

## House Budget Committee Report

**Agency:** Wichita State University

**Bill No.** HB 2370

**Bill Sec.** 114

**Analyst:** Morrow

**Analysis Pg. No.** 2275

**Budget Page No.** 292

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 74,428,373	\$ 73,897,534	\$ 0
Other Funds	213,452,044	212,700,643	0
Subtotal	<u>\$ 287,880,417</u>	<u>\$ 286,598,177</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	5,103,802	5,103,802	0
Subtotal	<u>\$ 5,103,802</u>	<u>\$ 5,103,802</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 292,984,219</u></u>	<u><u>\$ 291,701,979</u></u>	<u><u>\$ 0</u></u>
FTE positions	2,017.1	2,017.1	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>2,017.1</u></u>	<u><u>2,017.1</u></u>	<u><u>0.0</u></u>

### Agency Request

The **agency** requests an FY 2016 operating budget of \$287.9 million, including \$74.4 million from the State General Fund. This is an all funds decrease of \$220,111, or 0.1 percent and a State General Fund increase of \$1.8 million, or 2.5 percent from the FY 2015 revised estimate. There are increases in salaries and wages (\$377,177) and debt service (\$845,470) with offsetting decreases in contractual services (\$563,490) and commodities (\$1.1 million). The request includes an enhancement of \$1.0 million, all from special revenue funds, as a transfer from the Bioscience Authority for the Center of Innovation for Biomaterials in Orthopaedic Research and \$12.0 million in bonding authority for the College of Business and Innovation Center. The agency is asking that the debt service be paid with State General Fund. The debt service request is an enhancement in the Board of Regents budget. Enhancements in the Board of Regents budget include \$12.5 million, all from the State General Fund, for Innovation equipment and operation and \$4.7 million, all from the State General Fund, to support the Economic, Innovation, Diversification Technical Transfer project.

The agency requests a capital improvement budget of \$5.1 million, all from special revenue funds. This is an all funds decrease of \$13.6 million, or 72.6 percent, and \$2.0 million, or 100 percent, State General Fund, below the FY 2015 revised estimate. The reduction is mainly due to the Educational Building Fund transfer not occurring until later in the year, which will show up in next year's revised budget. There are also reduced expenditures in other special revenue funds for FY 2016.

### **Governor's Recommendation**

The **Governor** recommends \$286.6 million, including \$73.9 million from the State General Fund. This is a decrease of \$1.3 million, or 0.4 percent, all funds and an increase of \$1.4 million, or 2.0 percent, State General Fund from the FY 2015 recommendation.

The Governor concurs with the agency request with the exception of a reduction of \$1.3 million, including \$530,839 from the State General Fund, to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's capital improvement request.

### **House Budget Committee Recommendation**

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

1. Delete the \$1.0 million transfer from the Kansas Bioscience Authority, to Wichita State University, for the Center of Innovation for Biomaterials in Orthopaedic research and allow the agency to use \$1.0 million from the General Fees Fund for this expenditure for FY 2016.

### **House Committee Recommendation**

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

1. Do not delete the \$1.0 million transfer from the Kansas Bioscience Authority, to Wichita State University, for the Center of Innovation for Biomaterials in Orthopaedic research and allow the agency to use \$1.0 million from the General Fees Fund for this expenditure for FY 2016.
  2. Add a proviso to the aviation research appropriation for the \$1 to \$1 matching funds from the University and report to House Appropriations and Senate Ways and Means on the economic value and jobs created with this funding for FY 2016.
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**Senate Subcommittee Report**

**Agency:** Wichita State University

**Bill No.** SB 237

**Bill Sec.** 114

**Analyst:** Morrow

**Analysis Pg. No.** 2275

**Budget Page No.** 292

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 74,428,373	\$ 73,897,534	\$ 0
Other Funds	213,452,044	212,700,643	0
Subtotal	<u>\$ 287,880,417</u>	<u>\$ 286,598,177</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	5,103,802	5,103,802	0
Subtotal	<u>\$ 5,103,802</u>	<u>\$ 5,103,802</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 292,984,219</u></u>	 <u><u>\$ 291,701,979</u></u>	 <u><u>\$ 0</u></u>
 FTE positions	 2,017.1	 2,017.1	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>2,017.1</u></u>	<u><u>2,017.1</u></u>	<u><u>0.0</u></u>

**Agency Request**

The **agency** requests an FY 2016 operating budget of \$287.9 million, including \$74.4 million from the State General Fund. This is an all funds decrease of \$220,111, or 0.1 percent and a State General Fund increase of \$1.8 million, or 2.5 percent from the FY 2015 revised estimate. There are increases in salaries and wages (\$377,177) and debt service (\$845,470) with offsetting decreases in contractual services (\$563,490) and commodities (\$1.1 million). The request includes an enhancement of \$1.0 million, all from special revenue funds, as a transfer from the Bioscience Authority for the Center of Innovation for Biomaterials in Orthopaedic Research and \$12.0 million in bonding authority for the College of Business and Innovation Center. The agency is asking that the debt service be paid with State General Fund. The debt service request is an enhancement in the Board of Regents budget. Enhancements in the Board of Regents budget include \$12.5 million, all from the State General Fund, for Innovation equipment and operation and \$4.7 million, all from the State General Fund, to support the Economic, Innovation, Diversification Technical Transfer project.

The agency requests a capital improvement budget of \$5.1 million, all from special revenue funds. This is an all funds decrease of \$13.6 million, or 72.6 percent, and \$2.0 million, or 100 percent, State General Fund, below the FY 2015 revised estimate. The reduction is mainly due to the Educational Building Fund transfer not occurring until later in the year, which

will show up in next year's revised budget. There are also reduced expenditures in other special revenue funds for FY 2016.

### **Governor's Recommendation**

The **Governor** recommends \$286.6 million, including \$73.9 million from the State General Fund. This is a decrease of \$1.3 million, or 0.4 percent, all funds and an increase of \$1.4 million, or 2.0 percent, State General Fund from the FY 2015 recommendation.

The Governor concurs with the agency request with the exception of a reduction of \$1.3 million, including \$530,839 from the State General Fund, to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's capital improvement request.

### **Senate Subcommittee Recommendation**

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

1. Add a proviso to the aviation research appropriation for the \$1 to \$1 matching funds from the University and report to House Appropriations and Senate Ways and Means on the economic value and jobs created with this funding for FY 2016.

### **Senate Committee Recommendation**

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

### **Senate Committee of the Whole Recommendation (Senate Sub. for HB 2135)**

The **Committee of the Whole** concurs with the 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 the aviation research appropriations for the dollar for dollar matching funds from the university and report to House Appropriations and Senate Ways and Means Committees on the economic value and jobs created with this funding for FY 2016.
2. Delete \$252,234, including \$147,691 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.
3. Delete \$258,869, including \$101,001 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	\$ 249,979,983	\$ (511,103)	\$ 249,468,880	\$ 0	\$ 249,468,880
Aid to Local Units	0	0	0	0	0
Other Assistance	36,618,194	0	36,618,194	0	36,618,194
Subtotal- Operations	\$ 286,598,177	\$ (511,103)	\$ 286,087,074	\$ 0	\$ 286,087,074
Capital Improvements	5,103,802	0	5,103,802	0	5,103,802
TOTAL	<u>\$ 291,701,979</u>	<u>\$ (511,103)</u>	<u>\$ 291,190,876</u>	<u>\$ 0</u>	<u>\$ 291,190,876</u>
State General Fund					
State Operations	\$ 73,887,534	\$ (248,692)	\$ 73,638,842	\$ 0	\$ 73,638,842
Aid to Local Units	0	0	0	0	0
Other Assistance	10,000	0	10,000	0	10,000
Subtotal-Operating	\$ 73,897,534	\$ (248,692)	\$ 73,648,842	\$ 0	\$ 73,648,842
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 73,897,534</u>	<u>\$ (248,692)</u>	<u>\$ 73,648,842</u>	<u>\$ 0</u>	<u>\$ 73,648,842</u>
FTE Positions	2,017.1	0.0	2,017.1	0.0	2,017.1
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>2,017.1</u>	<u>0.0</u>	<u>2,017.1</u>	<u>0.0</u>	<u>2,017.1</u>