

## Senate Subcommittee Report

**Agency:** State Board of Tax Appeals

**Bill No.** SB 237

**Bill Sec.** 60

**Analyst:** Dapp

**Analysis Pg. No.** 1433

**Budget Page No.** 100

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 1,157,536	\$ 816,466	\$ 0
Other Funds	844,799	1,023,154	0
Subtotal	<u>\$ 2,002,335</u>	<u>\$ 1,839,620</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 2,002,335</u></u>	<u><u>\$ 1,839,620</u></u>	<u><u>\$ 0</u></u>
FTE positions	17.0	17.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>17.0</u></u>	<u><u>17.0</u></u>	<u><u>0.0</u></u>

### Agency Request

The **agency** requests FY 2016 operating expenditures of \$2,002,335, including \$1,157,536 from the State General Fund. The request is an all funds increase of \$129,679 or 6.9 percent, including a State General Fund increase of \$112,732 or 10.8 percent, above the agency's revised 2015 estimate. The increase is attributable to increased contractual service expenditures due to changes included in House Sub. for SB 231 where neither the agency's staff attorneys, nor any employees of the Board, can be used to conduct small claims hearings. As a result, the agency will contract hearing officers for these proceedings. This increase in contractual service expenditures is partially offset by decreased expenditures salary and wages and commodities. Included in the agency's State General Fund request is \$185,000 to offset reduced revenue collected from the BOTA Filing Fee Fund due to changes included in House Sub. for SB 231. Absent the enhancement, the agency requests \$1,702,335, including \$857,536 from the State General Fund.

### Governor's Recommendation

The **Governor** recommends FY 2016 operating expenditures of \$1,839,620, including \$816,466 from the State General Fund. The recommendation is an all funds decrease of \$162,715 or 8.1 percent, including \$341,070, or 29.5 percent, from the State General Fund, below the agency's FY 2016 request. The decrease is attributable to the Governor's recommended 4.0 percent State General Fund operating reduction. Additionally, the Governor

recommends a reduction of \$13,414, including \$6,769 from the State General Fund, to reduce employer contributions for state employee health insurance.

**Senate Subcommittee Recommendation**

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

**Senate Committee Recommendation**

The **Committee** concurs with the Subcommittee’s recommendation.

**Senate Committee of the Whole Recommendation**

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

**House Budget Committee Report**

**Agency:** State Board of Tax Appeals

**Bill No.** HB 2370

**Bill Sec.** 60

**Analyst:** Dapp

**Analysis Pg. No.** 1433

**Budget Page No.** 100

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 1,157,536	\$ 816,466	\$ 0
Other Funds	844,799	1,023,154	0
Subtotal	\$ 2,002,335	\$ 1,839,620	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 2,002,335</b>	<b>\$ 1,839,620</b>	<b>\$ 0</b>
FTE positions	17.0	17.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>17.0</b>	<b>17.0</b>	<b>0.0</b>

**Agency Request**

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6.9 percent, including a State General Fund increase of \$112,732 or 10.8 percent, above the agency's revised 2015 estimate. The increase is attributable to increased contractual service expenditures due to changes included in House Sub. for SB 231 where neither the agency's staff attorneys, nor any employees of the Board, can be used to conduct small claims hearings. As a result, the agency will contract hearing officers for these proceedings. This increase in contractual service expenditures is partially offset by decreased expenditures salary and wages and commodities. Included in the agency's State General Fund request is \$185,000 to offset reduced revenue collected from the BOTA Filing Fee Fund due to changes included in House Sub. for SB 231. Absent the enhancement, the agency requests \$1,702,335, including \$857,536 from the State General Fund.

### **Governor's Recommendation**

The **Governor** recommends FY 2016 operating expenditures of \$1,839,620, including \$816,466 from the State General Fund. The recommendation is an all funds decrease of \$162,715 or 8.1 percent, including \$341,070, or 29.5 percent, from the State General Fund, below the agency's FY 2016 request. The decrease is attributable to the Governor's recommended 4.0 percent State General Fund operating reduction. Additionally, the Governor recommends a reduction of \$13,414, including \$6,769 from the State General Fund, to reduce employer contributions for state employee health insurance.

### **House Budget Committee Recommendation**

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

### **House Committee Recommendation**

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

### **Conference Committee Recommendation (House Sub. for SB 112)**

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

1. Add language to prohibit expenditures on newspapers and magazines, including electronic subscriptions, for FY 2016.
2. Delete \$77, all from the State General Fund, for a 25.0 percent reduction of travel expenditures for FY 2016.
3. Delete \$16,354, including \$8,252 from the State General Fund, to reduce the Kansas Public Employees 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 \$3,385, including \$1,708 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.

	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	\$ 1,839,620	\$ (19,816)	\$ 1,819,804	\$ 0	\$ 1,819,804
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal- Operations	\$ 1,839,620	\$ (19,816)	\$ 1,819,804	\$ 0	\$ 1,819,804
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 1,839,620</u>	<u>\$ (19,816)</u>	<u>\$ 1,819,804</u>	<u>\$ 0</u>	<u>\$ 1,819,804</u>
State General Fund					
State Operations	\$ 816,466	\$ (10,037)	\$ 806,429	\$ 0	\$ 806,429
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal-Operating	\$ 816,466	\$ (10,037)	\$ 806,429	\$ 0	\$ 806,429
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 816,466</u>	<u>\$ (10,037)</u>	<u>\$ 806,429</u>	<u>\$ 0</u>	<u>\$ 806,429</u>
FTE Positions	17.0	0.0	17.0	0.0	17.0
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>17.0</u>	<u>0.0</u>	<u>17.0</u>	<u>0.0</u>	<u>17.0</u>