

## House Budget Committee Report

**Agency:** Kansas Highway Patrol

**Bill No.** House Sub for SB 161

**Bill Sec.** 83

**Analyst:** Klaassen

**Analysis Pg. No.** 1401

**Budget Page No.** 352

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	82,262,142	82,262,142	0
Subtotal	\$ 82,262,142	\$ 82,262,142	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	652,355	652,355	0
Subtotal	\$ 652,355	\$ 652,355	\$ 0
<b>TOTAL</b>	<b>\$ 82,914,497</b>	<b>\$ 82,914,497</b>	<b>\$ 0</b>
FTE positions	834.0	829.0	0.0
Non FTE Uncl. Perm. Pos.	51.0	51.0	0.0
<b>TOTAL</b>	<b>885.0</b>	<b>880.0</b>	<b>0.0</b>

### Agency Request

The **agency's** revised estimate for total agency expenditures is \$82.9 million, all from special revenue funds, an increase of \$1.8 million, or 2.2 percent, above the FY 2017 approved amount. The revised estimate includes 834.0 FTE positions, which is no change from the approved amount. The FY 2017 revised estimate includes \$652,355, all from special revenue funds, for capital improvements. The increase from the approved amount is primarily due to additional expenditures for salaries and wages (\$3.3 million), offset by decreases in aid to local units (\$1.3 million) for homeland security funding, from the FY 2017 approved amount.

Expenditures from the Operations Fund (sourced from the State Highway Fund) are currently at the FY 2017 approved amount. The primary increase from the FY 2017 approved expenditures is related to increases reflective of the agency's institution of the new pay plan proposed during the 2015 Session. In action during the 2015 Legislature, proviso language was included to suspend usage restrictions on State Forfeiture Funds to provide greater flexibility and allow the agency to self-fund a portion of the newly proposed pay plan for non-supervisory personnel for FY 2016 and FY 2017. The agency states that its FY 2017 budget includes the progression of the pay plan to include supervisory ranks and has included the new rates which were calculated as of June 30, 2017, with an effective date of July 2016. The estimated additional cost of the pay increase is \$4.8 million, all from special revenue funds, for FY 2017. The agency further states that while temporary funding solutions were utilized to self-fund the pay plan for FY 2016 and FY 2017, it will be requesting additional funding from the KHP

Operations fund (sourced from the State Highway Fund) in order to provide for the continuance and progression of the new pay plan beyond FY 2017.

The agency's revised estimate includes capital improvement expenditures totaling \$652,355, all from special revenue funds, for FY 2017. The revised estimate includes \$340,000 for debt service principal payments on the Fleet Center, and \$312,355 for rehabilitation and repair projects for FY 2017.

### **Governor's Recommendation**

The **Governor** concurs with the agency's FY 2017 revised estimate. The Governor's recommendation includes the reduction of 5.0 FTE positions to accurately reflect the agency's reclassification of 5.0 positions from the classified service to the unclassified service in the Operations Support program in FY 2017.

The Governor concurs with the agency's request for capital improvements expenditures for FY 2017.

### **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:** Kansas Highway Patrol

**Bill No.** Senate Sub. HB 2365

**Bill Sec.** 83

**Analyst:** Klaassen

**Analysis Pg. No.** 1401

**Budget Page No.** 352

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	82,262,142	82,262,142	0
Subtotal	\$ 82,262,142	\$ 82,262,142	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	652,355	652,355	0
Subtotal	\$ 652,355	\$ 652,355	\$ 0
<b>TOTAL</b>	<b>\$ 82,914,497</b>	<b>\$ 82,914,497</b>	<b>\$ 0</b>
FTE positions	834.0	829.0	0.0
Non FTE Uncl. Perm. Pos.	51.0	51.0	0.0
<b>TOTAL</b>	<b>885.0</b>	<b>880.0</b>	<b>0.0</b>

#### Agency Request

The **agency's** revised estimate for total agency expenditures is \$82.9 million, all from special revenue funds, an increase of \$1.8 million, or 2.2 percent, above the FY 2017 approved amount. The revised estimate includes 834.0 FTE positions, which is no change from the approved amount. The FY 2017 revised estimate includes \$652,355, all from special revenue funds, for capital improvements. The increase from the approved amount is primarily due to additional expenditures for salaries and wages (\$3.3 million), offset by decreases in aid to local units (\$1.3 million) for homeland security funding, from the FY 2017 approved amount.

Expenditures from the Operations Fund (sourced from the State Highway Fund) are currently at the FY 2017 approved amount. The primary increase from the FY 2017 approved expenditures is related to increases reflective of the agency's institution of the new pay plan proposed during the 2015 Session. In action during the 2015 Legislature, proviso language was included to suspend usage restrictions on State Forfeiture Funds to provide greater flexibility and allow the agency to self-fund a portion of the newly proposed pay plan for non-supervisory personnel for FY 2016 and FY 2017. The agency states that its FY 2017 budget includes the progression of the pay plan to include supervisory ranks and has included the new rates which were calculated as of June 30, 2017, with an effective date of July 2016. The estimated additional cost of the pay increase is \$4.8 million, all from special revenue funds, for FY 2017.

The agency further states that while temporary funding solutions were utilized to self-fund the pay plan for FY 2016 and FY 2017, it will be requesting additional funding from the KHP Operations fund (sourced from the State Highway Fund) in order to provide for the continuance and progression of the new pay plan beyond FY 2017.

The agency's revised estimate includes capital improvement expenditures totaling \$652,355, all from special revenue funds, for FY 2017. The revised estimate includes \$340,000 for debt service principal payments on the Fleet Center, and \$312,355 for rehabilitation and repair projects for FY 2017.

### **Governor's Recommendation**

The **Governor** concurs with the agency's FY 2017 revised estimate. The Governor's recommendation includes the reduction of 5.0 FTE positions to accurately reflect the agency's reclassification of 5.0 positions from the classified service to the unclassified service in the Operations Support program in FY 2017.

The Governor concurs with the agency's request for capital improvements expenditures for FY 2017.

### **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 no adjustments.

### **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 adjustments:

1. Add language, pending the passage of legislation creating the fund, appropriating the Kansas Highway Patrol Staffing and Training Fund as a no limit fund for FY 2017. (House Sub. for SB 249)
2. Delete \$84,726, all from special revenue funds, to eliminate the remaining three quarters of Death and Disability payments for FY 2017. (House Sub. for SB 161)

	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	\$ 80,208,591	\$ (84,400)	\$ 80,124,191	\$ 0	\$ 80,124,191
Aid to Local Units	2,041,527	0	2,041,527	0	2,041,527
Other Assistance	12,024	0	12,024	0	12,024
Subtotal- Operations	\$ 82,262,142	\$ (84,400)	\$ 82,177,742	\$ 0	\$ 82,177,742
Capital Improvements	652,355	0	652,355	0	652,355
TOTAL	\$ 82,914,497	\$ (84,400)	\$ 82,830,097	\$ 0	\$ 82,830,097

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal-Operating	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FTE Positions	829.0	0.0	829.0	0.0	829.0
Non-FTE Unclass. Perm. Pos.	51.0	0.0	51.0	0.0	51.0
TOTAL	880.0	0.0	880.0	0.0	880.0