

House Budget Committee Report

Agency: Kansas Department of Health and Environment - Health and Health Care Finance **Bill No.** -- **Bill Sec.** --

Analyst: Mariani **Analysis Pg. No.** 2419 **Budget Page No.** 202

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 764,183,580	\$ 763,076,773	\$ 0
Other Funds	1,552,639,017	1,516,036,108	0
Subtotal	<u>\$ 2,316,822,597</u>	<u>\$ 2,279,112,881</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 2,316,822,597</u></u>	<u><u>\$ 2,279,112,881</u></u>	<u><u>\$ 0</u></u>
FTE positions	354.5	354.5	0.0
Non FTE Uncl. Perm. Pos.	274.9	274.9	0.0
TOTAL	<u><u>629.4</u></u>	<u><u>629.4</u></u>	<u><u>0.0</u></u>

*NOTE: Includes GBA No. 1 Item 9 to delete \$99.6 million including \$24.3 million from the State General fund to adjust for Spring Human Services Caseload estimate in FY 2015. Changes are reflected in the table only.

Agency Estimate

The **agency** estimates operating expenditures in FY 2015 of \$2.3 billion, including \$764.2 million from the State General Fund and \$7.1 million from the Children's Initiatives Fund (CIF). The request is an all funds increase of \$8.2 million, or 0.4 percent, a State General Fund increase of \$383,794, or 0.1 percent, and a CIF increase of \$930, or less than 0.1 percent, above the amount approved by the 2014 Legislature. The all funds increase is largely due to an increase in other assistance for medical programs partially offset by a reduction in agency operating expenditures for contractual services. The State General Fund increase is due to an increase in contractual services funding offset by a decrease in funding for salaries and wages.

The budget includes 354.5 FTE positions, a decrease of 57.0 FTE positions below, and 274.9 non-FTE unclassified positions, an increase of 39.2 non-FTE unclassified positions above, the approved FY 2015 number. The agency states that due to the nature of its grant and federal funding it is replacing classified positions with non-FTE unclassified positions.

The Governor's December allotment, which was applied after the agency submitted its budget request, reduced the agency's FY 2015 approved amount for State General Fund by \$1,034,093 in the agency operating expenditures for administration (\$642,928), aid to locals for Primary Care - Safety Net Clinics (\$254,000), PKU Treatment Program (\$100,903), the Office of the Inspector General (\$36,262), and salaries and wages (\$33,688).

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$2.4 billion, including \$787.4 million from the State General Fund, and \$7.1 million from the Children's Initiatives Fund. The recommendation is an all funds increase of \$61.9 million, or 2.7 percent, a State General Fund increase of \$23.2 million, or 3.0 percent, above the agency's revised estimate. The Children's Initiatives Fund is the same as the agency's revised estimate. The increase is largely attributable to the addition of \$63.2 million, including \$24.2 million from the State General Fund to fully fund the November Human Services Consensus Caseload estimates.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation.

House Committee Recommendation

The **House Committee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Department of Health and Environment - Health and Health Care Finance

Bill No. House Sub. for SB 4 **Bill Sec.** 38

Analyst: Mariani

Analysis Pg. No. 2419

Budget Page No. 202

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 764,183,580	\$ 763,076,773	\$ 0
Other Funds	1,552,639,017	1,516,036,108	0
Subtotal	\$ 2,316,822,597	\$ 2,279,112,881	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 2,316,822,597	\$ 2,279,112,881	\$ 0
FTE positions	354.5	354.5	0.0
Non FTE Uncl. Perm. Pos.	274.9	274.9	0.0
TOTAL	629.4	629.4	0.0

*NOTE: Includes GBA No. 1 Item 9 to delete \$99.6 million including \$24.3 million from the State General fund to adjust for Spring Human Services Caseload estimate in FY 2015. Changes are reflected in the table only.

Agency Estimate

The **agency** estimates operating expenditures in FY 2015 of \$2.3 billion, including \$764.2 million from the State General Fund and \$7.1 million from the Children's Initiatives Fund (CIF). The request is an all funds increase of \$8.2 million, or 0.4 percent, a State General Fund increase of \$383,794, or 0.1 percent, and a CIF increase of \$930, or less than 0.1 percent, above the amount approved by the 2014 Legislature. The all funds increase is largely due to an increase in other assistance for medical programs partially offset by a reduction in agency operating expenditures for contractual services. The State General Fund increase is due to an increase in contractual services funding offset by a decrease in funding for salaries and wages.

The budget includes 354.5 FTE positions, a decrease of 57.0 FTE positions below, and 274.9 non-FTE unclassified positions, an increase of 39.2 non-FTE unclassified positions above, the approved FY 2015 number. The agency states that due to the nature of its grant and federal funding it is replacing classified positions with non-FTE unclassified positions.

The Governor's December allotment, which was applied after the agency submitted its budget request, reduced the agency's FY 2015 approved amount for State General Fund by \$1,034,093 in the agency operating expenditures for administration (\$642,928), aid to locals for Primary Care - Safety Net Clinics (\$254,000), PKU Treatment Program (\$100,903), the Office of the Inspector General (\$36,262), and salaries and wages (\$33,688).

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$2.4 billion, including \$787.4 million from the State General Fund, and \$7.1 million from the Children's Initiatives Fund. The recommendation is an all funds increase of \$61.9 million, or 2.7 percent, a State General Fund increase of \$23.2 million, or 3.0 percent, above the agency's revised estimate. The Children's Initiatives Fund is the same as the agency's revised estimate. The increase is largely attributable to the addition of \$63.2 million, including \$24.2 million from the State General Fund to fully fund the November Human Services Consensus Caseload estimates.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation with the following adjustments:

1. Add language stating that no state monies will be appropriated in any appropriation act of the 2015 regular session of the legislature and no state agency shall expend any state monies for fiscal years 2015 for the purpose of implementing KanCare Health Homes – Chronic Conditions unless the legislature expressly consents to such program and expenditures.

Senate Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommendation.

Conference Committee Recommendation

The **Conference Committee** concurs with the Governor's recommendation with the following adjustments:

1. Add language stating that no state monies will be appropriated in any appropriation act of the 2015 regular session of the legislature and no state agency shall expend any state monies for fiscal years 2015 for the purpose of implementing KanCare Health Homes – Chronic Conditions unless the legislature expressly consents to such program and expenditures.
2. Concur with GBA No. 1, Item 9 to delete \$99.6 million, including \$24.3 million from the State General Fund, to adjust for Spring Human Services Caseload estimates in FY 2015.

	Governor's Recommendation FY 2015	Legislative Action	Legislative Approved FY 2015	Governor's Vetoed FY 2015	Final Legislative Approved FY 2015
All Funds					
State Operations	\$ 190,988,759	\$ 0	\$ 190,988,759	\$ 0	\$ 190,988,759
Aid to Local Units	34,198,591	0	34,198,591	0	34,198,591
Other Assistance	2,053,925,531	0	2,053,925,531	0	2,053,925,531
Subtotal- Operations	\$ 2,279,112,881	\$ 0	\$ 2,279,112,881	\$ 0	\$ 2,279,112,881
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 2,279,112,881</u>	<u>\$ 0</u>	<u>\$ 2,279,112,881</u>	<u>\$ 0</u>	<u>\$ 2,279,112,881</u>
State General Fund					
State Operations	\$ 19,122,871	\$ 0	\$ 19,122,871	\$ 0	\$ 19,122,871
Aid to Local Units	5,857,243	0	5,857,243	0	5,857,243
Other Assistance	738,096,659	0	738,096,659	0	738,096,659
Subtotal-Operating	\$ 763,076,773	\$ 0	\$ 763,076,773	\$ 0	\$ 763,076,773
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 763,076,773</u>	<u>\$ 0</u>	<u>\$ 763,076,773</u>	<u>\$ 0</u>	<u>\$ 763,076,773</u>
FTE Positions	395.9	0.0	395.9	0.0	395.9
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>395.9</u>	<u>0.0</u>	<u>395.9</u>	<u>0.0</u>	<u>395.9</u>