

HB 2133 - Summary Overview

Included in this bill is the Governor's revised FY 2015 recommendation of \$15.5 billion all funds including \$6.3 billion from the State General Fund. This is a net increase of \$119.1 million, or 0.8 percent, from all funding sources, and a State General Fund increase of \$45.4 million, or 0.7 percent, above the amount approved by the 2014 Legislature after adjustments.

The consensus revenue estimating process was completed on November 10, 2014 subsequent to agencies submitting budgets with revised expenditures for the current fiscal year. The results of the new consensus estimates identified a \$278.7 million State General Fund shortfall for FY 2015. To address the shortfall, the Governor issued an allotment plan totaling \$280.0 million which reduced expenditures by \$66.4 million. The allotment plan also included recommendations to transfer funds and adjust Non-State General Fund expenditures an additional \$219.9 million. A portion of HB 2133 also includes the items in the Governor's December 9th allotment plan that require Legislative approval.

HB 2133 increases expenditures by \$119.1 million, including \$45.4 million from the State General Fund. The major items that impact the State General Fund are attributable to the following adjustments.

Reductions of:

- \$18.4 million, including \$562,459 from the State General Fund, for a 4.0 percent operating reduction for the last six months of FY 2015;
- \$7.9 million, including \$918,249 from the State General Fund, for a reduction in the Kansas Public Employee Retirement System employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015;
- \$4.6 million from the State General Fund to reduce Disaster Relief Fund expenditures;
- \$2.7 million from the State General Fund for reappropriation lapses for the Legislative and Judicial Branches of Government; and
- \$791,720 from the State General Fund for salary cost reductions in the Kansas Bureau of Investigations;

Increases of:

- \$106.6 million, including \$46.2 million from the State General Fund, to fully fund Human Services Consensus Caseload estimates;
- \$2.9 million from the State General Fund for technical education tuition; and
- \$2.5 million from the State General Fund for Department of Administration - Office of Information Technology Services to reimburse the federal government for various expenditures.

The bill also includes State General Fund transfer adjustments in FY 2015 totaling \$253.2 million. The largest transfers are \$158.5 million from the State Highway Fund, \$55.0 million from the Medical Program Fees Fund, \$14.5 million from the KEY Fund, and a reduction of \$7.1 million in the transfer to the Job Creation Program Fund.