

## House Budget Committee Report

**Agency:** Parsons State Hospital and Training Center

**Bill No.** HB 2370

**Bill Sec.** 83

**Analyst:** Fye

**Analysis Pg. No.** 2620

**Budget Page No.** 198

| Expenditure Summary            | Agency Request<br>FY 2017 | Governor<br>Recommendation<br>FY 2017 | House Budget<br>Committee<br>Adjustments |
|--------------------------------|---------------------------|---------------------------------------|--|
| <b>Operating Expenditures:</b> |                           |                                       |  |
| State General Fund             | \$ 12,028,331             | \$ 11,842,830                         | \$ 0                                     |
| Other Funds                    | 14,940,392                | 14,820,667                            | 0  |
| Subtotal                       | \$ 26,968,723             | \$ 26,663,497                         | \$ 0                                     |
| <b>Capital Improvements:</b>   |                           |                                       |  |
| State General Fund             | \$ 115,490                | \$ 0                                  | \$ 0                                     |
| Other Funds                    | 48,894                    | 164,384                               | 0  |
| Subtotal                       | \$ 164,384                | \$ 164,384                            | \$ 0                                     |
| <b>TOTAL</b>                   | <b>\$ 27,133,107</b>      | <b>\$ 26,827,881</b>                  | <b>\$ 0</b>                              |
| FTE positions                  | 467.2                     | 467.2                                 | 0.0                                      |
| Non FTE Uncl. Perm. Pos.       | 0.0                       | 0.0                                   | 0.0                                      |
| <b>TOTAL</b>                   | <b>467.2</b>              | <b>467.2</b>                          | <b>0.0</b>                               |

### Agency Request

The **agency** requests total expenditures of \$27.1 million, including \$12.1 million from the State General Fund, for FY 2017. Of this amount, the agency requests operating expenditures of \$27.0 million, including \$12.0 million from the State General Fund, for FY 2017. This is an all funds increase of \$940,087, or 3.6 percent, and a State General Fund increase of \$940,087, or 8.5 percent, above the FY 2016 request. The increase is primarily attributable an increase in salaries and wages expenditures, due to payment for the 27th payroll period which occurs in FY 2017, increased utilities expenses, partially offset by an adjustment to shrinkage and a decrease in voluntary retirement incentive expenditures. The agency requests capital improvement expenditures of \$164,384, including \$115,490 from the State General Fund, for FY 2017. This is an all fund increase of \$6,600, or 4.2 percent, and a State General Fund increase of \$6,600, or 6.1 percent, above the FY 2016 request. The increase is attributable to an increase in bond principal expenditures to the Department of Administration for the agency's participation in the state's Facility Conservation Improvement Program (FCIP).

### Governor's Recommendation

The **Governor** recommends total expenditures of \$26.8 million, including \$11.8 million from the State General Fund, for operating expenditures and capital improvement expenditures for FY 2017. Of this amount, the Governor recommends operating expenditures of \$26.7 million, including \$11.8 million from the State General Fund, for FY 2017. This is all funds decrease of

\$305,226, or 1.1 percent, and a State General Fund decrease of \$185,501, or 1.5 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance. The Governor recommends capital improvement expenditures of \$164,384, all from special revenue funds, for FY 2017. This is the same amount approved by the 2014 Legislature, and a decrease of \$115,490, or 100.0 percent, from the State General Fund, below the amount approved by the 2014 Legislature. The State General Fund decrease is attributable to the Governor recommending that State General Fund expenditures for capital improvements be changed to the State Institutions Building Fund.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2017 with the following notation:

1. The Budget Committee notes that a significant factor in the agency's request for increased expenditures for FY 2017 was the 27<sup>th</sup> payroll period which occurs for all state agencies in FY 2017.

### House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2017.

## Senate Subcommittee Report

**Agency:** Parsons State Hospital and Training Center      **Bill No.** SB 237      **Bill Sec.** 83

**Analyst:** Fye      **Analysis Pg. No.** 2620      **Budget Page No.** 198

| Expenditure Summary            | Agency Request<br>FY 2017 | Governor Recommendation<br>FY 2017 | Senate Subcommittee<br>Adjustments |
|--------------------------------|---------------------------|------------------------------------|------------------------------------|
| <b>Operating Expenditures:</b> |                           |                                    |                                    |
| State General Fund             | \$ 12,028,331             | \$ 11,842,830                      | \$ 0                               |
| Other Funds                    | 14,940,392                | 14,820,667                         | 0                                  |
| Subtotal                       | \$ 26,968,723             | \$ 26,663,497                      | \$ 0                               |
| <b>Capital Improvements:</b>   |                           |                                    |                                    |
| State General Fund             | \$ 115,490                | \$ 0                               | \$ 0                               |
| Other Funds                    | 48,894                    | 164,384                            | 0                                  |
| Subtotal                       | \$ 164,384                | \$ 164,384                         | \$ 0                               |
| <b>TOTAL</b>                   | <b>\$ 27,133,107</b>      | <b>\$ 26,827,881</b>               | <b>\$ 0</b>                        |
| FTE positions                  | 467.2                     | 467.2                              | 0.0                                |
| Non FTE Uncl. Perm. Pos.       | 0.0                       | 0.0                                | 0.0                                |
| <b>TOTAL</b>                   | <b>467.2</b>              | <b>467.2</b>                       | <b>0.0</b>                         |

## **Agency Request**

The **agency** requests total expenditures of \$27.1 million, including \$12.1 million from the State General Fund, for FY 2017. Of this amount, the agency requests operating expenditures of \$27.0 million, including \$12.0 million from the State General Fund, for FY 2017. This is an all funds increase of \$940,087, or 3.6 percent, and a State General Fund increase of \$940,087, or 8.5 percent, above the FY 2016 request. The increase is primarily attributable an increase in salaries and wages expenditures, due to payment for the 27th payroll period which occurs in FY 2017, increased utilities expenses, partially offset by an adjustment to shrinkage and a decrease in voluntary retirement incentive expenditures. The agency requests capital improvement expenditures of \$164,384, including \$115,490 from the State General Fund, for FY 2017. This is an all fund increase of \$6,600, or 4.2 percent, and a State General Fund increase of \$6,600, or 6.1 percent, above the FY 2016 request. The increase is attributable to an increase in bond principal expenditures to the Department of Administration for the agency's participation in the state's Facility Conservation Improvement Program (FCIP).

## **Governor's Recommendation**

The **Governor** recommends total expenditures of \$26.8 million, including \$11.8 million from the State General Fund, for operating expenditures and capital improvement expenditures for FY 2017. Of this amount, the Governor recommends operating expenditures of \$26.7 million, including \$11.8 million from the State General Fund, for FY 2017. This is all funds decrease of \$305,226, or 1.1 percent, and a State General Fund decrease of \$185,501, or 1.5 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance. The Governor recommends capital improvement expenditures of \$164,384, all from special revenue funds, for FY 2017. This is the same amount approved by the 2014 Legislature, and a decrease of \$115,490, or 100.0 percent, from the State General Fund, below the amount approved by the 2014 Legislature. The State General Fund decrease is attributable to the Governor recommending that State General Fund expenditures for capital improvements be changed to the State Institutions Building Fund.

## **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2017.

## **Senate Committee Recommendation**

The **Committee** concurs with the Subcommittee's recommendation for FY 2017.

## **Senate Committee of the Whole Recommendation**

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2017.

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

The **Conference Committee** concurs with the Governor's recommendation for FY 2017 with the following adjustments:

1. Delete \$446,537, including \$222,814 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 \$51,747, including \$25,821 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.
3. Delete \$216, all from the State General Fund, for a 50.0 percent reduction of advertising expenditures for FY 2017.
4. Add language to prohibit expenditures on newspapers and magazines, including electronic subscriptions, for FY 2017.

|                             | Governor's<br>Recommendation<br>FY 2017 | Legislative<br>Action | Legislative<br>Approved<br>FY 2017 | Governor's<br>Vetoed<br>FY 2017 | Final<br>Legislative<br>Approved<br>FY 2017 |
|-----------------------------|---|-----------------------|------------------------------------|---------------------------------|---|
| All Funds                   |   |                       |                                    |                                 |   |
| State Operations            | \$ 26,653,005                           | \$ (498,500)          | \$ 26,154,505                      | \$ 0                            | \$ 26,154,505                               |
| Aid to Local Units          | 0                                       | 0                     | 0                                  | 0                               | 0   |
| Other Assistance            | 10,492                                  | 0                     | 10,492                             | 0                               | 10,492                                      |
| Subtotal- Operations        | \$ 26,663,497                           | \$ (498,500)          | \$ 26,164,997                      | \$ 0                            | \$ 26,164,997                               |
| Capital Improvements        | 164,384                                 | 0                     | 164,384                            | 0                               | 164,384                                     |
| TOTAL                       | <u>\$ 26,827,881</u>                    | <u>\$ (498,500)</u>   | <u>\$ 26,329,381</u>               | <u>\$ 0</u>                     | <u>\$ 26,329,381</u>                        |
| State General Fund          |   |                       |                                    |                                 |   |
| State Operations            | \$ 11,832,338                           | \$ (248,851)          | \$ 11,583,487                      | \$ 0                            | \$ 11,583,487                               |
| Aid to Local Units          | 0                                       | 0                     | 0                                  | 0                               | 0   |
| Other Assistance            | 10,492                                  | 0                     | 10,492                             | 0                               | 10,492                                      |
| Subtotal-Operating          | \$ 11,842,830                           | \$ (248,851)          | \$ 11,593,979                      | \$ 0                            | \$ 11,593,979                               |
| Capital Improvements        | 0                                       | 0                     | 0                                  | 0                               | 0   |
| TOTAL                       | <u>\$ 11,842,830</u>                    | <u>\$ (248,851)</u>   | <u>\$ 11,593,979</u>               | <u>\$ 0</u>                     | <u>\$ 11,593,979</u>                        |
| FTE Positions               | 467.2                                   | 0.0                   | 467.2                              | 0.0                             | 467.2                                       |
| Non-FTE Unclass. Perm. Pos. | 0.0                                     | 0.0                   | 0.0                                | 0.0                             | 0.0   |
| TOTAL                       | <u>467.2</u>                            | <u>0.0</u>            | <u>467.2</u>                       | <u>0.0</u>                      | <u>467.2</u>                                |