

House Budget Committee Report

Agency: Department of Administration

Bill No. SB 161; SB 249

Bill Sec. 12

Analyst: Dear

Analysis Pg. No. 235

Budget Page No. 18

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 99,584,489	\$ 99,197,026	\$ (31,803)
Other Funds	46,698,589	46,698,589	(12,373)
Subtotal	<u>\$ 146,283,078</u>	<u>\$ 145,895,615</u>	<u>\$ (44,176)</u>
Capital Improvements:			
State General Fund	\$ 22,105,000	\$ 21,067,202	\$ 0
Other Funds	12,265,000	12,265,000	0
Subtotal	<u>\$ 34,370,000</u>	<u>\$ 33,332,202</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 180,653,078</u></u>	<u><u>\$ 179,227,817</u></u>	<u><u>\$ (44,176)</u></u>
FTE positions	297.1	297.1	0.0
Non FTE Uncl. Perm. Pos.	157.8	157.8	0.0
TOTAL	<u><u>454.9</u></u>	<u><u>454.9</u></u>	<u><u>0.0</u></u>

Note: The May 18, 2016, allotment deleted \$376,063, all from the State General Fund, from the approved budget.

Agency Request

The **agency** requests \$180.7 million, including \$121.7 million from the State General Fund, for FY 2017. The revised estimate is an increase of \$117,695, or 0.1 percent, above the FY 2017 approved budget. The increase is attributable to \$1.5 million in State General Fund supplemental requests; including \$1.3 million in capital improvements predominantly for rehabilitation and repair, and \$175,880 in debt service payments to correctly reflect debt service on a refinancing issuance. Absent the supplemental requests, the State General Fund request is an increase of \$3,654, or less than 0.1 percent, above the approved budget.

The special revenue fund request is a reduction of \$1.3 million. The reduction is attributable to no budgeted expenditures from the Digital Imaging Program Fund, which was appropriated by the 2015 Legislature to support digital imaging conversion projects and funded by a transfer of \$1.0 million from the vehicle modernization fund. At the time of submission, the agency did not have any requests for funding from this source. The agency also shifted the State Revolving Fund off-budget (\$224,874) and reduced on-budget expenditures from the Surplus Property Program Fund (\$333,473). These adjustments are partially offset by an increase of \$250,994 for the Governor's Economic Council Private Operations Fund which contains the salaries for the Information Network of Kansas.

Governor's Recommendation

The **Governor** recommends expenditures of \$179.6 million, including \$120.6 million from the State General Fund, a State General Fund reduction of \$1.0 million, or 0.6 percent, from the FY 2017 revised estimate. The reduction is attributable to not recommending the adoption of \$1.2 million in State General Fund supplemental requests including rehabilitation and repair and funding of the Ombudsman Volunteer Program. The reductions were partially offset by the addition of \$223,600 to correct the debt service amount for the refunding of the 2015A revenue bonds.

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: Department of Administration **Bill No.** SB 161; SB 249 **Bill Sec.** 12

Analyst: Dear **Analysis Pg. No.** 235 **Budget Page No.** 18

<u>Expenditure Summary</u>	<u>Agency Request FY 2017</u>	<u>Governor Recommendation FY 2017</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 99,584,489	\$ 99,197,026	\$ (31,803)
Other Funds	46,698,589	46,698,589	(12,373)
Subtotal	<u>\$ 146,283,078</u>	<u>\$ 145,895,615</u>	<u>\$ (44,176)</u>
Capital Improvements:			
State General Fund	\$ 22,105,000	\$ 21,067,202	\$ 0
Other Funds	12,265,000	12,265,000	0
Subtotal	<u>\$ 34,370,000</u>	<u>\$ 33,332,202</u>	<u>\$ 0</u>
 TOTAL	 <u>\$ 180,653,078</u>	 <u>\$ 179,227,817</u>	 <u>\$ (44,176)</u>
 FTE positions	 297.1	 297.1	 0.0
Non FTE Uncl. Perm. Pos.	157.8	157.8	0.0
TOTAL	<u>454.9</u>	<u>454.9</u>	<u>0.0</u>

Note: The May 18, 2016, allotment deleted \$376,063, all from the State General Fund, from the approved budget.

Agency Request

The **agency** requests \$180.7 million, including \$121.7 million from the State General Fund, for FY 2017. The revised estimate is an increase of \$117,695, or 0.1 percent, above the FY 2017 approved budget. The increase is attributable to \$1.5 million in State General Fund supplemental requests; including \$1.3 million in capital improvements predominantly for rehabilitation and repair, and \$175,880 in debt service payments to correctly reflect debt service on a refinancing issuance. Absent the supplemental requests, the State General Fund request is an increase of \$3,654, or less than 0.1 percent, above the approved budget.

The special revenue fund request is a reduction of \$1.3 million. The reduction is attributable to no budgeted expenditures from the Digital Imaging Program Fund, which was appropriated by the 2015 Legislature to support digital imaging conversion projects and funded by a transfer of \$1.0 million from the vehicle modernization fund. At the time of submission, the agency did not have any requests for funding from this source. The agency also shifted the State Revolving Fund off-budget (\$224,874) and reduced on-budget expenditures from the Surplus Property Program Fund (\$333,473). These adjustments are partially offset by an increase of \$250,994 for the Governor's Economic Council Private Operations Fund which contains the salaries for the Information Network of Kansas.

Governor's Recommendation

The **Governor** recommends expenditures of \$179.6 million, including \$120.6 million from the State General Fund, a State General Fund reduction of \$1.0 million, or 0.6 percent, from the FY 2017 revised estimate. The reduction is attributable to not recommending the adoption of \$1.2 million in State General Fund supplemental requests including rehabilitation and repair and funding of the Ombudsman Volunteer Program. The reductions were partially offset by the addition of \$223,600 to correct the debt service amount for the refunding of the 2015A revenue bonds.

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

The **Conference Committee** concurred with the Governor's Recommendation with the following adjustments:

1. Delete \$44,176, including \$31,803 from the State General Fund, to eliminate the remaining three quarters of Death and Disability payments for FY 2017.
2. Reduce the expenditure limitation on the Docking State Office Building rehab, repair and razing fund from no limit to zero for FY 2017.
3. Add language directing no state agency to expend any monies to demolish the Docking State Office Building or reconstruct, relocate, or renovate the power plant for FY 2017.

	Governor's Recommendation FY 2017	Legislative Action	Legislative Approved FY 2017	Governor's Veto FY 2017	Final Legislative Approved FY 2017
All Funds					
State Operations	\$ 113,683,372	\$ (44,176)	\$ 113,639,196	\$ 0	\$ 113,639,196
Aid to Local Units	325,000	0	325,000	0	325,000
Other Assistance	0	0	0	0	0
Subtotal- Operations	\$ 114,008,372	\$ (44,176)	\$ 113,964,196	\$ 0	\$ 113,964,196
Capital Improvements	65,417,202	0	65,417,202	0	65,417,202
TOTAL	\$ 179,425,574	\$ (44,176)	\$ 179,381,398	\$ 0	\$ 179,381,398
State General Fund					
State Operations	\$ 81,197,026	\$ (31,803)	\$ 81,165,223	\$ 0	\$ 81,165,223
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal-Operating	\$ 81,197,026	\$ (31,803)	\$ 81,165,223	\$ 0	\$ 81,165,223
Capital Improvements	39,067,202	0	39,067,202	0	39,067,202
TOTAL	\$ 120,264,228	\$ (31,803)	\$ 120,232,425	\$ 0	\$ 120,232,425
FTE Positions	297.1	0.0	297.1	0.0	297.1
Non-FTE Unclass. Perm. Pos.	157.8	0.0	157.8	0.0	157.8
TOTAL	454.9	0.0	454.9	0.0	454.9