

House Budget Committee Report

Agency: University of Kansas

Bill No. HB 2370

Bill Sec. 111

Analyst: Morrow

Analysis Pg. No. 2223

Budget Page No. 288

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 140,371,391	\$ 139,353,553	\$ 0
Other Funds	570,237,055	567,999,422	0
Subtotal	\$ 710,608,446	\$ 707,352,975	\$ 0
Capital Improvements:			
State General Fund	\$ 2,255,000	\$ 2,255,000	\$ 0
Other Funds	17,890,046	17,890,046	0
Subtotal	\$ 20,145,046	\$ 20,145,046	\$ 0
TOTAL	\$ 730,753,492	\$ 727,498,021	\$ 0
FTE positions	5,342.1	5,342.1	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	5,342.1	5,342.1	0.0

Agency Request

The **agency** requests operating expenditures of \$710.6 million, including \$140.4 million from the State General Fund. This is an increase of \$20.1 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 request. The increase is mainly in salaries and wages (\$12.1 million) and contractual services (\$6.9 million).

The agency also requests \$20.1 million, including \$2.3 million from the State General Fund for capital improvements. This is a decrease of \$8.2 million, or 28.8 percent, all funds and an increase of \$90,000, or 4.2 percent, State General Fund from the FY 2016 request. The all funds decrease is due to a reduction in expenditures for the School of Business construction project and the increase in State General Fund is due to increased State General Fund expenditures in debt service for FY 2017.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$707.4 million, including \$139.4 million from the State General Fund. This is an increase of \$20.0 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of \$3.3 million, including \$1.0 million from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor also concurs with the agency's capital improvement budget request.

House Budget Committee Recommendation

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

- 1. The Budget Committee notes the trend of increasing instructional costs at this University.

House Committee Recommendation

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

Senate Subcommittee Report

Agency: University of Kansas

Bill No. SB 237

Bill Sec. 111

Analyst: Morrow

Analysis Pg. No. 2223

Budget Page No. 288

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 140,371,391	\$ 139,353,553	\$ (4,702,462)
Other Funds	570,237,055	567,999,422	0
Subtotal	<u>\$ 710,608,446</u>	<u>\$ 707,352,975</u>	<u>\$ (4,702,462)</u>
Capital Improvements:			
State General Fund	\$ 2,255,000	\$ 2,255,000	\$ 0
Other Funds	17,890,046	17,890,046	0
Subtotal	<u>\$ 20,145,046</u>	<u>\$ 20,145,046</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 730,753,492</u></u>	<u><u>\$ 727,498,021</u></u>	<u><u>\$ (4,702,462)</u></u>
FTE positions	5,342.1	5,342.1	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>5,342.1</u></u>	<u><u>5,342.1</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests operating expenditures of \$710.6 million, including \$140.4 million from the State General Fund. This is an increase of \$20.1 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 request. The increase is mainly in salaries and wages (\$12.1 million) and contractual services (\$6.9 million).

The agency also requests \$20.1 million, including \$2.3 million from the State General Fund for capital improvements. This is a decrease of \$8.2 million, or 28.8 percent, all funds and an increase of \$90,000, or 4.2 percent, State General Fund from the FY 2016 request. The all funds decrease is due to a reduction in expenditures for the School of Business construction project and the increase in State General Fund is due to increased State General Fund expenditures in debt service for FY 2017.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$707.4 million, including \$139.4 million from the State General Fund. This is an increase of \$20.0 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of \$3.3 million, including \$1.0 million from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor also concurs with the agency's capital improvement budget request.

Senate Subcommittee Recommendation

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

1. Delete \$4.6 million, all from the State General Fund, for operating expenditures for FY 2017.
2. Delete \$117,865, all from the State General Fund, for the Geological Survey for FY 2017.
3. Delete \$2,621, all from the State General Fund, for the Umbilical Cord Matrix project, for FY 2017.

Senate Committee Recommendation

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

1. Review at Omnibus, the operating expenditures for FY 2017.
2. Add \$117,865, all from the State General Fund, for the Geological Survey for FY 2017.

3. Add \$100,000, all from the State General Fund, for the Geological Survey to perform seismic surveys for FY 2017.

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. Delete \$782,859, including \$346,187 from the State General Fund, to reduce the Kansas Public Employees Retirement System employer contribution rate from 13.57 percent to 10.81 percent for FY 2017. This implements the provisions of SB 228.
2. Delete \$903,723, including \$251,471 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 2017.

	Governor's Recommendation FY 2017	Legislative Action	Legislative Approved FY 2017	Governor's Vetoed FY 2017	Final Legislative Approved FY 2017
All Funds					
State Operations	\$ 645,427,705	\$ (1,686,582)	\$ 643,741,123	\$ 0	\$ 643,741,123
Aid to Local Units	0	0	0	0	0
Other Assistance	61,925,270	0	61,925,270	0	61,925,270
Subtotal- Operations	\$ 707,352,975	\$ (1,686,582)	\$ 705,666,393	\$ 0	\$ 705,666,393
Capital Improvements	20,145,046	0	20,145,046	0	20,145,046
TOTAL	\$ 727,498,021	\$ (1,686,582)	\$ 725,811,439	\$ 0	\$ 725,811,439
State General Fund					
State Operations	\$ 139,353,553	\$ (597,658)	\$ 138,755,895	\$ 0	\$ 138,755,895
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal-Operating	\$ 139,353,553	\$ (597,658)	\$ 138,755,895	\$ 0	\$ 138,755,895
Capital Improvements	2,255,000	0	2,255,000	0	2,255,000
TOTAL	\$ 141,608,553	\$ (597,658)	\$ 141,010,895	\$ 0	\$ 141,010,895
FTE Positions	5,342.1	0.0	5,342.1	0.0	5,342.1
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	5,342.1	0.0	5,342.1	0.0	5,342.1