computer-based training (CBTs), and hands-on training to orientate employees. SD&T also offers Continuing Education credit hours that fulfill the requirements for state relicensing for Licensed Nursing Staff (LMHT, LPN, RN, APRN) as well as other licensed staff across the facility (Therapist, Social Workers, Psychologist).

**SUBPROGRAM:** Acute Clinical Services

**Program Overview:**

All psychiatric and medical services provided to the patients at the South Central Regional are done under the auspices of the Acute Clinical Services Program. From the initial evaluation, through day-to-day care, and up to the point of discharge, the medical staff forms the backbone of the medical and medication management for the patients being treated at the hospital. Coverage is provided on a “24/7” basis so a physician is always available to address the treatment needs of the patients. In addition, ancillary treatment is provided through the medical service including the Medical Laboratory, Pharmacy, Dentistry, Podiatry, Physical Therapy and other contracted services as appropriate to meet the needs of the patient. Medical services will be provided to the State Security Program at SCR through a memorandum of understanding.

**Medical Services:**

The Medical Staff at SCR will include physicians, medical and psychiatric APRNs, and dental consultant. The Medical Staff are responsible for providing quality, current and safe psychiatric and medical services to all patients. Members of the Medical Staff undergo privileging and credentialing requirements which include review of their qualifications, licensures, DEA certifications, evidence-based patient assessments, treatment and management, and participation in required hospital wide training on the use of seclusion and restraint, CPI and BLS. The Clinical Director is responsible to provide regular checks and performance reviews to ensure compliance with the Medical Staff By laws, hospital procedures and policies, and standards and

regulations by accrediting agencies such as Centers for Medicare and Medicaid Services (CMS) and Kansas Department of Health and Environment.

Medical Staff members are responsible for admitting patients by performing psychiatric interviews, completing psychiatric evaluations, physical examinations and prescribing psychotropic and medical medications to address their psychiatric and medical needs. They collaborate and communicate closely with other hospital staff by participating in treatment team and discharge meetings to ensure seamless coordination and integration of services with the goal of providing a safe, holistic and patient centered approach in patient care. They actively participate in performance improvement activities, clinical governance, identification of areas for improvement.

**Pharmacy:**

The Pharmacy Department ensures safe, effective, and cost-conscious medication use at SCR. Pharmacists under the department are accountable for both clinical and distributive functions. Distributive functions include tasks such as checking and stocking the Pyxis machines to maintain an accessible and adequate medication supply when the pharmacy is closed, as well as filling discharge medications to ensure seamless continuity of care. Clinical functions involve reviewing medication orders to apply evidence-based therapeutic treatments, updating the hospital formulary to provide access to medications in accordance with current disease-state medication guidelines, and conducting patient chart reviews to assess current medication management.

Pharmacists are available on-call 24/7 to address both clinical and operational inquiries. SCR will also use PipelineRx, a remote pharmacy verification service, provides pharmacy coverage for order verification and review when SCR pharmacists are not on-site. An SCR pharmacist is on-call for distribution problems after business hours. Additionally, the pharmacy actively participates in the hospital's emergency response planning, infection prevention and control measures, management of hazardous medications, and incident reporting. Furthermore, they collaborate with the Medical Staff to develop a comprehensive formulary of medications available for prescription at the hospital and establish guidelines to ensure the safe prescribing of medications.

**Laboratory:**

The primary purpose of the Laboratory Department is to provide phlebotomy services to SCR. This department provides

coverage to support medical services to meet requirements set forth in the performance of moderated and waived test complexities of a Clinical Laboratory Improvement Amendments (CLIA) certified laboratory. The Laboratory department's primary objective will enhance quality and productivity by devising a streamlined and economically viable approach to delivering laboratory, radiology, and ECG services. The goal is to provide as much testing capacity within SCR as possible, but given the availability of contracted laboratory services in the area, some samples will be sent out for testing.

**Clinical Services:**

The Clinical Services Program provides most group and individual psychotherapy for the patients admitted for inpatient care at the SCR. Services are provided to patients in licensed beds across 2 units. Therapeutic activities occur seven days a week, 365 days a year. Within each treatment program, care for the patient is individualized according to his/her unique presenting concerns with coordination and oversight being provided by an interdisciplinary team (IDT) of mental health professionals. The approach used in each program is drawn from evidence-based practices and this approach is regularly reviewed to ensure it remains an accepted and effective standard of care. Clinical Services includes the activity therapies subprogram which provides patients with specialized clinical services in music, vocational, and recreation therapy, as well as more general leisure skills training consistent with their presenting psychiatric concerns. Prior to admission, all patients are assessed by a Community Mental Health Center (CMHC) screener, and they may subsequently be admitted on a voluntary or involuntary basis, depending on the results of the CMHC screen and the patient's level of understanding/cooperation. SCR provides some Clinical Services to AAC through a MOU.

**Psychology and Therapy Services:**

Psychology and Therapy Services is comprised of psychologists, masters level therapists, leisure and fitness, and other support staff. The primary function of this department is to provide direct individual and group treatment services to patients at the hospital. Modalities vary by sub-department and are based on the unique needs of the patients on each treatment program. Services include individual therapy / contacts, group therapy, other group or individual activities, psychological assessment, and treatment planning. Additionally, for the psychologists and therapists, ongoing education is a component of the services provided – this may include provision of continuing education to the department or hospital, involvement with new hire orientation/training or other educational activities. Psychologists and sub-department supervisors also provide supervision to assigned staff.

**Leisure and Fitness:**

The Leisure and Fitness Department emphasizes a healthy lifestyle, improved coping skills, and effective symptom management through diverse group and individual activities. These include physical exercises for movement and relaxation, creative endeavors for self-expression and crafting, and social activities to foster meaningful interactions. Monthly group activity calendars consider individual preferences and activity levels, while music therapy and creative arts sessions further promote overall wellness, enhancing patient care.

**Social Services:**

The Social Services Department at SCR enhances patient care by facilitating effective communication between various parties involved in the treatment and discharge process. The department comprises several essential components, namely patient advocacy, peer support, clinical chaplain services, case managers, and social workers responsible for discharge planning.

Social Workers/Case Managers meet with patients and the interdisciplinary team regularly to keep everyone informed about the patient's progress. They also collaborate with family members and community partners to create safe and effective discharge plans and arrange specialized aftercare. Moreover, social workers/case managers serve as a primary point of contact for patients' well-being, especially with members who are not directly involved in the patient's care team. They play a significant role in coordinating information flow regarding the patient's treatment progress and ensuring continuity of care once the patient returns to the community.

Patient Advocacy is a crucial function of the Social Services Department, dedicated to safeguarding patients' rights and well-being. Advocates closely monitor hospital policies, support patients in decision-making, mediate conflicts, and ensure comprehensive care coordination for access to essential resources during and after treatment. Their goal is to empower patients, provide education, and serve as a vital link between patients and the healthcare system to enhance their overall care experience.

Peer Support will be an integral component of the hospital's approach to patient care, where individuals with shared experiences provide emotional and practical support to patients. By fostering understanding and empathy, peers offer encouragement, act as role models for recovery, reduce stigma surrounding mental health and medical conditions, and create supportive group environments for open discussions and skill-sharing. This peer-driven support system empowers patients in

their journey to overcome challenges, promoting self-advocacy and a sense of belonging throughout their treatment and recovery process.

The Clinical Chaplain offers crucial spiritual support to patients throughout their treatment. They provide individual and group spiritual guidance, addressing the diverse beliefs of patients and ensuring their spiritual needs are met. The Clinical Chaplain offers emotional and psychological assistance, serving as a compassionate listener and helping patients develop coping strategies. They collaborate with the interdisciplinary team, contribute to end-of-life care, and provide education to staff on respecting patients' spiritual beliefs. With a focus on holistic well-being, the Clinical Chaplain enhances patients' resilience and fosters a supportive and inclusive healthcare environment.

**Dietary Services:**

The Dietary Services Department at SCR will meet the dietary needs of patients. Department dietitians regularly meet with patients to provide education and consultation to patients. The dieticians also continuously develop and evaluate the nutrition program and nutrition education program to ensure better patient care. The department also works with a food service company to ensure food quality standards are met.

**Nursing:**

The Nursing Department will play a critical role in assessing and treating individuals who present with complex mental health and medical conditions. The department staffing plan consists of a team of nursing professionals who provide comprehensive care and support to ensure the well-being and recovery of our patients.

**Key Components and Responsibilities:**

**Comprehensive Patient Assessment:**

The Nursing Department conducts thorough assessments of patients upon admission, taking into account both their mental health and medical conditions. Nurses gather essential information, perform physical and mental health evaluations, and collaborate with other healthcare professionals to develop individualized treatment plans.

**Integrated Care and Treatment:**

Nursing professionals deliver integrated care, addressing both mental health and medical needs of our patients. They administer medications, closely monitor their effects, and ensure compliance with prescribed treatment regimens. Additionally, they provide ongoing support, education, and counseling to patients, promoting holistic well-being and recovery.

**Physical Health Monitoring:**

Recognizing the interconnectedness of mental and physical health, nursing staff monitors vital signs, conducts regular physical health assessments, and collaborates with medical professionals to address any medical concerns that may arise during a patient's stay. This integrated approach ensures comprehensive care and timely interventions.

**Crisis Intervention and Stabilization:**

Nurses will be trained in crisis intervention techniques and play a pivotal role in managing acute psychiatric crises. They provide immediate support, implement de-escalation strategies, and ensure a safe environment for patients and staff. Their expertise helps stabilize individuals in distress and facilitates the development of personalized treatment plans. All nursing staff participate in regular safety training programs that focus on crisis intervention, de-escalation techniques, and the safe use of restraints when absolutely necessary. These training sessions are designed to ensure that our team is prepared to manage any situation that may arise, minimizing the risk of harm to patients and staff.

**Collaborative Multidisciplinary Approach:**

The Nursing Department works collaboratively with a multidisciplinary team, including psychiatrists, psychologists, social workers, and other healthcare professionals. Through regular team meetings, our nurses contribute their valuable insights, actively participate in treatment planning, and coordinate care to optimize patient outcomes.

**Staff Development:**

To maintain a high standard of care, the Nursing Department is committed to the continuous professional development of its staff. We believe that well-trained, confident nurses are better equipped to deliver safe and effective care. We offer ongoing education and training opportunities for our nursing staff, including workshops, trauma-informed care, and boundary trainings. These opportunities ensure that our nurses remain current with the latest best practices in mental health care. New staff members are paired with experienced mentors who provide guidance, support, and feedback as they acclimate to the unit.

**Patient and Family Education:**

Nurses in our department take the initiative to educate patients and their families about mental health conditions, medical treatments, medications, and coping strategies. They provide guidance on managing symptoms, fostering healthy lifestyles, and promoting long-term recovery, empowering individuals to actively participate in their own care.

**Scheduling:**

The scheduling department staffs and schedules the patient units with proper ratios to ensure patient care and safety for patients and staff are recruited to cover Requested Time Off (RTO), Crisis Prevention Institute (CPI)/Cardiopulmonary Resuscitation (CPR) trainings, patient appointments, sick leave, admin leave, work comp, and the Family Medical Leave Act leave.

The nursing service staff schedule is developed in accordance with current policy and procedure. The daily shift schedule is evaluated. This is on-going and requires hourly changes. The Scheduling Department develops plans for establishing schedules in the required time frames, performs office management duties, and oversees the maintenance of required staffing data. The Department provides information that requires immediate attention to executive staff and delegates other matters to various management nursing staff in unit programs. At times, the Scheduling Department manager advises other department head and executives on administrative policies related to staffing at the direction of a supervisor.

**Infection control:**

Infection Control identifies and prevents infections while reducing disease transmission risk. The primary goal is delivering safe, cost-effective care to patients and preventing infection spread among patients, staff, visitors, and others in the healthcare environment. This program is designed to prevent and minimize healthcare-associated infections by integrating infection prevention and control principles into all aspects of practice. Additionally, comprehensive education and resources are provided to equip all staff with necessary knowledge for creating a safe environment for everyone within the facility. The Infection Control program's implementation extends across all departments, fostering a unified effort to promote a safe healthcare setting for all who enter the organization.

**Triage:**

The Triage function is to review potential patients referred to SCR by community mental health centers. Triage nurses facilitate efficient communication among various stakeholders, including community partners, state agencies, community hospitals or sending agents, and the hospital psychiatrist. This communication is essential to determine whether psychiatric hospitalization is appropriate for the proposed patients, following established guidelines. The department collaborates closely with hospital administrators, the nursing department, and physicians to ensure that all relevant information about the proposed patients is communicated effectively. This comprehensive communication ensures that proper care and treatment can be provided if the patient is accepted for hospitalization.

**State Security Program:**

SSP serves adult male mentally ill forensic patients who referred for admission through specific forensic statutes from county jails or transferred from the Kansas Department of Corrections (KDOC) for treatment. The SCR State Security Program operates as an extension of the State Security Hospital at Larned State Hospital. This will allow coordinated admissions based on wait time, patient acuity, the use of outpatient competency services, and available bed space across the hospitals. SCR has 2 patient units designed to serve 52 forensic competency patients.

SSP units admit, evaluate, care for, and treat individuals admitted by the District Courts as provided under KSA 22-3302 (Competency Evaluation), 22-3303 (Competency Treatment), 22-3219 (Mental Status Evaluation), 22-3429 (Presentence Evaluation), 22-3428 (Not Guilty by Reason of Lack of Mental State), 22-3430 (Care and Treatment in Lieu of Imprisonment) 59-29a05 (Sexual Predator Evaluation).

The SSP has a pending admission list of District Court referrals and is focused on reducing the wait times for individuals to be admitted. SSP continues to work toward modernizing the forensic evaluation process by utilizing mobile evaluators to perform evaluations as well as providing competency restoration services within secure confinement settings and in the community for individuals who may be on bond.

LSH continues to work with Kansas counties, the courts, and other community stakeholders in moving towards expanded

outpatient services for individuals waiting for admission to the SSP. KDADS contracts with Wheat State Healthcare to use the Community Mental Health Center network to perform competency evaluations and restoration treatment in county jails.

**Physical Plant and Central Services:**

The Physical Plant and Central Services subprogram encompasses maintaining the heating and air conditioning system, building and equipment maintenance, custodial and laundry services, and supply provision. The broader scope of Central Services is responsible for property management and grounds care and housekeeping ensuring building cleanliness, Safety and Security overseeing ground security and emergency situations, and Supply managing hospital inventory. Laundry services will be contracted but the distribution of clean linens and collection of dirty linens will be coordinated by Central Services. Finally, Procurement ensures a steady and proper flow of goods, services, and supplies to the campus.

Operations and facility staffing will include personnel for general maintenance, power plant operators, electronics technicians Grounds, Custodial Services, and Safety & Security Officers.

Facility Services ensures the continuous and reliable operation of a facility, power plant, buildings, structures, grounds, utility systems, as well as automotive and real property for SCR. The responsibilities encompass both routine maintenance and emergency response to maintain these assets in optimal condition for continuous use. The team will promptly address emergency situations to minimize downtime and restore functionality. From conducting routine checks on equipment and systems to managing repairs and upgrades, the Facilities Department ensures the safety, efficiency, and seamless operation of the entire facility, contributing to the smooth functioning of day-to-day operation. The facilities team will operate an electronic system to maintain a complete inventory and condition assessment of all facility infrastructure, including HVAC, plumbing, electrical, life safety, and medical support systems to establish maintenance baselines and risk prioritization. This will include scheduling Preventive Maintenance to adhere to detailed, manufacturer-recommended and code-compliant preventive maintenance schedules.

Safety and Security will provide security for patients, staff, and visitors, ensuring a safe environment on campus. In emergency situations, the department handles incidents while working closely with local police and fire departments. The department also manages visitor check-in through on-site dispatch and handles telecommunication operations for the campus. Their responsibilities also include conducting monthly fire extinguisher checks, fire drills, weekly and monthly building inspections, as well as daily door checks and animal control.

The Custodial Services staff will creating a clean, safe, and welcoming environment for patients, staff, and visitors alike. From daily upkeep to deep-cleaning routines, their responsibilities cover every corner of the hospital—including restrooms, patient units, staff rooms, showers, and public areas. In patient care areas, the team expertly strips and cleans beds and rooms, maintains day halls, and keeps technician and nurse stations spotless. Their comprehensive methods include sweeping, mopping, dusting, buffing, and floor waxing. They also manage patient laundry with precision—washing, folding, sorting, and ensuring soiled clothing is properly separated for hygienic handling.

The Procurement staff will procure goods and services needed for the Acute and State Security Programs. The department oversees the purchasing and contract work for the agency using the purchasing authority, identifies business requirements for goods, materials, services and find reliable suppliers to meet these requirements. Contracted vendors or non-contracted vendors approved by the State of Kansas must be used.

<b>Administration</b>	<b>FY 2023 Actuals</b>	<b>FY 2024 Actuals</b>	<b>FY 2025 Actuals</b>	<b>FY 2026 Estimate</b>	<b>FY 2027 Estimate</b>
Salaries and Wages					\$ 28,349,189
Shrinkage					\$ (21,250,419)
Contractual Services					\$ 6,601,230
Commodities					\$ 1,000,000
Capital Outlay					\$ 300,000
Other Assistance					
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 15,000,000</b>

**Account Code 51000: Salaries and Wages**

Funds requested will provide salary and wage funds for positions and represents funding for 64.5FTEs in FY 2027 for 26 pay periods, fringe benefits, health insurance and longevity. The allocated resource level budget, totals \$7.1million from the State General Fund, allows for part of the total position to be funded. The requested amount reflects funding 16.5 positions that were included in the Kansas Department for Aging and Disability Services budget in FY 2026. These positions were the first hired to complete the construction project and set up the operational and clinical programs for SCR. They will be moved into SCR at the beginning of FY 2027. The remaining positions in the FY 2027 are the next group of positions prioritized for hiring to move into the SCR building.

recruit and onboard the clinical and nursing staff, and set up the operations of SCR in anticipation of admitting the first patient in January 2027. Based on the hiring plan, these are positions that would be hired between July 1, 2026 and September 30, 2026.

The enhancement request reduces the shrinkage rate to allow hiring the full staff compliment that would start on October 1, 2026 through February 2027. The total position count requested for SCR including the enhancement is 401.5 FTE positions.

**FY 2026:** \$0 is requested.

**FY 2027:** \$7,098,770 is requested. The shrinkage rate is 75.0%.

**Account Codes 5200 - 5290: Contractual Services**

Summary: The major contractual services are communications, telephone services, postage, telephone repair, computer services (networks), video conferencing, cellular phones and utilities. Cellular phones, Smart Phones, and iPads are used for nursing supervisors, physicians, and other professional and support staff where deemed appropriate. Contractual services also includes costs for utilities for the building, electronic health record implementation, contract costs for consultants to help develop the clinical program and obtain The Joint Commission accreditation.

**FY 2026:** \$0 is requested.

**FY 2027:** \$6,601,230 is requested.

**Account Codes 5300 - 5390: Commodities**

Summary: The major commodities are food, maintenance supplies, professional supplies, and household supplies needed to open the building and provide initial supplies for the laboratory, pharmacy, clinical services, and facilities support.

**FY 2026:** \$0 is requested.

**FY 2027:** \$1,000,000 is requested.

**Account Code 5400 - 5490: Capital Outlay**

Summary: Capital Outlay is requested for patient transport vehicles and maintenance equipment.

**FY 2026:** \$0 is requested.

**FY 2027:** \$300,000 is requested.