

Department of Administration

Expenditure	Actual FY 2015	Approved FY 2016	Approved FY 2017
All Funds:			
State Operations	\$ 59,071,351	\$ 99,637,194	\$ 113,639,196
Aid to Local Units	628,475	325,000	325,000
Other Assistance	620,763	-	-
<i>Subtotal - Operating</i>	<u>\$ 60,320,589</u>	<u>\$ 99,962,194</u>	<u>\$ 113,964,196</u>
Capital Improvements	40,669,517	42,887,200	65,417,202
TOTAL	<u><u>\$ 100,990,106</u></u>	<u><u>\$ 142,849,394</u></u>	<u><u>\$ 179,381,398</u></u>
State General Fund:			
State Operations	\$ 20,899,133	\$ 66,251,604	\$ 81,165,223
Aid to Local Units	-	-	-
Other Assistance	20,569	-	-
<i>Subtotal - Operating</i>	<u>\$ 20,919,702</u>	<u>\$ 66,251,604</u>	<u>\$ 81,165,223</u>
Capital Improvements	18,432,517	16,427,200	39,067,202
TOTAL	<u><u>\$ 39,352,219</u></u>	<u><u>\$ 82,678,804</u></u>	<u><u>\$ 120,232,425</u></u>
Percent Change:			
Operating Expenditures			
All Funds	(16.0)%	65.7 %	14.0 %
State General Fund	(52.2)	216.7	22.5
FTE Positions	333.1	297.1	297.1
Non-FTE Unclass. Perm. Pos.	117.0	158.8	157.8
TOTAL	<u><u>450.1</u></u>	<u><u>455.9</u></u>	<u><u>454.9</u></u>

The FY 2016 budget for the Department of Administration totals \$142.8 million, including \$82.7 million from the State General Fund, an all funds increase of \$41.9 million, or 41.4 percent, above the FY 2015 actual budget. The budget is a State General Fund increase of \$43.3 million, or 110.1 percent, above the FY 2015 actual budget. The increase in State General Fund expenditures is attributable to debt service payments on the KPERs Pension Obligation Bonds, the National Bio and Agro Defense Facility, a debt service refunding that was formerly paid from the Expanded Lottery Act Revenues Fund, and the KU Medical Education Building. The Legislature reduced projected savings from Office of Information Technology Services (OITS) consolidation from \$15.0 million to \$7.0 million.

The FY 2017 budget for the Department of Administration totals \$179.4 million, including \$120.2 million from the State General Fund, an all funds increase of \$36.5 million, or 25.6 percent, and a State General Fund increase of \$37.6 million, or 45.4 percent, from the FY 2016 approved budget. The State General Fund increase is attributable to a full year of debt service payments on the KPERs Pension Obligation Bonds and additional payments for debt service refunding. The agency also budgeted \$250,994 for the Governor's Economic Council Private Operations Fund which contains the salaries for the Information Network of Kansas.

The agency originally requested \$5.0 million to demolish the Docking State Office Building. The Legislature rejected that appropriation and added language to the appropriations bill barring the demolition or sale of the Docking State Office Building for FY 2016 and FY 2017. The Legislature also barred any state agency from constructing a new Energy Service Center. Due to premature termination, the contract with the McCarthy Group to construct the Service Center the Department of Administration incurred contractual costs of \$2.1 million paid on March 7, 2016. The majority of these funds are from Brigham, 1020 Kansas and the Easement on Cedar Crest (\$2.0 million). The Legislature originally passed a bill barring the appropriation of any monies for the payment of the lease fees which would have reduced this amount (2016 SB 250). This bill was vetoed by the Governor and the veto overrides failed in the Senate.

Department of Administration

	FY 2016			FY 2017		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate/Request	\$ 90,054,604	\$ 150,225,194	372.8	\$ 121,969,489	\$ 181,130,835	209.8
Governor's Changes:						
1. Rehab and Repair Supplemental	\$ (1,452,800)	\$ (1,452,800)	-	\$ (1,252,798)	\$ (1,252,798)	-
2. Memorial Hall Windows	(643,000)	(643,000)	-	-	-	-
3. Docking Demolition	(5,000,000)	(5,000,000)	-	-	-	-
4. Governor's May 18, 2016 Allotment	-	-	-	(376,063)	(376,063)	-
5. Debt Service Refunding	-	-	-	223,600	223,600	-
6. LTCO Volunteer Program	-	-	-	(20,000)	(20,000)	-
7. GIS Program	(280,000)	(280,000)	-	(280,000)	(280,000)	-
Total Governor's Recommendation	\$ 82,678,804	\$ 142,849,394	372.8	\$ 120,264,228	\$ 179,425,574	209.8
Change from Agency Est.	\$ (7,375,800)	\$ (7,375,800)	0.0	\$ (1,705,261)	\$ (1,705,261)	0.0
Percent Change from Agency Est.	(8.2)%	(4.9)%	0.0 %	(1.4)%	(0.9)%	0.0 %
Legislative Action:						
8. Docking Building Limit	\$ -	\$ -	-	\$ -	\$ -	-
9. KPERS Death and Disability Reduction	-	-	-	(31,803)	(44,176)	-
TOTAL APPROVED	\$ 82,678,804	\$ 142,849,394	372.8	\$ 120,232,425	\$ 179,381,398	209.8
Change from Gov. Rec.	\$ 0	\$ 0	0.0	\$ (31,803)	\$ (44,176)	0.0
Percent Change from Gov. Rec.	0.0 %	0.0 %	0.0 %	(0.0)%	(0.0)%	0.0 %
Change from Agency Est.	\$ (7,375,800)	\$ (7,375,800)	0.0	\$ (1,737,064)	\$ (1,749,437)	0.0
Percent Change from Agency Est.	(8.2)%	(4.9)%	0.0 %	(1.4)%	(1.0)%	0.0 %

1. The Governor deleted \$1.5 million in FY 2016 and \$1.3 million in FY 2017, all from the State General Fund, for rehabilitation and repair of the capitol complex.
2. The Governor deleted \$643,000, all from the State General Fund, for replacement of Memorial Hall windows in FY 2016.
3. The Governor deleted \$5.0 million, all from the State General Fund, to demolish the Docking State Office Building in FY2016.
4. The Governor's May 18, 2016 allotment deleted \$376,063, all from the State General Fund, for FY 2017, reducing the agency State General Fund expenditures by 3.0 percent.
5. The Governor added \$223,600, all from the State General Fund, for a revised calculation on debt service refunding for FY 2017.
6. The Governor deleted \$20,000, all from the State General Fund, for a supplemental request to fund annual statewide training for the ombudsmen volunteers for FY 2017.
7. The Governor deleted \$280,000, all from the State General Fund, to fund a Geographic Information Systems database which is primarily utilized by Cities and Counties both in FY 2016 and for FY 2017.
8. The Legislature reduced the expenditure limitation on the Docking State Office Building rehab, repair and razing fund from no limit to zero and added 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 2016 and FY 2017.
9. The Legislature deleted \$44,176, including \$31,803 from the State General Fund, to eliminate the remaining three quarters of Death and Disability payments for FY 2017.