

GOVERNMENTAL ETHICS COMMISSION

	Actual FY 2014	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Operating Expenditures:							
State General Fund	\$ 378,023	\$ 390,951	\$ 378,756	\$ 378,138	\$ 374,537	\$ 394,292	\$ 390,619
Other Funds	215,098	253,770	251,498	250,286	248,534	268,867	267,080
TOTAL	\$ 593,121	\$ 644,721	\$ 630,254	\$ 628,424	\$ 623,071	\$ 663,159	\$ 657,699
Capital Improvements:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
GRAND TOTAL	\$ 593,121	\$ 644,721	\$ 630,254	\$ 628,424	\$ 623,071	\$ 663,159	\$ 657,699
Percentage Change:							
Operating Expenditures							
State General Fund	(9.7) %	3.4 %	0.2 %	(3.3) %	(1.1) %	4.3 %	4.3 %
All Funds	(2.3)	8.7	6.3	(2.5)	(1.1)	5.5	5.6
FTE Positions	7.5	7.5	7.5	7.5	7.5	7.5	7.5
Non-FTE							
Perm.Uncl.Pos.	0.5	0.5	0.5	0.5	0.5	0.5	0.5
TOTAL	8.0	8.0	8.0	8.0	8.0	8.0	8.0

AGENCY OVERVIEW

The Governmental Ethics Commission is charged with administering, interpreting, and enforcing the Campaign Finance Act and laws relating to conflicts of interest, financial disclosure, and the regulation of lobbying. These laws establish the public's right to information about the financial affairs of Kansas' public officials, lobbyists, and candidates for state and local office. In addition, the Commission renders advisory opinions and can adopt rules and regulations.

Each year, the Commission receives thousands of financial disclosure reports filed by candidates, political parties and party committees, public officials and lobbyists. During non-election years, the Commission staff conducts comprehensive audits of

previous filings, reviews and enters data from the January reports to compile campaign finance statistics, processes new candidate Appointment of Treasurer forms and Political Action Committee Statement of Organization forms, ensures all persons subject to Commission regulation receive all pertinent campaign finance information for upcoming elections, processes failure to file notices, and files complaints. During election years, the Commission devotes 80 to 90 percent of staff time to answering campaign related questions, assisting candidates and candidate treasurers in completing their reports and reviewing the receipts and expenditure reports filed. In addition to these responsibilities, the Commission enforces and assures lobbyists' compliance with state lobbying laws.

MAJOR ISSUES FROM PRIOR YEARS

The **1998 Legislature** amended the Campaign Finance Act and State Governmental Ethics Law dealing with the subpoena powers of the Kansas Commission on Governmental Standards and Conduct. In addition, the Legislature changed the name of the Kansas Commission on Governmental Standards and Conduct to the Governmental Ethics Commission and authorized the Commission to recover civil penalties for violations of the Act and the Ethics Law.

The **2000 Legislature** expanded certain provisions of the Governmental Ethics Act to include all members of the executive branch and prohibits individuals from accepting hospitality in the form of recreation having an aggregate value of

\$100 or more in a calendar year from any one person having a special interest.

The **2013 Legislature** deleted \$42,243, all from the State General Fund, for FY 2014 and FY 2015 operating expenditures. The Legislature also reduced funding for salaries and wages for FY 2014 and FY 2015.

The **2014 Legislature** added \$5,000, all from special revenue funds, in FY 2014 for information technology. The agency previously shared server space with the Department of Agriculture, but had to make alternative arrangements following the Department of Agriculture's relocation to Manhattan.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency** requests a revised estimate of \$644,721, including \$390,951 from the State General Fund in FY 2015. This is a State General Fund increase of \$12,195, or 3.2 percent, above the amount approved by the 2014 Legislature. This increase is attributable to a supplemental request to fund

the agency's pending relocation (\$10,000) and the agency submitting its request prior to the Governor's December allotment (\$2,195). The agency also requests 7.5 FTE positions, the same as the approved number.

FY 2015 Governor Recommendation

The **Governor** recommends a budget of \$630,254, including \$378,756 from the State General Fund in FY 2015. This is a decrease of \$2,272, or 0.4 percent, all from special revenue funds below the amount approved by the 2014 Legislature. The recommended decrease is attributable to a reduction in the KPERS employer contribution rate for FY 2015.

Additionally, the Governor does not recommend the agency's supplemental request (\$10,000).

The Governor's recommendation incorporates a reduction to the agency's approved budget of \$2,195 attributable to the KPERS employer contribution rate reduction in the Governor's December allotment.

FY 2016 Agency Request

The **agency** requests \$628,424, including \$378,138 from the State General Fund. This request is an all funds decrease of \$16,297, or 2.5 percent, and \$12,813, or 3.3 percent, from the State General Fund below the revised FY 2015 estimate. This

decrease is largely attributable to decreased expenditures for contractual services. The request includes 7.5 FTE positions, the same as revised FY 2015 estimate.

FY 2016 Governor Recommendation

The **Governor** recommends a budget of \$623,071, including \$374,537 from the State General Fund for FY 2016. This is a decrease of \$5,353, or 0.9 percent, all funds, and \$3,601, or 1.0 percent, State General Fund below the agency's request. This

decrease is attributable to the Governor's recommended reduction to employer contributions for state employee health insurance.

FY 2017 Agency Request

The **agency** requests \$663,159, including \$394,292 from the State General Fund. This request is an all funds increase of \$34,735, or 5.5 percent, and \$16,154, or 4.3 percent, from the State General Fund above the agency's FY 2016 request. This

increase is attributable to increased expenditures for salaries and wages and contractual services. This request includes 7.5 FTE positions, the same number as the agency's FY 2016 request.

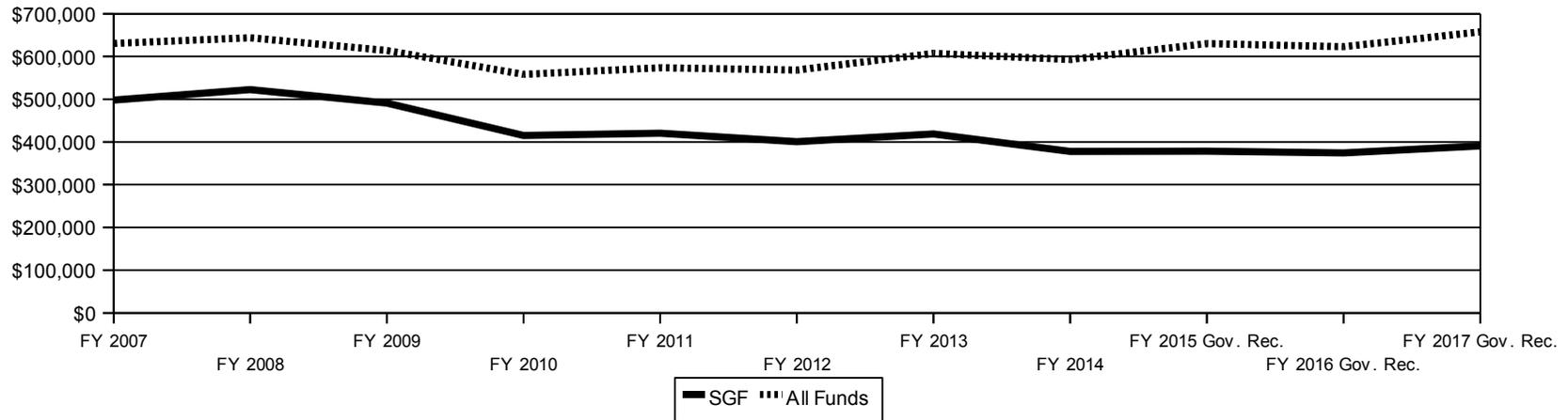
FY 2017 Governor Recommendation

The **Governor** recommends a budget of \$657,699, including \$390,619 from the State General Fund for FY 2017. This is a decrease of \$5,460, or 0.8 percent, all funds, and \$3,673, or 0.9 percent, State General Fund below the agency's request. This

decrease is attributable to the Governor's recommended reduction to employer contributions for state employee health insurance.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 498,388	5.2 %	\$ 630,660	5.1 %	9.0
2008	522,636	4.9	643,848	2.1	9.0
2009	490,997	(6.1)	614,070	(4.6)	9.0
2010	415,015	(15.5)	558,139	(9.1)	9.0
2011	420,616	1.3	573,735	2.8	9.0
2012	400,437	(4.8)	568,463	(0.9)	9.0
2013	418,755	4.6	607,264	6.8	9.0
2014	378,023	(9.7)	593,121	(2.3)	7.5
2015 Gov. Rec.	378,756	0.2	630,254	6.3	7.5
2016 Gov. Rec.	374,537	(1.1)	623,071	(1.1)	7.5
2017 Gov. Rec.	390,619	4.3	657,699	5.6	7.5
Eleven-Year Change	\$ (107,769)	(21.6)%	\$ 27,039	4.3 %	(1.5)

Summary of Operating Budget FY 2014 - FY 2016

	Actual 2014	Agency Estimate				Governor's Recommendation			
		Estimate FY 2015	Request FY 2016	Dollar Change from FY 15	Percent Change from FY 15	Rec. FY 2015	Rec. FY 2016	Dollar Change from FY 15	Percent Change from FY 15
By Program:									
Administration	\$ 593,121	\$ 644,721	\$ 628,424	\$ (16,297)	(2.5) %	\$ 630,254	\$ 623,071	\$ (7,183)	(1.1)%
By Major Object of Expenditure:									
Salaries and Wages	\$ 486,703	\$ 499,094	\$ 500,778	\$ 1,684	0.3 %	\$ 494,627	\$ 495,525	\$ 898	0.2 %
Contractual Services	99,017	136,510	119,419	(17,091)	(12.5)	126,510	119,419	(7,091)	(5.6)
Commodities	2,802	7,318	7,318	0	0.0	7,318	7,318	0	0.0
Capital Outlay	4,599	1,799	909	(890)	(49.5)	1,799	909	(890)	(49.5)
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 593,121	\$ 644,721	\$ 628,424	\$ (16,297)	(2.5) %	\$ 630,254	\$ 623,171	\$ (7,083)	(1.1)%
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	0	--	0	0	0	--
TOTAL	\$ 593,121	\$ 644,721	\$ 628,424	\$ (16,297)	(2.5) %	\$ 630,254	\$ 623,171	\$ (7,083)	(1.1)%
Financing:									
State General Fund	\$ 378,023	\$ 390,951	\$ 378,138	\$ (12,813)	(3.3) %	\$ 378,756	\$ 374,537	\$ (4,219)	(1.1)%
Governmental Ethics Commission Fee Fund	215,098	253,770	250,286	(3,484)	(1.4)	251,498	248,534	(2,964)	(1.2)
TOTAL	\$ 593,121	\$ 644,721	\$ 628,424	\$ (16,297)	(2.5) %	\$ 630,254	\$ 623,071	\$ (7,183)	(1.1)%

Summary of Operating Budget FY 2016 - FY 2017

	Agency Estimate				Governor's Recommendation			
	Request FY 2016	Request FY 2017	Dollar Change from FY 16	Percent Change from FY 16	Rec. FY 2016	Rec. FY 2017	Dollar Change from FY 16	Percent Change from FY 16
By Program:								
Administration	\$ 628,424	\$ 663,159	\$ 34,735	5.5 %	\$ 623,071	\$ 657,699	\$ 34,628	5.6 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 500,778	\$ 522,262	\$ 21,484	4.3 %	\$ 495,425	\$ 516,802	\$ 21,377	4.3 %
Contractual Services	119,419	132,670	13,251	11.1	119,419	132,670	13,251	11.1
Commodities	7,318	7,318	0	0.0	7,318	7,318	0	0.0
Capital Outlay	909	909	0	0.0	909	909	0	0.0
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 628,424	\$ 663,159	\$ 34,735	5.5 %	\$ 623,071	\$ 657,699	\$ 34,628	5.6 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	--	0	0	0	--
TOTAL	\$ 628,424	\$ 663,159	\$ 34,735	5.5 %	\$ 623,071	\$ 657,699	\$ 34,628	5.6 %
Financing:								
State General Fund	\$ 378,138	\$ 394,292	\$ 16,154	4.3 %	\$ 374,537	\$ 390,619	\$ 16,082	4.3 %
Governmental Ethics Commission Fee Fund	250,286	268,867	18,581	7.4	248,534	267,080	18,546	7.5
TOTAL	\$ 628,424	\$ 663,159	\$ 34,735	5.5 %	\$ 623,071	\$ 657,699	\$ 34,628	5.6 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The 2014 Legislature approved a State General Fund budget of \$379,722 for the Government Ethics Commission in FY 2015. Two adjustments have subsequently been made to that amount. These adjustments change the current year approved amount without any legislative action required. For this agency, the following adjustments have been made.

- An increase of \$1,229, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

- A reduction of \$2,195, as the result of the Governor’s December 9th State General Fund allotment.

These adjustments change the FY 2015 approved State General Fund to \$378,756. That amount is reflected in the table below as the currently approved FY 2015 State General Fund amount. The agency’s budget was submitted prior to the December allotment, so the agency’s revised budget estimates do not incorporate the allotment.

	CHANGE FROM APPROVED BUDGET				
	Legislative Approved FY 2015	Agency Estimate FY 2015	Agency Change from Approved	Governor Rec. FY 2015	Governor Change from Approved
State General Fund	\$ 378,756	\$ 390,951	\$ 12,195	\$ 378,756	\$ 0
All Other Funds	253,770	253,770	0	251,498	(2,272)
TOTAL	<u>\$ 632,526</u>	<u>\$ 644,721</u>	<u>\$ 12,195</u>	<u>\$ 630,254</u>	<u>\$ (2,272)</u>
FTE Positions	7.5	7.5	0.0	7.5	0.0

The **agency** requests a revised estimate in FY 2015 of \$644,721, including \$390,951 from the State General Fund. This is a State General Fund increase of \$12,195, or 3.2

percent, above the amount approved by the 2014 Legislature. This increase is attributable to a supplemental request to fund the agency’s pending relocation (\$10,000) and the agency

submitting its request prior to the Governor's December allotment (\$2,195). The agency also decreased expenditures for salaries and wages with offsetting increases for contractual services and capital outlay. The revised estimate includes 7.5 FTE positions. This is the same as the approved number.

Absent the supplemental request, the revised estimate is a State General Fund increase of \$2,195, or 0.5 percent.

The revised estimated includes the following.

- **Salaries and Wages** expenditures of \$499,094. This is a decrease of \$3,457, or 1.1 percent, below the FY 2015 approved budget. This decrease is attributable to lower than anticipated health insurance costs (\$7,924). This decrease is partially offset by an increase due to the agency submitting its request prior to the Governor's December allotment reduced the agency's approved budget (\$2,195).
- **Contractual Services** expenditures of \$136,510. This is an increase of \$18,081, or 15.3 percent, above the approved FY 2015 budget. This increase is largely attributable to the agency's supplemental request (\$10,000) and increased information technology costs (\$14,596), partially

offset by decreased expenditures for postage (\$5,639) and other fees and contractual services (\$8,259).

- **Commodities** expenditures of \$7,318, the same as the approved amount.
- **Capital Outlay** expenditures \$1,799. This is an increase of \$802, or 80.4 percent, above the approved FY 2015 budget. This increase is attributable to increased expenditures for computer equipment.

The **Governor** recommends a budget of \$630,254, including \$378,756 from the State General Fund in FY 2015. This is a decrease of \$2,272, or 0.4 percent, all from special revenue funds below the amount approved by the 2014 Legislature. The recommended decrease is attributable to a reduction in the KPERS employer contribution rate for FY 2015.

Additionally, the Governor does not recommend the agency's supplemental request (\$10,000).

The Governor's recommendation incorporates a reduction to the agency's approved budget of \$2,195 attributable to the KPERS employer contribution rate reduction in the Governor's December allotment.

Supplemental Detail

Supplementals	FY 2015 SUPPLEMENTALS					
	Agency Estimate			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Moving expenditures	\$ 10,000	\$ 10,000	0.0	\$ 0	\$ 0	0.0

The **agency** requests \$10,000, all from the State General Fund, in FY 2015 to implement one supplemental request.

- **Moving expenditures:** The agency has been informed by Facilities Management that it will be relocated to a new office sometime in FY 2015. Since 1976, the agency has rented space in the

office building vacated by Department of Agriculture in FY 2014. That building is now being repurposed by its owners and the agency will not be able to remain in its current space.

The **Governor** does not recommend the agency's supplemental request.

Governor's Allotments

The consensus revenue estimating process was completed on November 10, 2014 subsequent to agencies submitting budgets with revised expenditures for the current fiscal year. The results of the new consensus revenue estimates identified a \$278.7 million State General Fund shortfall for FY 2015. This prompted the Governor to address the shortfall with an allotment plan totaling \$280.0 million which reduced

expenditures by \$60.1 million. The allotment plan also included recommendations to transfer funds and adjust Non-State General Fund expenditures an additional \$219.9 million. The adjustments included in the \$219.9 million will require legislative approval to implement. The allotments shown in the table below reflect only those allotments which have already taken place.

GOVERNOR'S ALLOTMENTS				
Allotment		SGF	All Funds	FTE
December Allotment				
Reduce KPERS Employer Contribution Rate	\$	(2,195)	\$ (2,195)	0.0

Kansas Public Employees Retirement System (KPERS) Reduction:

A reduction \$2,195 from the State General Fund as a result of the Governor's State General Fund allotment reducing the Kansas Public Employer Regular and School Member employer

contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015. This allotment will have no impact on the agency operations, but is reflective of a reduction of expenditures. An additional \$2,272 from Special revenue funds is reduced in the Governor's budget recommendation resulting in a total reduction of \$4,467.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY				
	Agency Request		Governor's Recommendation	Difference
	_____		_____	_____
Total Request/Recommendation	\$ 628,424		\$ 623,071	\$ (5,353)
FTE Positions	7.5		7.5	0.0
<i>Change from FY 2015:</i>				
<i>Dollar Change:</i>				
State General Fund	\$ (12,813)		\$ (4,219)	
All Other Funds	(3,484)		(2,964)	
TOTAL	<u>\$ (16,297)</u>		<u>\$ (7,183)</u>	
<i>Percent Change:</i>				
State General Fund	(3.3) %		(1.1) %	
All Other Funds	(1.4)		(1.2)	
TOTAL	<u>(2.5) %</u>		<u>(1.1) %</u>	
Change in FTE Positions	0.0		0.0	

The **agency** requests \$628,424, including \$378,138 from the State General Fund, for FY 2016. This is an all funds decrease of \$16,297, or 2.5 percent, and \$12,813, or 3.3 percent, from the State General Fund, below the revised FY 2015 estimate. This decrease is attributable to the end of the agency's FY 2015 supplemental request and reduced expenditures for contractual services. The request includes 7.5 FTE positions, the same as the revised FY 2015 estimate.

This request includes the following.

- **Salaries and Wages** expenditures of \$500,778. This is an increase of \$1,684, or 0.3 percent, above the revised FY 2015 estimate. This increase is attributable to increased KPERS employer contributions and will allow for the maintenance of current staff.

- **Contractual Services** expenditures of \$119,419. This is a decrease of \$17,091, or 12.5 percent, below the revised FY 2015 estimate. This decrease is attributable to the end of the agency's FY 2015 supplemental request for moving expenditures (\$10,000) and lower postage cost in non-election years (\$8,000).
- **Commodities** expenditures of \$7,318, the same as the revised FY 2015 estimate.

- **Capital Outlay** expenditures of \$909. This is a decrease of \$890, or 49.5 percent, below the revised FY 2015 estimate. This decrease is attributable to decreased expenditures for computer equipment.

The **Governor** recommends a budget of \$623,071, this is a reduction of \$5,353, including \$3,601 from the State General Fund, to reduce employer contributions for state employee health insurance.

C. FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 663,159	\$ 657,699	\$ (5,460)
FTE Positions	7.5	7.5	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 16,154	\$ 16,082	
All Other Funds	18,581	18,546	
TOTAL	<u>\$ 34,735</u>	<u>\$ 34,628</u>	
<i>Percent Change:</i>			
State General Fund	4.3 %	4.3 %	
All Other Funds	7.4	7.5	
TOTAL	<u>5.5 %</u>	<u>5.6 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests \$663,159, including \$394,292 from the State General Fund, for FY 2017. This is an all funds increase of \$34,735, or 5.5 percent, and \$16,154, or 4.3 percent, from the State General Fund, above the agency's FY 2016 request. This increase is attributable to increased expenditures for salaries and wages and contractual services. The request includes 7.5 FTE positions, the same as the agency's FY 2016 request.

- **Salaries and Wages** expenditures of \$522,262. This is an increase of \$21,484, or 4.3 percent, above the agency's FY 2016 request. This increase is attributable to costs associated with the 27th pay period in FY 2017 and increased KPERS employer contributions.

- **Contractual Services** expenditures of \$132,670. This is an increase of \$13,251, or 11.1 percent, above the agency's FY 2016 request. This increase is largely attributable to increased expenditures for postage (\$10,750) and other fees (\$5,087) associated with the agency's election year workload.
- **Commodities** expenditures of \$7,318, the same as agency's FY 2016 request.

- **Capital Outlay** expenditures of \$909, the same as the agency's FY 2016 request.

The **Governor** recommends a budget of \$657,699, including \$390,619 from the State General Fund for FY 2017. The Governor recommends a reduction of \$5,460, including \$3,673 from the State General Fund, to reduce employer contributions for state employee health insurance.

Governor's Recommended Salary and Wage Adjustments

State Employee Pay Increases. The 2014 Legislature approved funding of \$11.3 million, including \$4.5 million from the State General Fund, in FY 2015 for a \$250 bonus for all full-time employees except elected officials who were employed on December 6, 2013, and which was paid December 6, 2014. **For this agency, the FY 2015 bonus totals \$2,386, including \$1,584 from the State General Fund, and affects 8 employees.**

Longevity Bonus Payments. For FY 2016 and FY 2017, the Governor recommends funding longevity bonus payments for eligible state employees at the statutory rate of \$40 per year of service, with a 10-year minimum (\$400), and a 25-year maximum (\$1,000). Classified employees hired after June 15, 2008 are not eligible for longevity bonus payments. The estimated cost for the recommended FY 2016 payments is \$7.2 million, including \$2.8 million from the State General Fund. For FY 2017, the estimated cost for the payments is \$7.7 million, including \$3.0 million from the State General Fund. **For this agency there are no longevity payments for FY 2016 and FY 2017**

Group Health Insurance. The Governor recommends Group Health and Hospitalization employer contributions of \$282.8 million, including \$108.2 million from the State General Fund, for FY 2016 and \$289.2 million, including \$110.7 million from the State General Fund, for FY 2017. For FY 2016 and FY 2017, the Governor recommends reducing the employer contributions for group health insurance by 8.5 percent. **For this agency this is a reduction of \$5,353, including \$3,601 from the State General Fund for FY 2016. This is a reduction of \$5,460, including \$3,673 from the State General Fund, for FY 2017.**

Kansas Public Employees Retirement System (KPERs) Rate Adjustments. The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 percent to 8.65 percent for the second half of FY 2015, for an effective contribution rate of 9.96 percent as part of the Governor's allotment plan. For FY 2016, the Governor recommends the retirement rate increase by 2.41 percent from 9.96 percent to 12.37 percent. For FY 2017, the Governor recommends the retirement rate increase by 1.2 percent from 12.37 percent to 13.57 percent. This increase is attributable to the annual statutory increase for financing the unfunded liability of the KPERs fund.

In addition, the employer contribution for the KPERs death and disability insurance rate will be increased to 1.0 percent, from 0.85 percent, for FY 2016 and for FY 2017.

The Governor further proposes offering \$1.5 billion in Pension Obligation Bonds, backed by the State General Fund, to be paid back over 30 years and extending the amortization on the current bonds by ten years to 2043. The proceeds of the bonds would be used to help reduce the future employer contribution rates of the State/School Group. The Kansas Public Employee Retirement System estimates this plan could reduce employer contributions by \$68.43 million in FY 2016 and \$132.85 in FY 2017. The Kansas Development Finance Authority estimates that the bond service would be \$90.3 million in FY 2016 through FY 2017, assuming the Kansas credit ratings are not downgraded.

Funding Sources

Funding Source	Agency Req. Percent of Total FY 2016	Gov. Rec. Percent of Total FY 2016	Agency Req. Percent of Total FY 2017	Gov. Rec. Percent of Total FY 2017
State General Fund	60.2 %	60.1 %	59.5 %	59.4 %
Governmental Ethics Commission Fee Fund	39.8	39.9	40.5	40.6
TOTAL	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

Note: Percentages may not add due to rounding.

Governmental Ethics Commission Fee Fund

The Governmental Ethics Commission Fee Fund was established in 1991 by K.S.A. 25-4119e. Receipts to the Fund come from candidate filings, political action committee registrations, lobbyist registrations, civil penalties and fines imposed by the Commission, and charges for publications. The Secretary of State and county clerks collect state candidate and lobbyist registration fees. The fees are remitted quarterly to the Commission's fee fund. The utilization of the fee fund varies

greatly over a four year period depending on election and non-election years as well as the type of election.

The agency has reported that increased utilization of the fee fund since FY 2010 due to a decrease in the agency's State General Fund appropriation, will lead to the depletion of the fund in FY 2018. In order to maintain present operations fees will have to be increased.

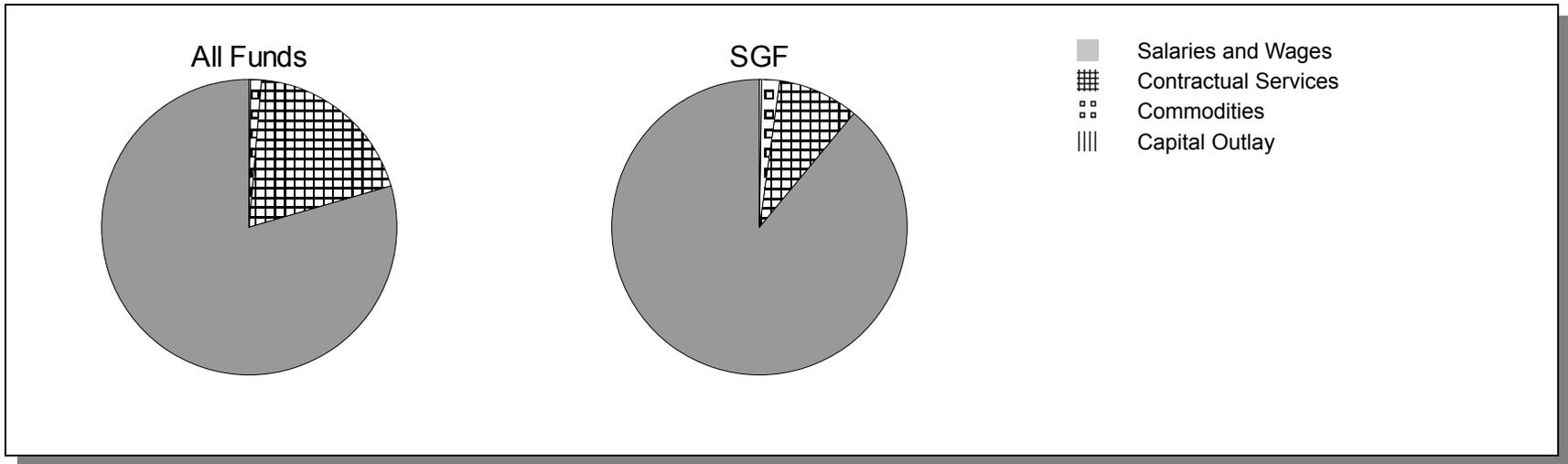
Resource Estimate	Actual FY 2014	Agency Estimate FY 2015	Governor Rec. FY 2015	Agency Request FY 2016	Gov. Rec. FY 2016	Agency Request FY 2017	Gov. Rec. FY 2017
Beginning Balance	\$ 421,199	\$ 372,724	\$ 372,724	\$ 255,209	\$ 257,481	\$ 171,283	\$ 175,307
Revenue	166,623	136,255	136,255	166,360	166,360	151,300	151,300
Transfers in	0	0	0	0	0	0	0
Total Funds Available	\$ 587,822	\$ 508,979	\$ 508,979	\$ 421,569	\$ 423,841	\$ 322,583	\$ 326,607
Less: Expenditures	215,098	253,770	251,498	250,286	248,534	268,867	267,080
Transfers Out	0	0	0	0	0	0	0
Off Budget Expenditures	0	0	0	0	0	0	0
Ending Balance	<u>\$ 372,724</u>	<u>\$ 255,209</u>	<u>\$ 257,481</u>	<u>\$ 171,283</u>	<u>\$ 175,307</u>	<u>\$ 53,716</u>	<u>\$ 59,527</u>
Ending Balance as Percent of Expenditures	173.3%	100.6%	102.4%	68.4%	70.5%	20.0%	22.3%
Month Highest Ending Balance	July \$ 415,079	July \$ 361,138	July \$ 367,681	July \$ 246,026	July \$ 251,196	July \$ 159,495	July \$ 163,178
Month Lowest Ending Balance	February \$ 352,922	May \$ 251,281	May \$ 255,834	May \$ 161,524	May \$ 164,918	May \$ 48,277	May \$ 49,392

GOVERNMENTAL ETHICS COMMISSION FEES FY 2015

	Current Fee	Statutory Limit
Filling fee for candidates for Governor & Lieutenant Governor	\$ 480	\$ 480
Filling fee for candidates for other statewide offices	480	480
Filling fee for candidates for State Legislature, State Board of Education, & select local offices	35	35
Fee for Political Action Committees with anticipated receipts of \$2,501 or more	240	240
Fee for Political Action Committees with anticipated receipts more than \$500, but less than \$2500	35	35
Fee for Political Action Committees with anticipated receipts of \$500 or less.	20	20
Lobbyist fee for anticipated spending of \$1,000 or less on behalf of any one employer (per employer)	35	35
Lobbyist fee for anticipated spending of more than \$1,000 on behalf of any one employer (per employer)	300	300
Fee for a non-owner, non-partner lobbying firm employees	360	360

PROGRAM DETAIL

EXPENDITURES BY PROGRAM—GOVERNOR’S FY 2016 RECOMMENDATION



Object of Expenditure	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Salaries and Wages	\$ 495,425	79.5 %	\$ 333,259	89.0 %
Contractual Services	119,419	19.2	33,051	8.8
Commodities	7,318	1.2	7,318	2.0
Capital Outlay	909	0.1	909	0.2
TOTAL	\$ 623,071	100.0 %	\$ 374,537	100.0 %

FTE POSITIONS BY PROGRAM FY 2014 – FY 2017

<u>Program</u>	<u>Actual FY 2014</u>	<u>Agency Est. FY 2015</u>	<u>Gov. Rec. FY 2015</u>	<u>Agency Req. FY 2016</u>	<u>Gov. Rec. FY 2016</u>	<u>Agency Req. FY 2017</u>	<u>Gov. Rec. FY 2017</u>
Administration	7.5	7.5	7.5	7.5	7.5	7.5	7.5

PERFORMANCE MEASURES

<u>Measure</u>	<u>Gov. Rec. for FY 2014</u>	<u>Actual FY 2014</u>	<u>Gov. Rec. FY 2015</u>	<u>Gov. Rec. FY 2016</u>	<u>Gov. Rec. FY 2017</u>
Number of lobbyist registrations and expenditure reports filed	7,680	7,740	7,485	7,485	7,485
Percent of compliance reviews completed	100.0%	100.0%	100.0%	100.0%	100.0%
Number of statements of substantial interest filed	5,534	5,587	5,450	5,695	5,450