

University of Kansas Medical Center

| Expenditure | Actual FY 2015 | Approved FY 2016 | Approved FY 2017 |
|-----------------------------|------------------------------|------------------------------|------------------------------|
| All Funds: | | | |
| State Operations | \$ 313,443,231 | \$ 331,455,477 | \$ 341,442,595 |
| Aid to Local Units | - | - | - |
| Other Assistance | 12,190,560 | 8,791,439 | 12,718,582 |
| <i>Subtotal - Operating</i> | <u>\$ 325,633,791</u> | <u>\$ 340,246,916</u> | <u>\$ 354,161,177</u> |
| Capital Improvements | 10,344,688 | 19,359,406 | 30,189,581 |
| TOTAL | <u><u>\$ 335,978,479</u></u> | <u><u>\$ 359,606,322</u></u> | <u><u>\$ 384,350,758</u></u> |
| State General Fund: | | | |
| State Operations | \$ 98,655,133 | \$ 98,197,856 | \$ 102,363,749 |
| Aid to Local Units | - | - | - |
| Other Assistance | 8,606,592 | 5,065,326 | 5,029,701 |
| <i>Subtotal - Operating</i> | <u>\$ 107,261,725</u> | <u>\$ 103,263,182</u> | <u>\$ 107,393,450</u> |
| Capital Improvements | 1,006,706 | 1,037,170 | 1,079,581 |
| TOTAL | <u><u>\$ 108,268,431</u></u> | <u><u>\$ 104,300,352</u></u> | <u><u>\$ 108,473,031</u></u> |
| Percent Change: | | | |
| Operating Expenditures | | | |
| All Funds | 2.2 % | 4.5 % | 4.1 % |
| State General Fund | 3.8 | (3.7) | 4.0 |
| FTE Positions | 2,716.1 | 2,855.8 | 2,855.8 |
| Non-FTE Unclass. Perm. Pos. | - | - | - |
| TOTAL | <u><u>2,716.1</u></u> | <u><u>2,855.8</u></u> | <u><u>2,855.8</u></u> |

The approved operating budget for the University of Kansas Medical Center in FY 2016 is \$340.2 million, including \$103.3 million from the State General Fund. This is an increase of \$14.6 million, or 4.5 percent, all funds and a decrease of \$4.0 million, or 3.7 percent, from the State General Fund, from the FY 2015 actual expenditures. The all funds increase is mainly due to increased expenditures in salaries and wages and contractual services with revenue from general and restricted fee funds. The decrease in State General Fund is due to the offset of State General Fund expenditures for information technology and the Governor's allotment in March 2016.

The FY 2016 approved capital improvements budget is \$19.4 million, including \$1.0 million from the State General Fund. This is an all other funds increase of \$9.0 million, or 87.1 percent, above the FY 2015 actual expenditures and an increase of \$14.8 million, or 324.3 percent, above the FY 2016 approved amount from the 2015 Session. The increase is mainly due the transfer of Educational Building Fund moneys from the Board of Regents for rehabilitation and repair projects and the construction of the Health Education Building.

The approved operating budget for the University of Kansas Medical Center for FY 2017 is \$354.2 million, including \$107.4 million from the State General Fund. This is an increase of \$13.9 million, or 4.1 percent, all funds and \$4.1 million, or 4.0 percent, from the State General Fund, above the FY 2016 approved expenditures. The increase is mainly due to increased expenditures in salaries and wages with revenue from general and restricted fee funds.

The FY 2017 approved capital improvements budget is \$30.2 million, including \$1.1 million from the State General Fund. This is an increase of \$10.8 million, or 55.9 percent, all funds and \$42,411, or 4.1 percent, State General Fund above the FY 2016 approved expenditures and an increase of \$26.0 million, or 620.6 percent, all funds and \$484,581, or 81.4 percent, State General Fund above the FY 2017 approved amount from the previous session. The increase is due to the construction of the Health Education Building.

University of Kansas Medical Center

| | FY 2016 | | | FY 2017 | | |
|--|-----------------------|-----------------------|----------------|-----------------------|-----------------------|----------------|
| | SGF | All Funds | FTE | SGF | All Funds | FTE |
| Agency Estimate/Request | \$ 109,010,933 | \$ 362,832,106 | 2,855.8 | \$ 112,634,781 | \$ 389,415,290 | 2,855.8 |
| Governor's Changes: | | | | | | |
| 1. Governor's Offset SGF with EBF | \$ (1,484,797) | \$ - | - | \$ - | \$ - | - |
| 2. Governor's March 10 Allotment | (3,225,784) | (3,225,784) | - | - | - | - |
| 3. Governor's May 18 Allotment | - | - | - | (3,720,190) | (3,720,190) | - |
| Total Governor's Recommendation | \$ 104,300,352 | \$ 359,606,322 | 2,855.8 | \$ 108,914,591 | \$ 385,695,100 | 2,855.8 |
| Change from Agency Est. | \$ (4,710,581) | \$ (3,225,784) | 0 | \$ (3,720,190) | \$ (3,720,190) | 0 |
| Percent Change from Agency Est. | (4.3)% | (0.9)% | 0.0 % | (3.3)% | (1.0)% | 0.0 % |
| Legislative Action: | | | | | | |
| 4. KPERS Death and Disability Reduction | \$ - | \$ - | - | \$ (441,560) | \$ (1,344,342) | - |
| 5. Language to Exclude from Fund Limitations | - | - | - | - | - | - |
| 6. Language for Allotment Calculation | - | - | - | - | - | - |
| TOTAL APPROVED | \$ 104,300,352 | \$ 359,606,322 | 2,855.8 | \$ 108,473,031 | \$ 384,350,758 | 2,855.8 |
| Change from Gov. Rec. | \$ 0 | \$ 0 | 0 | \$ (441,560) | \$ (1,344,342) | 0 |
| Percent Change from Gov. Rec. | 0.0 % | 0.0 % | 0.0 % | (0.4)% | (0.3)% | 0.0 % |
| Change from Agency Est. | \$ (4,710,581) | \$ (3,225,784) | 0 | \$ (4,161,750) | \$ (5,064,532) | 0 |
| Percent Change from Agency Est. | (4.3)% | (0.9)% | 0.0 % | (3.7)% | (1.3)% | 0.0 % |

1. The Governor deleted \$1.5 million, all from the State General Fund, and offset it with the same amount from the Educational Building Fund in FY 2016 to be used for information technology expenditures.
2. The Governor deleted \$3.2 million, all from the State General Fund, as part of the March 10 allotment for a 3.0 percent operating reduction in FY 2016.
3. The Governor deleted \$3.7 million, all from the State General Fund, as part of the May 18 allotment for a 3.3 percent operating reduction for FY 2017.
4. The Legislature deleted \$1.3 million, including \$441,560 from the State General Fund, to eliminate the remaining three quarters of Death and Disability payments for FY 2017.
5. The Legislature excluded the University of Kansas Medical Center from the university bonding limitations in House Sub. for SB 161 for FY 2017.
6. The Legislature added language requiring the Director of the Budget to calculate State General Fund allotments for any state university as a uniform percentage from the total of all operating budget accounts of the State General Fund and special revenue funds of each state educational institution for FY 2017.