



**E-1 Kansas
Bioscience
Authority**

**E-2 Economic
Development
Initiatives Fund
Overview**

**E-3 Department
of Commerce**

**E-4
Unemployment
Insurance Trust
Fund**

Bobbi Mariani
Managing Fiscal Analyst
785-296-3181
Bobbi.Mariani@klrd.ks.gov

Kansas Legislator Briefing Book 2015

Commerce, Labor, and Economic Development

E-2 Economic Development Initiatives Fund (EDIF) Overview

The statutes governing the EDIF provide that it shall be used to finance programs “. . . supporting and enhancing the existing economic foundation of the state and fostering growth . . . to the state’s economic foundation.” With the exception of a statutory \$2.0 million transfer from the EDIF to the State Water Plan Fund, the Legislature annually appropriates the EDIF for individual projects and programs deemed to support and enhance the state’s economic foundation.

The EDIF is funded through the State Gaming Revenues Fund (SGRF). A portion of state revenue from both the Lottery and parimutuel wagering is transferred to the SGRF. That Fund is used essentially as a holding fund from which further transfers are made on a monthly basis. In normal years, no more than \$50.0 million may be credited to the SGRF in any fiscal year. Amounts in excess of \$50.0 million are credited to the State General Fund. However, for FY 2009 and FY 2010 no more than \$47.9 million was credited to the SGRF. Beginning in FY 2011 and in successive years, the amount that may be credited to the SGRF shall not exceed \$50.0 million.

The initial transfers from the SGRF, which began in 1986, were as follows:

- County Reappraisal Fund (until June 30, 1989) - 30.0 percent;
- Split between Juvenile Detention Facilities Fund and Correctional Institutions Building Fund (Actual amount to be determined by appropriations act) - 10.0 percent; and
- Economic Development Initiatives Fund (to be increased to 90.0 percent as of July 1, 1989) - 60.0 percent.

During the 1988 Session, the Legislature delayed the increase in the transfer to the EDIF until July 1, 1990.

During the 1994 Session, the Legislature changed the transfers as of July 1, 1995, to the following:

- Correctional Institutions Building Fund - 10.0 percent;
- Juvenile Detention Facilities Fund - 5.0 percent; and
- Economic Development Initiatives Fund - 85.0 percent.

During the 2000 Session, the Legislature changed the transfers to the following:

- Economic Development Initiatives Fund—\$42,432,000;
 - Correctional Institutions Building Fund—\$4,992,000;
 - Juvenile Detention Facilities Fund—\$2,496,000; and
 - Problem Gambling Grant Fund—\$80,000.
- Economic Development Initiatives Fund—\$40,782,869;
 - Correction Institutions Building Fund—\$4,797,985;
 - Juvenile Detention Facilities Fund—\$2,398,992; and
 - Problem Gambling Grant Fund—\$80,000.

During the 2009 Session, the Legislature changed the transfers to the following for FY 2009 and FY 2010:

Current transfer sources and amounts:

KANSAS LOTTERY
KANSAS RACING AND GAMING COMMISSION
(FY 2014, AND FY 2015)
(IN MILLIONS)

State Gaming Revenue Fund	\$48.05
Less Transfer to Problem Gambling and Addictions Grant Fund	<u>0.08</u>
Total Available for Remaining Transfers	\$47.97

Correctional
Institutions
Building Fund
Statutory -- 10%

(\$4.99)

Economic
Development
Initiatives Fund
Statutory -- 85%

(\$42.43)

Juvenile Detention
Facilities Fund
Statutory -- 5%

(\$2.49)

**ECONOMIC DEVELOPMENT INITIATIVES FUND
FY 2013 - 2015**

Agency/Program	Actual FY 2013	Governor's Rec FY 2014	Final Approved FY 2014	Governor's Rec FY 2015	Final Approved FY 2015
Department of Commerce					
Operating Grant	\$ 8,660,466	\$ 8,648,981	\$ 8,648,981	\$ 9,179,730	\$ 9,192,279
Older Kansans Employment Program	284,994	261,702	261,702	253,139	253,139
Rural Opportunity Zones Program	526,835	3,991,818	3,991,818	1,831,012	1,831,012
Senior Community Service Employment Prog.	7,929	12,617	12,617	8,100	8,100
Strong Military Bases Program	99,550	179,122	179,122	100,000	100,000
Governor's Council of Economic Advisors	149,278	222,841	222,841	186,205	186,205
Airport Incentive Fund	1,985,000	15,000	15,000	-	-
Innovation Growth Program	2,763,278	1,827,318	1,827,318	1,568,648	1,568,648
Kansas Creative Arts Industries Commission	134,340	765,127	765,127	200,000	200,000
Medicaid Reform Employment Incentive	-	450,000	450,000	450,000	450,000
Subtotal - Commerce	\$ 14,611,670	\$ 16,374,526	\$ 16,374,526	\$ 13,776,834	\$ 13,789,383
Department of Administration					
Public Broadcasting Grants	\$ -	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000
Board of Regents & Universities					
Vocational Education Capital Outlay	\$ 2,547,726	\$ 2,547,726	\$ 2,547,726	\$ 2,547,726	\$ 2,547,726
Technology Innovation & Internship	179,130	179,879	179,879	179,284	179,284
EPSCoR	993,265	993,265	993,265	993,265	993,265
Community College Competitive Grants	500,000	500,000	500,000	500,000	500,000
KSU - ESARP	299,096	299,295	299,295	299,686	300,444
WSU - Aviation Classroom & Training Equipment	4,115,666	6,152,515	6,152,515	2,981,537	-
Subtotal - Regents & Universities	\$ 8,634,883	\$ 10,672,680	\$ 10,672,680	\$ 7,501,498	\$ 4,520,719
Department of Agriculture					
Agriculture Marketing Program	\$ 620,432	\$ 570,832	\$ 570,832	\$ 573,018	\$ 575,497
Department of Wildlife, Parks & Tourism					
Tourism Division	\$ 1,912,812	\$ 1,744,440	\$ 1,744,440	\$ 1,755,925	\$ 1,768,105
Parks Program	5,743,948	4,049,132	4,049,132	4,064,520	4,067,478
Subtotal Wildlife and Parks	\$ 7,656,760	\$ 5,793,572	\$ 5,793,572	\$ 5,820,445	\$ 5,835,583
State Finance Council Appropriation	\$ -	\$ -	\$ -	\$ -	\$ 33,949
Total Expenditures	\$ 31,523,745	\$ 34,011,610	\$ 34,011,610	\$ 28,271,795	\$ 25,355,131
Transfers to Other Funds					
KS Qualified Biodiesel Fuel Producer Incentive Fund	\$ 200,000	\$ -	\$ -	\$ -	\$ -
State Water Plan Fund	2,000,000	-	-	800,000	800,000
State Housing Trust Fund	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
State Fair	400,000	-	-	-	(20,000)
State Affordable Airfare Transfer	5,000,000	-	-	-	-
Greyhound Breeding Development Fund	-	(87,012)	(87,012)	-	-
State General Fund	-	13,700,000	13,700,000	12,500,000	15,481,537
Subtotal - Transfers	\$ 9,600,000	\$ 15,612,988	15,612,988	\$ 15,300,000	\$ 18,261,537
TOTAL TRANSFERS AND EXPENDITURES	\$ 41,123,745	\$ 49,624,598	\$ 49,624,598	\$ 43,571,795	\$ 43,616,668
EDIF Resource Estimate					
Beginning Balance	\$ 6,695,056	\$ 8,230,954	\$ 8,230,954	\$ 1,113,356	\$ 1,113,356
Gaming Revenues	42,432,000	42,432,000	42,432,000	42,432,000	42,432,000
Other Income*	49,339	75,000	75,000	75,000	75,000
Total Available	\$ 49,176,395	\$ 50,737,954	\$ 50,737,954	\$ 43,620,356	\$ 43,620,356
Less: Expenditures and Transfers	41,123,745	49,624,598	49,624,598	43,571,795	43,616,668
ENDING BALANCE	\$ 8,052,650	\$ 1,113,356	\$ 1,113,356	\$ 48,561	\$ 3,688

* Other income includes interest, transfers, reimbursements and released encumbrances

For more information, please contact:

Bobbi Mariani, Managing Fiscal Analyst
Bobbi.Mariani@klrd.ks.gov

Reed Holwegner, Principal Research Analyst
Reed.Holwegner@klrd.ks.gov

Kansas Legislative Research Department
300 SW 10th Ave., Room 68-West, Statehouse
Topeka, KS 66612
Phone: (785) 296-3181
Fax: (785) 296-3824