

House Budget Committee Report

Agency: Postsecondary Education Systemwide **Bill No.** House Sub. for SB 161 **Bill Sec.** --

Analyst: Morrow

Analysis Pg. No. 759

Budget Page No. 108

Expenditure Summary	Agency Estimate FY 2016	Governor Recommendation* FY 2016	House Adjustments
Operating Expenditures:			
State General Fund	\$ 787,597,544	\$ 756,961,779	\$ 0
Other Funds	1,843,725,803	1,851,725,803	0
Subtotal	<u>\$ 2,631,323,347</u>	<u>\$ 2,608,687,582</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 3,912,786	\$ 3,912,786	\$ 0
Other Funds	156,412,329	156,412,329	0
Subtotal	<u>\$ 160,325,115</u>	<u>\$ 160,325,115</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 2,791,648,462</u></u>	<u><u>\$ 2,769,012,697</u></u>	<u><u>\$ 0</u></u>
FTE positions	18,272.6	18,272.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>18,272.6</u></u>	<u><u>18,272.6</u></u>	<u><u>0.0</u></u>

*NOTE: Includes Governor's allotment March 2016.

Agency Estimate

The **agencies** request a revised estimate of \$2.8 billion, including \$791.5 million from the State General Fund. This is an all funds increase of \$98.7 million, or 3.7 percent, and a State General Fund increase of \$3.7 million, or 0.5 percent, from the FY 2016 approved amount. The State general Fund increase includes a reappropriation of \$1.4 million that was lapsed by the Governor after the agency submitted their budget. The \$2.3 million State General Fund increase is the supplemental request for additional expenditures for the Career Technical Education tuition program due to the increased participation.

The agencies request revised capital improvements budgets of \$160.3 million, including \$3.9 million from the State General Fund. This is an increase of \$32.2 million, or 25.1 percent all funds and \$482,170, or 14.1 percent, State General Fund above the approved amount. The increase is primarily due to the Wiest Hall replacement and track and field projects at FHSU, the West Residence Hall mechanical project at KSU, and the Health Education Building project at the KUMC. The increase in State General Fund is for debt service principal for KUMC.

Governor's Recommendation

The **Governor** concurs with the agencies' requests but offsets the State General Fund expenditures with the Educational Building Fund in the amount of \$8.0 million to be used for information technology operations. There would need to be legislative authorization to expend

from the Educational Building Fund for state operations. The Governor also reduced the Kansas State University Global Food System grant by \$1.0 million and the Career Technical Education Initiative by \$700,000, both from State General Fund. The Governor did not recommend the supplemental request.

House Action

There was no budgetary action taken during the budget committee meetings. The House Appropriations Committee and House Committee of the Whole concurred with the Governor's recommendation with no adjustments.

Senate Subcommittee Report

Agency: Postsecondary Education Systemwide **Bill No.** Senate Sub. for HB 2365 **Bill Sec.** --

Analyst: Morrow

Analysis Pg. No. 759

Budget Page No. 108

Expenditure Summary	Agency Estimate FY 2016	Governor Recommendation* FY 2016	Senate Adjustments
Operating Expenditures:			
State General Fund	\$ 787,597,544	\$ 756,961,779	\$ 0
Other Funds	1,843,725,803	1,851,725,803	0
Subtotal	\$ 2,631,323,347	\$ 2,608,687,582	\$ 0
Capital Improvements:			
State General Fund	\$ 3,912,786	\$ 3,912,786	\$ 0
Other Funds	156,412,329	156,412,329	0
Subtotal	\$ 160,325,115	\$ 160,325,115	\$ 0
TOTAL	\$ 2,791,648,462	\$ 2,769,012,697	\$ 0
FTE positions	18,272.6	18,272.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	18,272.6	18,272.6	0.0

*NOTE: Includes Governor's allotment March 2016.

Agency Estimate

The **agencies** request a revised estimate of \$2.8 billion, including \$791.5 million from the State General Fund. This is an all funds increase of \$98.7 million, or 3.7 percent, and a State General Fund increase of \$3.7 million, or 0.5 percent, from the FY 2016 approved amount. The State general Fund increase includes a reappropriation of \$1.4 million that was lapsed by the Governor after the agency submitted their budget. The \$2.3 million State General

Fund increase is the supplemental request for additional expenditures for the Career Technical Education tuition program due to the increased participation.

The agencies request revised capital improvements budgets of \$160.3 million, including \$3.9 million from the State General Fund. This is an increase of \$32.2 million, or 25.1 percent all funds and \$482,170, or 14.1 percent, State General Fund above the approved amount. The increase is primarily due to the Wiest Hall replacement and track and field projects at FHSU, the West Residence Hall mechanical project at KSU, and the Health Education Building project at the KUMC. The increase in State General Fund is for debt service principal for KUMC.

Governor's Recommendation

The **Governor** concurs with the agencies' requests but offsets the State General Fund expenditures with the Educational Building Fund in the amount of \$8.0 million to be used for information technology operations. There would need to be legislative authorization to expend from the Educational Building Fund for state operations. The Governor also reduced the Kansas State University Global Food System grant by \$1.0 million and the Career Technical Education Initiative by \$700,000, both from State General Fund. The Governor did not recommend the supplemental request.

Senate Action

There was no budgetary action taken during the subcommittee meetings. The Senate Ways and Means Committee and Senate Committee of the Whole on Senate Sub. for HB 2365 concurred with the Governor's recommendation.

Conference Action House Sub. for SB 161 and House Sub. for SB 249

The **Conference Committee** concurred with the Governor's recommendation with the following adjustment:

University of Kansas

1. Add \$100,000, all from the State General Fund, for the Geological Survey in FY 2016. (House Sub. for SB 249)

Kansas State University

1. Add language changing the fund name created in House Sub. for SB 161 from Kansas State university-Salina, College of Technology to Kansas State University Polytechnic Campus in FY 2016 due to the passage of SB 423. (House Sub. for SB 249)

Wichita State University

1. Add language allowing bonding authority of \$7.2 million in FY 2016 for Parking Garage 1. (House Sub. for SB 249)

	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	\$ 2,150,725,540	\$ 100,000	\$ 2,150,825,540	\$ 0	\$ 2,150,825,540
Aid to Local Units	181,880,047	0	181,880,047	0	181,880,047
Other Assistance	276,081,995	0	276,081,995	0	276,081,995
Subtotal- Operations	\$ 2,608,687,582	\$ 100,000	\$ 2,608,787,582	\$ 0	\$ 2,608,787,582
Capital Improvements	160,325,115	0	160,325,115	0	160,325,115
TOTAL	<u>\$ 2,769,012,697</u>	<u>\$ 100,000</u>	<u>\$ 2,769,112,697</u>	<u>\$ 0</u>	<u>\$ 2,769,112,697</u>
State General Fund					
State Operations	\$ 557,811,941	\$ 100,000	\$ 557,911,941	\$ 0	\$ 557,911,941
Aid to Local Units	170,494,653	0	170,494,653	0	170,494,653
Other Assistance	28,655,185	0	28,655,185	0	28,655,185
Subtotal-Operating	\$ 756,961,779	\$ 100,000	\$ 757,061,779	\$ 0	\$ 757,061,779
Capital Improvements	3,912,786	0	3,912,786	0	3,912,786
TOTAL	<u>\$ 760,874,565</u>	<u>\$ 100,000</u>	<u>\$ 760,974,565</u>	<u>\$ 0</u>	<u>\$ 760,974,565</u>
FTE Positions	18,272.6	0.0	18,272.6	0.0	18,272.6
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>18,272.6</u>	<u>0.0</u>	<u>18,272.6</u>	<u>0.0</u>	<u>18,272.6</u>