

House Budget Committee Report

Agency: Department of Corrections

Bill No. House Sub. for SB 161

Bill Sec. 76

Analyst: Carroll

Analysis Pg. No. 1257

Budget Page No. 298

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017*	House Adjustments
Operating Expenditures:			
State General Fund	\$ 175,067,764	\$ 166,500,703	\$ 2,449,138
Other Funds	31,167,738	30,845,088	0
Subtotal	<u>\$ 206,235,502</u>	<u>\$ 197,345,791</u>	<u>\$ 2,449,138</u>
Capital Improvements:			
State General Fund	\$ 370,000	\$ 370,000	\$ 0
Other Funds	10,271,936	10,271,936	0
Subtotal	<u>\$ 10,641,936</u>	<u>\$ 10,641,936</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 216,877,438</u></u>	<u><u>\$ 207,987,727</u></u>	<u><u>\$ 2,449,138</u></u>
FTE positions	298.0	298.0	0.0
Non FTE Uncl. Perm. Pos.	177.0	177.0	0.0
TOTAL	<u><u>475.0</u></u>	<u><u>475.0</u></u>	<u><u>0.0</u></u>

*NOTE: Includes GBA No. 1, Item 9 and deletes \$694,000, including \$781,000 from the State General fund, for human service consensus caseload estimates for FY 2017. Changes are reflected in the table only.

Agency Request

The **agency** estimates revised FY 2017 total expenditures for Central Office of \$216.9 million, including \$175.4 million from the State General Fund. The estimate is an increase of \$5.4 million, or 2.6 percent, including a State General Fund increase of \$5.1 million, or 3.0 percent, above the approved amount. The increase is primarily attributable to supplementals totaling \$5.1 million, all from the State General Fund, for replacing vehicles, cloud-based email conversion, Corrections KPERS conversion for qualified parole and juvenile corrections employees, numerous information technology (IT) upgrades, a third sex offender program site and capital improvement expenditures for Correctional Industries. Absent the supplementals, the agency's State General Fund estimate is the same as the approved amount. The estimate includes 298.0 FTE positions, which is a decrease of 18.0 FTE positions below the approved amount. The agency converted numerous positions from classified to unclassified non-FTE service.

Governor's Recommendation

The **Governor** recommends FY 2017 total expenditures for DOC Central Office of \$208.7 million, including \$167.7 million from the State General Fund. The recommendation is a decrease of \$8.2 million, or 3.8 percent, including a State General Fund decrease of \$7.8 million, or 4.4 percent, below the agency's estimate. The decrease is attributable to the

Governor not recommending any of the agency’s supplemental requests (\$5.1 million, all from the State General Fund), fall consensus caseload estimates (\$1.5 million, including \$673,000 from the State General Fund), and operating reductions for community corrections (\$1.1 million, all from the State General Fund) and graduated sanctions (\$1.0 million, all from the State General Fund), partially offset by a transfer from the Correctional Industries Fund for the food service contract based on prison population projections. The Governor concurs with the agency’s FTE estimate.

House Action

There was no budgetary action taken during the budget committee meetings. The House Appropriations Committee and House Committee of the Whole on House Sub. for SB 161 concurred with the Governor’s recommendation with the following adjustments:

1. Add \$2.4 million, all from the State General Fund, for a 2.5 percent pay increase for all adult and juvenile corrections officers for FY 2017.
2. Add language requiring the agency to perform a market evaluation study of the pay rate of corrections officers and submit a report to the House Transportation and Public Safety Budget Committee for FY 2017.

Senate Subcommittee Report

Agency: Department of Corrections **Bill No.** Senate Sub. for HB 2365 **Bill Sec.** 77

Analyst: Carroll **Analysis Pg. No.** 1257 **Budget Page No.** 298

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017*	Senate Adjustments
Operating Expenditures:			
State General Fund	\$ 175,067,764	\$ 166,500,703	\$ 0
Other Funds	31,167,738	30,845,088	0
Subtotal	\$ 206,235,502	\$ 197,345,791	\$ 0
Capital Improvements:			
State General Fund	\$ 370,000	\$ 370,000	\$ 0
Other Funds	10,271,936	10,271,936	0
Subtotal	\$ 10,641,936	\$ 10,641,936	\$ 0
TOTAL	\$ 216,877,438	\$ 207,987,727	\$ 0
FTE positions	298.0	298.0	0.0
Non FTE Uncl. Perm. Pos.	177.0	177.0	0.0
TOTAL	475.0	475.0	0.0

*NOTE: Includes GBA No. 1, Item 9 and deletes \$694,000, including \$781,000 from the State General fund, for human service consensus caseload estimates for FY 2017. Changes are reflected in the table only.

Agency Request

The **agency** estimates revised FY 2017 total expenditures for Central Office of \$216.9 million, including \$175.4 million from the State General Fund. The estimate is an increase of \$5.4 million, or 2.6 percent, including a State General Fund increase of \$5.1 million, or 3.0 percent, above the approved amount. The increase is primarily attributable to supplementals totaling \$5.1 million, all from the State General Fund, for replacing vehicles, cloud-based email conversion, Corrections KPERS conversion for qualified parole and juvenile corrections employees, numerous information technology (IT) upgrades, a third sex offender program site and capital improvement expenditures for Correctional Industries. Absent the supplementals, the agency's State General Fund estimate is the same as the approved amount. The estimate includes 298.0 FTE positions, which is a decrease of 18.0 FTE positions below the approved amount. The agency converted numerous positions from classified to unclassified non-FTE service.

Governor's Recommendation

The **Governor** recommends FY 2017 total expenditures for DOC Central Office of \$208.7 million, including \$167.7 million from the State General Fund. The recommendation is a decrease of \$8.2 million, or 3.8 percent, including a State General Fund decrease of \$7.8 million, or 4.4 percent, below the agency's estimate. The decrease is attributable to the Governor not recommending any of the agency's supplemental requests (\$5.1 million, all from the State General Fund), fall consensus caseload estimates (\$1.5 million, including \$673,000 from the State General Fund), and operating reductions for community corrections (\$1.1 million, all from the State General Fund) and graduated sanctions (\$1.0 million, all from the State General Fund), partially offset by a transfer from the Correctional Industries Fund for the food service contract based on prison population projections. The Governor concurs with the agency's FTE estimate.

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 with the following adjustment:

1. Delete \$2.0 million, all from the State General Fund, from the juvenile out-of-homes placements account and add \$2.0 million to the evidence based juvenile programs account for FY 2017 (Floor amendment).

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

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

1. Add \$2.4 million, all from the State General Fund, for a 2.5 percent pay increase for all adult and juvenile corrections officers for FY 2017. (House Sub. for SB 161)
2. Delete \$2.0 million, all from the State General Fund, from the juvenile out-of-homes placements account and add \$2.0 million to the evidence based juvenile programs account for FY 2017 (Floor amendment). (House Sub. for SB 161)

3. Delete \$158,753, including \$135,216 from the State General Fund, to eliminate the remaining three quarters of Death and Disability payments for FY 2017. (House Sub. for SB 161)
4. Concur in part with GBA No. 1, Item 9, and add \$1.1 million, all from the State General Fund, to keep caseloads savings within the agency for evidence based juvenile justice programs for FY 2017. (House Sub. for SB 249)
5. Appropriate the Kansas Juvenile Justice Improvement Fund as a no limit special revenue fund to implement SB 367 for FY 2017. (House Sub. for SB 249)
6. Appropriate the Juvenile Alternatives to Detention Fund as a no limit special revenue fund to implement SB 367 for FY 2017. (House Sub. for SB 249)
7. Add language allowing the agency to make its obligated per diem detention payments out of the Juvenile Alternatives to Detention Fund for FY 2017. (House Sub. for SB 249)

	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	\$ 128,430,421	\$ 4,307,911	\$ 132,738,332	\$ 0	\$ 132,738,332
Aid to Local Units	46,360,110	0	46,360,110	0	46,360,110
Other Assistance	22,285,261	(500,000)	21,785,261	0	21,785,261
Subtotal- Operations	\$ 197,075,792	\$ 3,807,911	\$ 200,883,703	\$ 0	\$ 200,883,703
Capital Improvements	10,641,936	0	10,641,936	0	10,641,936
TOTAL	<u>\$ 207,717,728</u>	<u>\$ 3,807,911</u>	<u>\$ 211,525,639</u>	<u>\$ 0</u>	<u>\$ 211,525,639</u>
State General Fund					
State Operations	\$ 107,982,600	\$ 4,313,922	\$ 112,296,522	\$ 0	\$ 112,296,522
Aid to Local Units	40,576,151	0	40,576,151	0	40,576,151
Other Assistance	17,941,952	(900,000)	17,041,952	0	17,041,952
Subtotal-Operating	\$ 166,500,703	\$ 3,413,922	\$ 169,914,625	\$ 0	\$ 169,914,625
Capital Improvements	370,000	0	370,000	0	370,000
TOTAL	<u>\$ 166,870,703</u>	<u>\$ 3,413,922</u>	<u>\$ 170,284,625</u>	<u>\$ 0</u>	<u>\$ 170,284,625</u>
FTE Positions	298.0	0.0	298.0	0.0	298.0
Non-FTE Unclass. Perm. Pos.	177.0	0.0	177.0	0.0	177.0
TOTAL	<u>475.0</u>	<u>0.0</u>	<u>475.0</u>	<u>0.0</u>	<u>475.0</u>