

Senate Subcommittee Report

Agency: Department of Agriculture

Bill No. 237

Bill Sec. 134

Analyst: Skoglund

Analysis Pg. No. 669

Budget Page No. 382

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 11,018,596	\$ 9,476,718	\$ 0
Other Funds	33,344,252	33,200,073	0
Subtotal	\$ 44,362,848	\$ 42,676,791	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 44,362,848	\$ 42,676,791	\$ 0
FTE positions	142.5	142.5	0.0
Non FTE Uncl. Perm. Pos.	215.5	215.5	0.0
TOTAL	358.0	358.0	0.0

Agency Request

The **agency** requests FY 2016 expenditures of \$44.4 million, a decrease of \$1.0 million, or 2.3 percent, below the FY 2015 request. The request includes \$11.0 million from the State General Fund, an increase of \$1.0 million, or 10.3 percent, above FY 2015. The request includes \$830,497 from the State Water Plan Fund, a decrease of \$171,806, or 17.1 percent, below the FY 2015 request. The request includes \$570,832 from the Economic Development Initiatives Fund, which is no change from the 2015 amount. The all funds decrease is attributable to decreases in contractual services, capital outlay, and other assistance, offset slightly by increases in salaries and wages. The State General Fund increase is attributable to the enhancement request for advertising, marketing, and outreach.

Governor's Recommendation

The **Governor** recommends FY 2016 expenditures of \$42.7 million, a decrease of \$1.7 million, or 3.8 percent, below the agency request. The recommendation includes \$9.5 million from the State General Fund, a decrease of \$1.5 million, or 14.0 percent, below the agency request; \$8.8 million from the State Water Plan Fund, a decrease of \$7,011, or 0.1 percent, below the agency request; and \$568,818 from the Economic Development Initiatives Fund, a decrease of \$2,014, or 0.4 percent, below the agency request. The Governor concurs with the agency's request with the following adjustments.

- Reduction of \$398,068, all from the State General Fund to continue the Governor’s State General Fund allotment of 4.0 percent to Cabinet and other State General Funded agencies for FY 2016.
- Reduction of \$221,091, including \$76,911 from the State General Fund and \$5,679 from the State Water Plan Fund, to reduce employer contributions for state employee health insurance.
- Reduction of \$1.1 million, all from the State General Fund, as a result of not recommending the enhancement package for marketing and outreach.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor’s recommendation with the following adjustments:

1. The Subcommittee requests the agency submit a zero base budget next session for FY 2016 for use as a pilot program for the budget process.

Senate Committee Recommendation

The **Committee** concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: Department of Agriculture

Bill No. 2370

Bill Sec. 134

Analyst: Skoglund

Analysis Pg. No. 669

Budget Page No. 382

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 11,018,596	\$ 9,476,718	\$ 0
Other Funds	33,344,252	33,200,073	250,000
Subtotal	\$ 44,362,848	\$ 42,676,791	\$ 250,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 44,362,848	\$ 42,676,791	\$ 250,000
FTE positions	142.5	142.5	0.0
Non FTE Uncl. Perm. Pos.	215.5	215.5	0.0
TOTAL	358.0	358.0	0.0

Agency Request

The **agency** requests FY 2016 expenditures of \$44.4 million, a decrease of \$1.0 million, or 2.3 percent, below the FY 2015 request. The request includes \$11.0 million from the State General Fund, an increase of \$1.0 million, or 10.3 percent, above FY 2015. The request includes \$830,497 from the State Water Plan Fund, a decrease of \$171,806, or 17.1 percent, below the FY 2015 request. The request includes \$570,832 from the Economic Development Initiatives Fund, which is no change from the 2015 amount. The all funds decrease is attributable to decreases in contractual services, capital outlay, and other assistance, offset slightly by increases in salaries and wages. The State General Fund increase is attributable to the enhancement request for advertising, marketing, and outreach.

Governor's Recommendation

The **Governor** recommends FY 2016 expenditures of \$42.7 million, a decrease of \$1.7 million, or 3.8 percent, below the agency request. The recommendation includes \$9.5 million from the State General Fund, a decrease of \$1.5 million, or 14.0 percent, below the agency request; \$8.8 million from the State Water Plan Fund, a decrease of \$7,011, or 0.1 percent, below the agency request; and \$568,818 from the Economic Development Initiatives Fund, a decrease of \$2,014, or 0.4 percent, below the agency request. The Governor concurs with the agency's request with the following adjustments.

- Reduction of \$398,068, all from the State General Fund to continue the Governor's State General Fund allotment of 4.0 percent to Cabinet and other State General Funded agencies for FY 2016.
- Reduction of \$221,091, including \$76,911 from the State General Fund and \$5,679 from the State Water Plan Fund, to reduce employer contributions for state employee health insurance.
- Reduction of \$1.1 million, all from the State General Fund, as a result of not recommending the enhancement package for marketing and outreach.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment:

1. Add \$250,000, all from the Economic Development Initiatives Fund, for funding agricultural marketing for FY 2016.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation with the following adjustment:

1. Add language requiring a report from the agency during the next legislative session representing a possible FY 2018 zero base budget request for the agency for use as a pilot program for the budget process.

Conference Committee Recommendation (House Sub. for SB 112)

The **Conference Committee** concurs with the Governor's recommendation for FY 2016 with the following adjustments:

1. Add language requiring a report from the agency during the next legislative session representing a possible FY 2018 zero base budget request for the agency for use as a pilot program for the budget process.
2. Add language authorizing the agency to prorate license fees and alter license due dates as needed in order to transition to online license applications and renewals for FY 2016.
3. Delete \$251,295, including \$86,905 from the State General Fund, to reduce the Kansas Public Employee Retirement System employer contribution rate from 12.37 percent to 10.91 percent for FY 2016. This implements the provisions of SB 228.
4. Delete \$52,014, including \$17,988 from the State General Fund, to suspend employer contributions to the Kansas Public Employees Retirement System Group Insurance Fund, or Death and Disability Fund, for the final seven pay periods for FY 2016.
5. Delete \$14,075, all from the State General Fund, for a 25.0 percent reduction of travel expenditures for FY 2016.
6. Delete \$678, all from the State General Fund, for a 50.0 percent reduction of advertising expenditures for FY 2016.
7. Add language to prohibit expenditures on newspapers and magazines, including electronic subscriptions, for FY 2016.

	Governor's Recommendation FY 2016	Legislative Action	Legislative Approved FY 2016	Governor's Veto FY 2016	Final Legislative Approved FY 2016
All Funds					
State Operations	\$ 34,986,830	\$ (318,062)	\$ 34,668,768	\$ 0	\$ 34,668,768
Aid to Local Units	2,927,227	0	2,927,227	0	2,927,227
Other Assistance	4,762,734	0	4,762,734	0	4,762,734
Subtotal- Operations	\$ 42,676,791	\$ (318,062)	\$ 42,358,729	\$ 0	\$ 42,358,729
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 42,676,791</u>	<u>\$ (318,062)</u>	<u>\$ 42,358,729</u>	<u>\$ 0</u>	<u>\$ 42,358,729</u>
State General Fund					
State Operations	\$ 9,316,718	\$ (119,646)	\$ 9,197,072	\$ 0	\$ 9,197,072
Aid to Local Units	0	0	0	0	0
Other Assistance	160,000	0	160,000	0	160,000
Subtotal-Operating	\$ 9,476,718	\$ (119,646)	\$ 9,357,072	\$ 0	\$ 9,357,072
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 9,476,718</u>	<u>\$ (119,646)</u>	<u>\$ 9,357,072</u>	<u>\$ 0</u>	<u>\$ 9,357,072</u>
FTE Positions	142.5	0.0	142.5	0.0	142.5
Non-FTE Unclass. Perm. Pos.	215.5	0.0	215.5	0.0	215.5
TOTAL	<u>358.0</u>	<u>0.0</u>	<u>358.0</u>	<u>0.0</u>	<u>358.0</u>