

Postsecondary Education Systemwide

Expenditure	Actual FY 2014	Approved FY 2015	Approved FY 2016	Approved FY 2017
All Funds:				
State Operations	\$ 2,001,520,579	\$ 2,123,642,104	\$ 2,115,075,128	\$ 2,166,201,803
Aid to Local Units	179,195,948	185,077,795	184,951,536	184,951,536
Other Assistance	262,369,709	265,025,626	263,078,718	262,307,654
<i>Subtotal - Operating</i>	<u>\$ 2,443,086,236</u>	<u>\$ 2,573,745,525</u>	<u>\$ 2,563,105,382</u>	<u>\$ 2,613,460,993</u>
Capital Improvements	146,437,080	139,197,835	127,879,997	107,676,433
TOTAL	<u><u>\$ 2,589,523,316</u></u>	<u><u>\$ 2,712,943,360</u></u>	<u><u>\$ 2,690,985,379</u></u>	<u><u>\$ 2,721,137,426</u></u>
State General Fund:				
State Operations	\$ 554,906,061	\$ 572,453,852	\$ 579,703,314	\$ 592,828,086
Aid to Local Units	167,005,047	170,655,542	171,046,047	171,046,047
Other Assistance	31,788,699	33,706,116	31,997,460	31,983,738
<i>Subtotal - Operating</i>	<u>\$ 753,699,807</u>	<u>\$ 776,815,510</u>	<u>\$ 782,746,821</u>	<u>\$ 795,857,871</u>
Capital Improvements	8,229,748	7,301,244	3,187,020	3,121,676
TOTAL	<u><u>\$ 761,929,555</u></u>	<u><u>\$ 784,116,754</u></u>	<u><u>\$ 785,933,841</u></u>	<u><u>\$ 798,979,547</u></u>
Percent Change:				
Operating Expenditures				
All Funds	1.8 %	5.3 %	(0.4)%	2.0 %
State General Fund	(1.1)	3.1	0.8	1.7
FTE Positions	18,041.2	17,969.7	17,969.7	17,970.7
Non-FTE Unclass. Perm. Pos.	55.0	55.0	55.0	55.0
TOTAL	<u><u>18,096.2</u></u>	<u><u>18,024.7</u></u>	<u><u>18,024.7</u></u>	<u><u>18,025.7</u></u>

The approved FY 2015 operating budget is \$2.6 billion, including \$776.8 million from the State General Fund. This is an increase of \$130.7 million, or 5.3 percent, all funds and \$23.1 million, or 3.1 percent, State General Fund, above the FY 2014 actual expenditures. The increase for the universities is mainly in salaries and wages and contractual services with expenditures coming from the general and restricted use funds. There is also an increase of approximately \$12.0 million from the State General Fund, for Career Technical Education tuition in FY 2015.

The FY 2015 approved capital improvements budget is \$139.2 million. This is a decrease of \$7.2 million, or 4.9 percent, below the FY

2014 actual expenditures and an increase of \$41.7 million or 42.7 percent, above the amount approved by the 2014 Legislature. The increase is mainly in carry forward of rehabilitation and repair expenditures from the Educational Building Fund (\$21.0 million). There were also additional expenditures for the Wiest Hall project at Fort Hays State University, Mosier Hall at KSU Veterinary Medical Center, and the Technology II Facility at Wichita State University.

The approved FY 2016 operating budget is \$2.6 billion, including \$782.7 million from the State General Fund. This is a decrease of \$10.6

million, or 0.4 percent, all funds and an increase of \$5.9 million, or 0.8 percent, State General Fund from the FY 2015 approved expenditures.

The FY 2016 approved capital improvements budget is \$127.9 million. This is a decrease of \$11.3 million, or 8.1 percent, below the FY 2015 expenditures. The decrease includes a decrease of Educational Building Fund (\$6.0 million), the completion of projects at KSU Veterinary Medical Center, and the deletion of the debt service for the Health Education building at KU Medical Center.

The approved FY 2017 operating budget is \$2.6 billion, including \$795.9 million from the State General Fund. This is an increase of \$50.4 million, or 2.0 percent, all funds and \$13.1 million, or 1.7 percent, State General Fund above the FY 2016 approved expenditures. The increase is primarily due to the 27th payroll period.

The FY 2017 approved capital improvements budget is \$107.7 million. This is a decrease of \$20.2 million, or 15.8 percent, below the FY 2016 expenditures. The decrease is due to fewer project expenditures anticipated.

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Agency Estimate/Request	FY 2015			FY 2016			FY 2017		
	SGF	All Funds	FTE	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate/Request	\$ 797,718,521	\$ 2,727,588,346	17,969.7	\$ 838,192,059	\$ 2,756,643,424	17,969.7	\$ 861,678,170	\$ 2,793,335,951	17,970.7
Governor's Changes:									
1. Governor's December 9 th Allotment	\$ (895,434)	\$ (895,434)	-	\$ -	\$ -	-	\$ -	\$ -	-
2. KPERS Employer Contribution Rate Reduction	-	(1,043,219)	-	-	-	-	-	-	-
3. Governor's February 5 th Allotment	(16,212,550)	(16,212,550)	-	-	-	-	-	-	-
4. KBOR-4.0 Percent SGF Operating Allotment and Reduction	(67,324)	(67,324)	-	(157,911)	(157,911)	-	(157,911)	(157,911)	-
5. KBOR-Career Technical Education Tuition	2,850,000	2,850,000	-	-	-	-	-	-	-
6. KBOR-University Enhancements	-	-	-	(44,584,034)	(64,584,034)	-	(53,768,246)	(73,768,246)	-
7. KBOR-Data System Funding Replacement	-	-	-	555,738	555,738	-	555,738	555,738	-
8. KBOR-Incentive for Technical Education	-	-	-	(1,500,000)	(1,500,000)	-	(1,500,000)	(1,500,000)	-
9. KBOR-Educational Building Fund	-	-	-	-	(6,000,000)	-	-	(3,000,000)	-
10. ESU-Raze Maintenance Facility	-	-	-	-	500,000	-	-	-	-
11. KSU-National Bio Agro-Defense Facility	-	-	-	-	5,000,000	-	-	5,000,000	-
12. PSU-Bond Refinancing	(24,399)	(24,399)	-	7,601	7,601	-	7,601	7,601	-
13. PSU-GBA No. 1, Item 11	(2,060)	(2,060)	-	(108,000)	(108,000)	-	(108,000)	(108,000)	-
14. WSU-Center of Innovation for Biomaterials in Orthopaedic Research	-	1000000	-	-	1,000,000	-	-	1,000,000	-
15. KU-GBA No. 1, Item 10 Refinance Law Enforcement Training Center	-	-	-	-	-	-	-	-	-
16. Health Insurance Reduction	-	-	-	(4,318,436)	(11,736,948)	-	(4,433,904)	(12,074,540)	-
Total Governor's Recommendation	\$ 783,366,754	\$ 2,713,193,360	17,969.7	\$ 788,087,017	\$ 2,679,619,870	17,969.7	\$ 802,273,448	\$ 2,709,290,593	17,970.7
Change from Agency Est./Req.	\$ (14,351,767)	\$ (14,394,986)	-	\$ (50,105,042)	\$ (77,023,554)	-	\$ (59,404,722)	\$ (84,045,358)	-
Percent Change from Agency Est./Req.	(1.8)%	(0.5)%	-%	(6.0)%	(2.8)%	-%	(6.9)%	(3.0)%	-%
Legislative Action:									
17. KBOR-Incentive for Technical Education	\$ 750,000	\$ 750,000	-	\$ 750,000	\$ 750,000	-	\$ 750,000	\$ 750,000	-
18. KBOR-Expenditure Flexibility	-	-	-	-	-	-	-	-	-
19. KBOR-Prorate Incentive for Technical Education	-	-	-	-	-	-	-	-	-
20. KBOR-Midwest Higher Education Compact Dues	-	-	-	-	-	-	-	-	-
21. KBOR-Kansas Comprehensive Grant	-	-	-	-	-	-	-	-	-
22. KBOR-Performance-Based Incentives Fund	-	-	-	-	-	-	-	-	-
23. KBOR-Postsecondary Tiered Technical Education State Aid Distribution	-	-	-	-	-	-	-	-	-
24. Washburn University Forensic Program	-	-	-	770,000	770,000	-	770,000	770,000	-
25. Tuition Cap	-	-	-	-	-	-	-	-	-

	FY 2015			FY 2016			FY 2017		
	SGF	All Funds	FTE	SGF	All Funds	FTE	SGF	All Funds	FTE
26. FHSU-Institute of Applied Technology	\$ -	\$ -	-	\$ -	\$ 16,500,000	-	\$ -	\$ -	-
27. FHSU-Department of Art Building	-	-	-	-	-	-	-	13,850,000	-
28. FHSU-Raze Wiest Hall "B"	-	-	-	-	-	-	-	1,580,000	-
29. KSU-Bonding Authority for Student Union	-	-	-	-	-	-	-	-	-
30. KSU-Bonding Authority College of Architecture Planning and Design	-	-	-	-	-	-	-	-	-
31. KSU-Debt Service for College of Architecture Planning and Design Bonds	-	-	-	-	-	-	-	3,700,000	-
32. KU-Bonding Authority for New Dorm and Dining Hall	-	-	-	-	-	-	-	-	-
33. KU-Bonding Authority for Corbin Hall	-	-	-	-	-	-	-	-	-
34. KUMC-Transfer Debt Payments to D of A	-	-	-	(1,768,420)	(1,768,420)	-	(1,766,150)	(1,766,150)	-
35. PSU-Technical Adjustment to GBA No. 1, Item 11	-	-	-	-	-	-	(223,600)	(223,600)	-
36. PSU-Land Exchange	-	-	-	-	-	-	-	-	-
37. KPERS Employer Contribution Rate Reduction	-	-	-	(926,338)	(1,979,537)	-	(1,835,645)	(3,898,948)	-
38. KPERS Death and Disability Reduction	-	-	-	(978,418)	(2,906,534)	-	(988,506)	(2,914,469)	-
TOTAL APPROVED	<u>\$ 784,116,754</u>	<u>\$ 2,713,943,360</u>	<u>17,969.7</u>	<u>\$ 785,933,841</u>	<u>\$ 2,690,985,379</u>	<u>17,969.7</u>	<u>\$ 798,979,547</u>	<u>\$ 2,721,137,426</u>	<u>17,970.7</u>
Change from Gov. Rec.	\$ 750,000	\$ 750,000	-	\$ (2,153,176)	\$ 11,365,509	-	\$ (3,293,901)	\$ 11,846,833	-
Percent Change from Gov. Rec.	0.1 %	0.0 %	- %	(0.3) %	0.4 %	- %	(0.4) %	0.4 %	- %
Change from Agency Est./Req.	\$ (13,601,767)	\$ (13,644,986)	-	\$ (52,258,218)	\$ (65,658,045)	-	\$ (62,698,623)	\$ (72,198,525)	-
Percent Change from Agency Est./Req.	(1.7) %	(0.5) %	- %	(6.2) %	(2.4) %	- %	(7.3) %	(2.6) %	- %

- The Governor deleted \$895,434, all from the State General Fund, as part of the December 9th allotment. For these agencies, the allotment reduced the Kansas Public Employees Retirement System employer contribution rate (excluding Death and Disability) from 11.27 percent to 8.65 percent in FY 2015.
- The Governor deleted \$1.0 million, all from special revenue funds, to reduce the Kansas Public Employees Retirement System employer contribution rate (excluding Death and Disability) from 11.27 percent to 8.65 percent in FY 2015.
- The Governor deleted \$16.2 million, all from the State General Fund, as part of the February 5th 2.0 allotment in FY 2015.
- The Governor deleted, \$67,324, in FY 2015 and \$157,911 for both FY 2016 and FY 2017, all from the State General Fund, for a 4.0 percent reduction in operating expenditures.
- The Governor added \$2.9 million, all from the State General Fund, for additional expenditures for the Career Technical Education Tuition in FY 2015.
- The Governor deleted the universities' enhancement requests of \$64.6 million, including \$44.6 million from the State General Fund for FY 2016 and \$73.8 million, including \$53.8 million from the State General Fund for FY 2017.
- The Governor added \$555,738, all from the State General Fund, to sustain the Regents data system and staffing capacity for FY 2016 and FY 2017.
- The Governor deleted \$1.5 million, all from the State General Fund, for the Incentive for Career Technical Education program for FY 2016 and FY 2017.

9. The Governor deleted \$6.0 million for FY 2016 and \$3.0 million for FY 2017, all from special revenue funds, for reduced expenditures from the Educational Building Fund.
10. The Governor added \$500,000, all from special revenue funds, to raze the maintenance facility at ESU for FY 2016.
11. The Governor added \$5.0 million, all from special revenue funds, for the National Bio Agro-Defense Facility at KSU for FY 2016 and FY 2017.
12. The Governor deleted \$24,399 in FY 2015 and added \$7,601 in FY 2016 and FY 2017, all from the State General Fund, to refinance the Classroom/Armory bonds at PSU.
13. The Legislature concurred with Governor's Budget Amendment No. 1, Item 11 and deleted \$2,060 in FY 2015 and \$108,000 for FY 2016 and FY 2017, all from the State General Fund, to remove expenditures for debt service payments for the Classroom/Armory bonds at PSU.
14. The Governor added \$1.0 million, all from special revenue funds, for the Center of Innovation for Biomaterials in Orthopaedic Research for FY 2015, FY 2016 and FY 2017 at WSU.
15. The Legislature concurred with GBA No. 1, Item 10, to add language to refinance the Law Enforcement Training Center bonds with debt service paid from State General Fund or any appropriate special revenue funds for FY 2016 at KU.
16. The Governor deleted \$11.7 million, including \$4.3 million from the State General Fund, for FY 2016 and \$12.1 million, including \$4.4 million from the State General Fund, for FY 2017 to reduce employer contributions for state employee health insurance.
17. The Legislature added \$750,000, all from the State General Fund, for the Incentive for Career Technical Education program for FY 2015, FY 2016 and FY 2017.
18. The Legislature added language to provide the agency the flexibility to expend money from different funds as necessary and fully fund the dues for the Midwest Higher Education Compact due to the allotment in FY 2015.
19. The Legislature added language to the Incentive for Career Technical Education appropriation allowing the incentives to be prorated if the total request exceeds the appropriated amount for FY 2016 and FY 2017.
20. The Legislature added language allowing the agency to expend \$20,000, all from within existing resources, for the dues increase for the Midwest Higher Education Compact for FY 2016 and FY 2017.
21. The Legislature added language that, notwithstanding the statutes for the Kansas Comprehensive Grant program, the Board of Regents would disburse no less than 60.0 percent allocation to the Independent and Private Colleges. In addition, the Kansas Independent College Association would provide to the House Appropriations and Senate Ways and Means Committees at the beginning of the 2016 Session, a report on the total dollars disbursed to each college and how many students received scholarships for FY 2016.
22. The Legislature added Johnson County Community College to the Performance-based Incentives program for FY 2016.
23. The Legislature added language requiring the Board of Regents to provide a report to the budget committees next session on the distribution of the Postsecondary Tiered Technical Education State Aid funds for FY 2016.
24. The Legislature added \$770,000, all from the State General Fund, for the new forensic program at Washburn University for FY 2016 and FY 2017.
25. The Legislature added language holding the tuition increase at the previous school year rate, adding the Consumer Price Index plus 2.0 percent for academic years 2016 and 2017.
26. The Legislature added \$16.5 million, all from special revenue funds, for the construction of a new Institute of Applied Technology building and parking lot for FY 2016 at FHSU.
27. The Legislature added \$13.9 million, all from special revenue funds, for the construction of a new Department of Art building and parking lot for FY 2017 at FHSU.
28. The Legislature added \$1.6 million, all from special revenue funds, to raze Wiest Hall "B" for FY 2017 at FHSU.
29. The Legislature added language allowing \$25.0 million in bonding authority for the student union expansion for FY 2016 at KSU.
30. The Legislature added language allowing \$60.0 million in bonding authority for the College of Architecture Planning and Design for FY 2016 at KSU.
31. The Legislature added \$3.7 million, all from the Educational Building Fund, for debt service payments for the College of Architecture Planning and design bonds for FY 2017 at KSU.

32. The Legislature added language allowing \$51.2 million in bonding authority for a new dorm and dining hall for FY 2016 at KU.
33. The Legislature added language allowing \$14.5 million in bonding authority for Corbin Hall for FY 2016 at KU.
34. The Legislature deleted \$1.8 million, all from the State General Fund, for both FY 2016 and FY 2017 for debt service payments for the Health Education Building at KUMC. These payments will be made through the Department of Administration.
35. The Legislature deleted \$223,600, all from the State General Fund, for a technical correction to the debt service payments for the Classroom/Armory bonds for FY 2017 at PSU.
36. The Legislature added language allowing PSU to exchange land with the City of Pittsburg for FY 2016.
37. The Legislature reduced the Kansas Public Employees Retirement System employer contribution rate (excluding KPERS Death and Disability) from 12.37 percent to 10.91 percent for FY 2016 and from 13.57 percent to 10.81 percent for FY 2017. **For these agencies, the reductions totaled \$2.0 million, including \$926,338 from the State General Fund, for FY 2016 and \$3.9 million, including \$1.8 million from the State General Fund, for FY 2017.**
38. The Legislature deleted \$2.9 million, including \$978,418 from the State General Fund, for FY 2016 and \$2.9 million, including \$988,506 from the State General Fund, for FY 2017 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 and FY 2017.