

OFFICE OF THE GOVERNOR

	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	\$ 6,582,319	\$ 7,559,060	\$ 7,039,540	\$ 7,016,162	\$ 6,718,536	\$ 7,062,730	\$ 6,763,127
Other Funds	8,612,027	9,026,781	9,026,000	9,226,838	9,223,496	9,346,728	9,343,369
TOTAL	\$ 15,194,346	\$ 16,585,841	\$ 16,065,540	\$ 16,243,000	\$ 15,942,032	\$ 16,409,458	\$ 16,106,496
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	\$ 15,194,346	\$ 16,585,841	\$ 16,065,540	\$ 16,243,000	\$ 15,942,032	\$ 16,409,458	\$ 16,106,496
Percentage Change:							
Operating Expenditures							
State General Fund	(2.9) %	14.8 %	6.9 %	(7.2) %	(4.6) %	0.7 %	0.7 %
All Funds	(1.4)	9.2	5.7	(2.1)	(0.8)	1.0	1.0
FTE Positions	30.4	30.4	30.4	31.2	31.2	31.2	31.2
Non-FTE							
Perm.Uncl.Pos.	0.0	2.5	2.5	2.5	2.5	2.5	2.5
TOTAL	30.4	32.9	32.9	33.7	33.7	33.7	33.7

AGENCY OVERVIEW

The *Kansas Constitution* provides the Governor shall be the Chief Executive Officer of the state. The Governor is elected to a four-year term of office on a ticket which includes the Lieutenant Governor. Among the constitutional powers and duties exercised by the Governor are signing and vetoing acts of the Legislature, presenting an annual message to the Legislature on the condition of the state, submitting to the Legislature an annual state budget recommendation, and considering pardon of those convicted of criminal acts. The Governor also serves as chairperson of the State Finance Council and is, by virtue of the office, the Commander-in-Chief of the Kansas National Guard.

Beginning with the FY 2012 budget cycle, a number of former programs were combined under one program, including the following items.

- **Administration** provides staff and technical assistance to the Governor in administering the Executive Branch.
- **Federal and Other Grants** is responsible for the administration of grants that fund programs relating to the criminal justice system, crime victims' services, and drug and violence prevention programs.
- The **Hispanic and Latino American Affairs Commission** is charged with identifying

community issues and serving as a liaison between the Hispanic community and state government.

- The **Advisory Commission on African American Affairs** disseminates information on issues concerning African Americans and cooperates with other agencies and the private sector in serving the needs of African Americans.
- The **Kansas Commission on Disability Concerns (KCDC)** is mandated by statute to facilitate independence for disabled Kansans. Independence, in this instance, means equal access to employment opportunities and living outside institutions in the environment of the disabled person's choice. The function of the KCDC is to work with federal, state, and local governments as well as businesses, labor, private citizens, and non-profit organizations to enhance the employment opportunities and quality of life of disabled Kansans. The primary goal for the KCDC is to promote full and equal citizenship for all Kansans with disabilities through education, legislative advocacy, and resource networking.
- **Governor's Residence** encompasses expenditures for Cedar Crest, the Governor's official residence.

MAJOR ISSUES FROM PRIOR YEARS

In **2002**, under the provisions of Executive Directive No. 02-336, the Governor transferred a portion of the Crime Victims program in the Office of the Attorney General to the Governor's office and organized it as the Federal Grants program. The grant funds transferred to the Governor's office include the Violence Against Women Grant, the Victims of Crime Act Grant, the Family Violence Prevention and Services Fund, the Safe and Drug-Free Schools and Communities State Grant program, and the Preventative Health and Health Services Block Grant.

The Governor's **FY 2004** recommendation included provisions, approved by the 2003 Legislature, to move responsibility for federal Byrne Grant monies from the Sentencing Commission to the Governor's federal grants program. The Edward Byrne Memorial State and Local Law Enforcement Formula Grant is a federal grant administered by the Department of Justice, Office of Justice Programs, Bureau of Justice Assistance. The authorizing legislation for this grant program is the Anti-Drug Abuse Act of 1988. The emphasis of this grant is to reduce violent and drug-related crime.

During the **2004 Legislative Session**, three programs which had been located in the budget of the Department of Labor were transferred to the Governor's Department. These programs are the Commissions on Hispanic and Latino American Affairs, African American Affairs, and Native American Affairs. A total of \$501,591 and 7.0 FTE positions were transferred from the Department of Labor to the Governor's Department. The Commissions on Hispanic and Latino American Affairs and African American Affairs historically have been maintained as individual budget units in the Governor's office. The Native American Affairs Commission is budgeted as part of the Administration program. Beginning with the FY 2012 budget submission, all programs in the Office of the Governor

have been consolidated into a single program under the Administration program.

Also during the **2004 Legislative Session**, the Legislature approved the Wireless Enhanced 911 Act, creating a special fund in the Department of Administration's budget to be used for grants related to the Act. The Department of Administration elected to utilize the expertise of the federal grants program in the Governor's Department, and through a memorandum of understanding, the two agencies administer the grant funds.

The **2005 Legislature** passed legislation creating a 15-member Task Force on Racial Profiling. The Task Force is attached to the Governor's Office for budgetary and administrative purposes. The staff of the Advisory Commission on African American Affairs and the Hispanic and Latino Affairs Commission provide support to the Task Force. The federally funded Task Force completed its work during FY 2012, and no funding is included in the FY 2013 budget.

The **2011 Legislature** authorized the transfer of responsibility for the administration of the E-911 grants from the Office of the Governor to the Office of the Attorney General. Approximately \$6.7 million, and 2.4 FTE positions were transferred to the Office of the Attorney General in FY 2012.

The **2011 Legislature** also authorized the transfer of the duties and responsibilities of the Kansas Commission on Disability Concerns (KCDC) from the Kansas Department of Commerce to the Office of the Governor. The KCDC is mandated by statute to facilitate independence for disabled Kansans. Independence, in this instance, means equal access to employment opportunities and living outside institutions in the environment of the disabled person's choice. The function of the

KCDC is to work with federal, state, and local governments as well as businesses, labor, private citizens, and non-profit organizations to enhance the employment opportunities and quality of life of disabled Kansans. The primary goal for the KCDC is to promote full and equal citizenship for all Kansans with disabilities through education, legislative advocacy, and resource networking. The Legislature authorized the transfer of \$184,310, all from the State General Fund, and 2.0 FTE positions from the Department of Commerce to the Office of the Governor.

The **FY 2013** approved budget adds \$500,000, including \$200,000 from the State General Fund, for domestic violence prevention grants, in addition to the amount recommended by the Governor, bringing the total approved amount to \$4.1 million. The Legislature also approved the addition of \$150,000,

all from special revenue funds, for grants to child advocacy centers for FY 2013, bringing the total approved amount for those grants to \$1.0 million. The special revenue amounts added for both grants programs are funded from a transfer from the Problem Gambling and Addictions Grant Fund of the Department for Aging and Disability Services.

The **2013 Legislature** added \$550,000 in FY 2014 and FY 2015, all from special revenue funds, for Domestic Violence Prevention Grants bringing the total funding for the program to \$4.3 million over two years. The Legislature also added \$150,000 in FY 2014 and FY 2015 to Child Advocacy Center Grants bringing the total for the program to \$1.0 million for both years. The Legislature also merged the budget of the Lieutenant Governor into the overall budget for the Governor's Office in FY 2014.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency** estimates FY 2015 expenditures of \$16.6 million, including \$7.6 million from the State General Fund, an all funds increase of \$355,695, or 2.2 percent, above the FY 2015 approved budget. The State General Fund estimate is a decrease of \$424,871, or 6.0 percent, above the FY 2015 approved budget. The approved budget includes an increase \$599,981, all from the State General Fund, above the amount approved by the 2014 Legislature due to the reappropriation of

FY 2014 dollars to FY 2105. This amount is partially offset by the lapse of \$26,332 and further reductions of \$519,520 as a result of the December 9th State General Fund allotment.

The Governor allocated \$180,574 of the reappropriation to Domestic Violence Prevention Grants and \$43,205 to Child Advocacy Center Grants. This is the full amount of the remaining reappropriation after lapses.

FY 2015 Governor Recommendation

The **Governor** recommends expenditures of \$16.1 million, an all funds reduction of \$520,301, or 3.1 percent, from the FY

2015 agency revised estimate. The reduction is attributable to allotments totaling \$519,520 and the special revenue fund

reduction of \$781 for the Governor's allotment plan reducing the Kansas Public Employer Regular and School Member employer contribution rate (excluding KPERs Death and Disability) from 10.42 percent to 8.65 percent in FY 2015. The recommendation

reduces the State General Fund portion of the Domestic Violence Prevention Grants by \$91,855 and reallocates this amount to salaries.

FY 2016 Agency Request

The **agency** estimates FY 2016 expenditures of \$16.2 million, including \$7.0 million from the State General Fund, an all funds reduction of \$342,841, or 2.1 percent, below the FY 2015 agency request. The State General Fund estimate is a reduction of \$542,898, or 7.2 percent, below the FY 2015 request. The reduction is primarily attributable the lack of reappropriated monies in FY 2015.

Special revenue and federal funds offset the State General Fund reduction by an increase of \$200,057, or 2.2 percent, from the FY 2015 request. The increases are primarily in Justice Assistance Grants (\$344,862), Family Violence Prevention Grants (\$93,029), and the State Victims Assistance Academic Initiative (\$38,489). The increases are partially offset by reductions in the Violence Against Women STOP ARRA Grant - (\$248,978) and Crime Victim's Assistance Grants (\$120,404).

FY 2016 Governor Recommendation

The **Governor** recommends expenditures of \$15.9 million, a reduction of \$300,968, or 1.9 percent, from the FY 2016 agency request. The recommendation is a State General Fund reduction of \$297,626, or 4.2 percent, from the FY 2016 request. The reduction is attributable to a 4.0 percent reduction to State General Fund operation expenditures of \$280,647. The 4.0 percent lapse reduces salaries by \$96,956, domestic

violence prevention grants by \$150,343, and child advocacy center grants by \$33,348.

The Governor's recommendation also deletes \$20,321, including \$16,979 from the State General Fund, to reduce employer contributions for state employee health insurance.

FY 2017 Agency Request

The **agency** estimates FY 2017 expenditures of \$16.4 million, including \$7.1 million from the State General Fund, an all funds increase of \$166,458, or 1.0 percent, above the FY 2016 agency request. The State General Fund estimate is an increase of \$46,568, or 0.7 percent, above the FY 2016 request. The State General fund increase is predominantly attributable to the 27th payroll and is allocated to salaries and wages. The

State General Fund increase in salaries and wages of \$68,380 is partially offset by reductions in State General Fund allocations for contractual services.

Special revenue and federal funds offset the State General Fund reduction by an increase of \$119,890, or 1.3 percent, above the FY 2016 request. The increases are primarily in

Justice Assistance Grants (\$72,907), Community Defense Solutions - VAWA Grants (\$21,859), and Family Violence Prevention Grants (\$18,899). The increases are partially offset

by a reduction in the State Victim Assistance Academic Initiative Grant (\$15,488).

FY 2017 Governor Recommendation

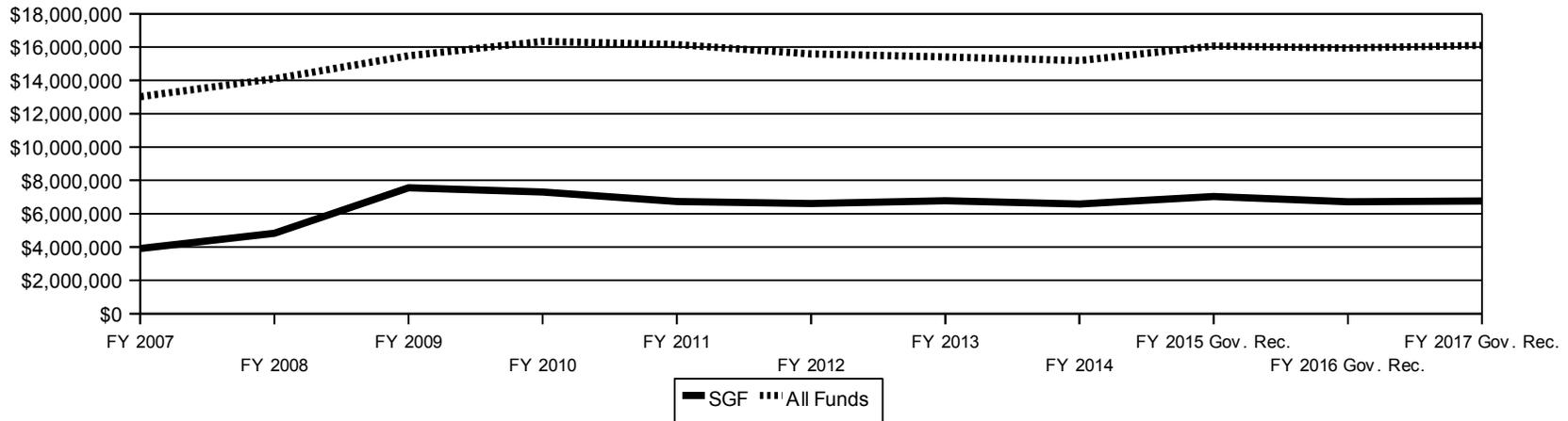
The **Governor** recommends expenditures of \$16.1 million, a reduction of \$302,962, or 1.8 percent, from the FY 2017 agency request. The recommendation is a State General Fund reduction of \$299,603, or 4.2 percent, from the FY 2017 request. The reduction is attributable to a 4.0 percent reduction to State General Fund operation expenditures of \$282,510. The 4.0 percent lapse reduces salaries by \$98,819, domestic

violence prevention grants by \$150,343, and child advocacy center grants by \$33,348.

The Governor's recommendation also deletes \$20,542, including \$17,093 from the State General Fund, to reduce employer contributions for state employee health insurance.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 3,905,091	71.9 %	\$ 13,032,937	3.2 %	41.7
2008	4,824,893	23.6	14,103,415	8.2	37.8
2009	7,556,261	56.6	15,479,753	9.8	39.0
2010	7,293,978	(3.5)	16,349,223	5.6	39.0
2011	6,735,304	(7.7)	16,157,067	(1.2)	43.5
2012	6,605,450	(1.9)	15,596,120	(3.5)	39.0
2013	6,780,616	2.7	15,412,559	(1.2)	28.1
2014	6,582,319	(2.9)	15,194,346	(1.4)	31.1
2015 Gov. Rec.	7,039,540	6.9	16,065,540	5.7	30.4
2016 Gov. Rec.	6,718,536	(4.6)	15,942,032	(0.8)	31.2
2017 Gov. Rec.	6,763,127	0.7	16,106,496	1.0	31.2
Eleven-Year Change	\$ 2,858,036	73.2 %	\$ 3,073,559	23.6 %	(10.5)

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:									
Governor's Office	\$ 15,043,775	\$ 16,382,757	\$ 16,066,249	\$ (316,508)	(1.9) %	\$ 15,898,694	\$ 15,774,369	\$ (124,325)	(0.8) %
Lieutenant Governor	150,571	203,084	176,751	(26,333)	(13.0)	166,846	167,663	817	0.5
TOTAL	\$ 15,194,346	\$ 16,585,841	\$ 16,243,000	\$ (342,841)	(2.1) %	\$ 16,065,540	\$ 15,942,032	\$ (123,508)	(0.8) %
By Major Object of Expenditure:									
Salaries and Wages	\$ 2,520,690	\$ 2,890,709	\$ 2,773,227	\$ (117,482)	(4.1) %	\$ 2,462,263	\$ 2,655,950	\$ 193,687	7.9 %
Contractual Services	459,505	572,998	464,518	(108,480)	(18.9)	572,998	464,518	(108,480)	(18.9)
Commodities	66,643	56,909	57,246	337	0.6	56,909	57,246	337	0.6
Capital Outlay	20,198	0	1,500	1,500	100.0	0	1,500	1,500	--
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 3,067,036	\$ 3,520,616	\$ 3,296,491	\$ (224,125)	(6.4) %	\$ 3,092,170	\$ 3,179,214	\$ 87,044	2.8 %
Aid to Local Units	1,540,662	1,634,608	1,687,746	53,138	3.3	1,634,608	1,687,746	53,138	3.3
Other Assistance	10,586,648	11,430,617	11,258,763	(171,854)	(1.5)	11,338,762	11,075,072	(263,690)	(2.3)
TOTAL	\$ 15,194,346	\$ 16,585,841	\$ 16,243,000	\$ (342,841)	(2.1) %	\$ 16,065,540	\$ 15,942,032	\$ (123,508)	(0.8) %
Financing:									
State General Fund	\$ 6,582,319	\$ 7,559,060	\$ 7,016,162	\$ (542,898)	(7.2) %	\$ 7,039,540	\$ 6,718,536	\$ (321,004)	(4.6) %
Federal Funds	7,755,276	8,284,115	8,472,338	188,223	2.3	8,283,334	8,468,996	185,662	2.2
All Other Funds	856,751	742,666	754,500	11,834	1.6	742,666	754,500	11,834	1.6
TOTAL	\$ 15,194,346	\$ 16,585,841	\$ 16,243,000	\$ (342,841)	(2.1) %	\$ 16,065,540	\$ 15,942,032	\$ (123,508)	(0.8) %

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:								
Governor's Office	\$ 16,066,249	\$ 16,228,591	\$ 162,342	1.0 %	\$ 15,774,369	\$ 15,934,922	\$ 160,553	1.0 %
Lieutenant Governor	176,751	180,867	4,116	2.3	167,663	171,574	3,911	2.3
TOTAL	<u>\$ 16,243,000</u>	<u>\$ 16,409,458</u>	<u>\$ 166,458</u>	<u>1.0 %</u>	<u>\$ 15,942,032</u>	<u>\$ 16,106,496</u>	<u>\$ 164,464</u>	<u>1.0 %</u>
By Major Object of Expenditure:								
Salaries and Wages	\$ 2,773,227	\$ 2,860,104	\$ 86,877	3.1 %	\$ 2,655,950	\$ 2,740,833	\$ 84,883	3.2 %
Contractual Services	464,518	445,432	(19,086)	(4.1)	464,518	445,432	(19,086)	(4.1)
Commodities	57,246	57,371	125	0.2	57,246	57,371	125	0.2
Capital Outlay	1,500	1,500	0	0.0	1,500	1,500	0	0.0
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 3,296,491	\$ 3,364,407	\$ 67,916	2.1 %	\$ 3,179,214	\$ 3,245,136	\$ 65,922	2.1 %
Aid to Local Units	1,687,746	1,745,115	57,369	3.4	1,687,746	1,745,115	57,369	3.4
Other Assistance	11,258,763	11,299,936	41,173	0.4	11,075,072	11,116,245	41,173	0.4
TOTAL	<u>\$ 16,243,000</u>	<u>\$ 16,409,458</u>	<u>\$ 166,458</u>	<u>1.0 %</u>	<u>\$ 15,942,032</u>	<u>\$ 16,106,496</u>	<u>\$ 164,464</u>	<u>1.0 %</u>
Financing:								
State General Fund	\$ 7,016,162	\$ 7,062,730	\$ 46,568	0.7 %	\$ 6,718,536	\$ 6,763,127	\$ 44,591	0.7 %
Federal Funds	8,472,338	8,584,303	111,965	1.3	8,468,996	8,580,944	111,948	1.3
All Other Funds	754,500	762,425	7,925	1.1	754,500	762,425	7,925	1.1
TOTAL	<u>\$ 16,243,000</u>	<u>\$ 16,409,458</u>	<u>\$ 166,458</u>	<u>1.0 %</u>	<u>\$ 15,942,032</u>	<u>\$ 16,106,496</u>	<u>\$ 164,464</u>	<u>1.0 %</u>

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$7,053,728 for the Office of the Governor in FY 2015. Several 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 \$599,981, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

- A reduction of \$519,520, as the result of the Governor’s December 9th State General Fund allotment.

These adjustments change the FY 2015 approved State General Fund to \$7,134,189. 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 November 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	\$ 7,134,189	\$ 7,559,060	\$ 424,871	\$ 7,039,540	\$ (94,649)
All Other Funds	9,095,957	9,026,781	(69,176)	9,026,000	(69,957)
TOTAL	<u>\$ 16,230,146</u>	<u>\$ 16,585,841</u>	<u>\$ 355,695</u>	<u>\$ 16,065,540</u>	<u>\$ (164,606)</u>
FTE Positions	0.0	30.4	30.4	30.4	30.4

The **agency** estimates FY 2015 expenditures of \$16.6 million, including \$7.6 million from the State General Fund, an all funds increase of \$355,695, or 2.2 percent, above the FY 2015 approved budget. The State General Fund estimate is a

increase of \$424,871, or 6.0 percent, above the FY 2015 approved budget. The approved budget includes an increase \$599,981, all from the State General Fund, above the amount approved by the 2014 Legislature due to the reappropriation of

FY 2014 dollars to FY 2105. This amount is partially offset by the lapse of \$26,332 and further reductions of \$519,520 as a result of the December 9th State General Fund allotment.

The Governor allocated \$180,574 of the reappropriation to Domestic Violence Prevention Grants and \$43,205 to Child Advocacy Center Grants. This is the full amount of the remaining reappropriation after lapses. Domestic Violence Prevention and Child Advocacy Centers are also partially funded by a transfer of \$450,000 from the Problem Gambling and Addictions Grant Fund which was approved by 2013 Legislature.

The request includes 31.1 FTE positions and 2.5 non-FTE unclassified positions the same as the FY 2015 approved.

The request is detailed below by category of expenditure.

Salaries and Wages expenditures of \$2.9 million, including \$2.4 million from the State General Fund, an all funds increase of \$355,695, or 14.0 percent, above the FY 2015 approved budget. The full amount of the 2.0 percent reduction and the

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

remaining reappropriation reduction after grant fund was applied to salaries.

Aid to Locals expenditures of \$1.6 million, all from special revenue funds, the same as the FY 2015 approved budget. The majority of the funding in Aid to Locals is for Justice Assistance Grants, Domestic Violence Prevention Grants, and Crime Victims Assistance.

Other Assistance expenditures of \$11.4 million, including \$4.4 million from the State General Fund, the same as the FY 2015 approved budget. The majority of the funding in Other Assistance is for family and domestic violence prevention, crime victim's assistance, child advocacy centers.

The **Governor** recommends expenditures of \$16.1 million, an all funds reduction of \$520,301, or 3.1 percent, from the FY 2015 agency revised estimate. The reduction is attributable allotments totaling \$519,520 and the special revenue fund reduction of \$781 for the lowering of the KPERS employer contribution rate allotment plan. The recommendation reduces the State General Fund portion of the Domestic Violence Prevention Grants by \$91,855 and reallocates this amount to salaries.

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	\$ (4,136)	\$ (4,136)	0.0
Lapse Reappropriations	(376,202)	(376,202)	0.0
Reduce SGF funding by 4.0 percent	(139,182)	(139,182)	0.0
TOTAL	<u>\$ (519,520)</u>	<u>\$ (519,520)</u>	<u>0.0</u>

Kansas Public Employees Retirement System (KPERS) Reduction:

A reduction of \$4,136, 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 10.42 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.

Reappropriations Lapse:

A reduction of \$376,202, as a result of the Governor's State General Fund reappropriation allotment. The is a reduction of

\$376,202 of the total FY 2015 State General Fund reappropriation. This allotment will decrease available funding in salaries and wages but leaves Domestic and Family Violence Prevention Grants unchanged.

4.0 percent reduction to Cabinet-level and other SGF funded agencies

A reduction of \$139,182, as a result of the Governor's State General Fund allotment of 4.0 percent to Cabinet and other State General Funded agencies in FY 2015. This allotment will be managed by reducing salaries and wages.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 16,243,000	\$ 15,942,032	\$ (300,968)
FTE Positions	31.2	31.2	0.0
Change from FY 2015:			
<i>Dollar Change:</i>			
State General Fund	\$ (542,898)	\$ (321,004)	
All Other Funds	200,057	197,496	
TOTAL	<u>\$ (342,841)</u>	<u>\$ (123,508)</u>	
<i>Percent Change:</i>			
State General Fund	(7.2) %	(4.6) %	
All Other Funds	2.2	2.2	
TOTAL	<u>(2.1) %</u>	<u>(0.8) %</u>	
Change in FTE Positions	0.8	0.8	

The **agency** estimates FY 2016 expenditures of \$16.2 million, including \$7.0 million from the State General Fund, an all funds reduction of \$342,841, or 2.1 percent, below the FY 2015 agency request. The State General Fund estimate is a reduction of \$542,898, or 7.2 percent, below the FY 2015 request. The reduction is primarily attributable the lack of reappropriated monies in FY 2015.

Special revenue and federal funds offset the State General Fund reduction by an increase of \$200,057, or 2.2 percent, from the FY 2015 request. The increases are primarily in Justice Assistance Grants (\$344,862), Family Violence Prevention Grants (\$93,029), and the State Victims Assistance Academic Initiative (\$38,489). The increases are partially offset by reductions in the Violence Against Women STOP ARRA Grant - (\$248,978) and Crime Victim's Assistance Grants (\$120,404).

The Governor requests continuing the transfer of \$700,000 from the Problem Gambling and Addictions Grant Fund to the Domestic Violence Prevention Grants (\$550,000) and the Child Advocacy Centers (\$150,000) for FY 2016.

The request includes 31.1 FTE positions and 2.5 non-FTE unclassified positions the same as the FY 2015 request.

The request is detailed below by category of expenditure.

Salaries and Wages expenditures of \$2.8 million, a reduction of \$117,482, or 4.1 percent, below the F 2015 agency request. The reduction is attributable to reappropriations not being allocated to salaries and wages, and the one-time \$250 bonus in FY 2015.

Contractual Services expenditures of \$464,518, a reduction of \$108,480, or 18.9 percent, from the FY 2015 agency request. The reductions are in hospitality, dues and subscriptions, and communication costs.

Aid to Locals expenditures of \$1.7 million, all from special revenue funds, an increase of \$53,138, or 3.3 percent, above

the FY 2015 agency request. The majority of the funding in Aid to Locals is for Justice Assistance Grants, Domestic Violence Prevention Grants, and Crime Victims Assistance.

Other Assistance expenditures of \$11.3 million, including \$4.4 million from the State General Fund, an reduction of \$171,854, or 1.5 percent, below the FY 2015 revised estimate. The majority of the funding in Other Assistance is for family and domestic violence prevention, crime victim's assistance, and child advocacy centers.

The **Governor** recommends expenditures of \$15.9 million, a reduction of \$300,968, or 1.9 percent, from the FY 2016 agency request. The recommendation is a State General Fund reduction of \$297,626, or 4.2 percent, from the FY 2016 request. The reduction is attributable to a 4.0 percent reduction to State General Fund operation expenditures of \$280,647. The 4.0 percent lapse reduces salaries by \$96,956, domestic violence prevention grants by \$150,343, and child advocacy center grants by \$33,348.

The Governor's recommendation also deletes \$20,321, including \$16,979 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	\$ 16,409,458	\$ 16,106,496	\$ (302,962)
FTE Positions	31.2	31.2	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 46,568	\$ 44,591	
All Other Funds	119,890	119,873	
TOTAL	<u>\$ 166,458</u>	<u>\$ 164,464</u>	
<i>Percent Change:</i>			
State General Fund	0.7 %	0.7 %	
All Other Funds	1.3	1.3	
TOTAL	<u>1.0 %</u>	<u>1.0 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** estimates FY 2017 expenditures of \$16.4 million, including \$7.1 million from the State General Fund, an all funds increase of \$166,458, or 1.0 percent, above the FY 2016 agency request. The State General Fund estimate is an increase of \$46,568, or 0.7 percent, above the FY 2016 request. The State General fund increase is predominantly attributable to the 27th payroll and is allocated to salaries and wages. The State General Fund increase in salaries and wages of \$68,380

is partially offset by reductions in State General Fund allocations for contractual services.

Special revenue and federal funds offset the State General Fund reduction by an increase of \$119,890, or 1.3 percent, above the FY 2016 request. The increases are primarily in Justice Assistance Grants (\$72,907), Community Defense Solutions - VAWA Grants (\$21,859), and Family Violence

Prevention Grants (\$18,899). The increases are partially offset by a reduction in the State Victim Assistance Academic Initiative Grant (\$15,488).

The Governor requests continuing the transfer of \$700,000 from the Problem Gambling and Addictions Grant Fund to the Domestic Violence Prevention Grants (\$550,000) and the Child Advocacy Centers (\$150,000) for FY 2017.

The request includes 31.1 FTE positions and 2.5 non-FTE unclassified positions the same as the FY 2016 request.

The request is detailed below by category of expenditure.

Salaries and Wages expenditures of \$2.9 million, including \$2.4 million from the State General Fund, an increase of \$86,877, or 3.1 percent, above the FY 2015 approved budget. The increase is predominantly attributable to the 27th payroll payment as well as fringe for employer retirement contributions and group health insurance.

Contractual Services expenditures of \$445,432, a reduction of \$19,086, or 4.1 percent, from the FY 2016 agency request. The majority of the reduction is in in-state travel and subsistence.

Aid to Locals expenditures of \$1.7 million, all from special revenue funds, an increase of \$57,369, or 0.7 percent, above the FY 2016 agency request. The majority of the funding in Aid to Locals is for Justice Assistance Grants, Domestic Violence Prevention Grants, and Crime Victims Assistance.

Other Assistance expenditures of \$11.3 million, including \$4.4 million from the State General Fund, an increase of \$41,173, or 0.4 percent, above the FY 2016 revised estimate. The majority of the funding in Other Assistance is for family and domestic violence prevention, crime victim's assistance, child advocacy centers.

The **Governor** recommends expenditures of \$16.1 million, a reduction of \$302,962, or 1.8 percent, from the FY 2017 agency request. The recommendation is a State General Fund reduction of \$299,603, or 4.2 percent, from the FY 2017 request. The reduction is attributable to a 4.0 percent reduction to State General Fund operation expenditures of \$282,510. The 4.0 percent lapse reduces salaries by \$98,819, domestic violence prevention grants by \$150,343, and child advocacy center grants by \$33,348.

The Governor's recommendation also deletes \$20,542, including \$17,093 from the State General Fund, to reduce employer contributions for state employee health insurances.

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 \$8,566, including \$6,861 from the State General Fund, and affects 28 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, no employees received Longevity bonus payments.**

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 \$20,321, including \$16,979 from the State General Fund for FY 2016. This is a reduction of \$20,452, including \$17,093 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.

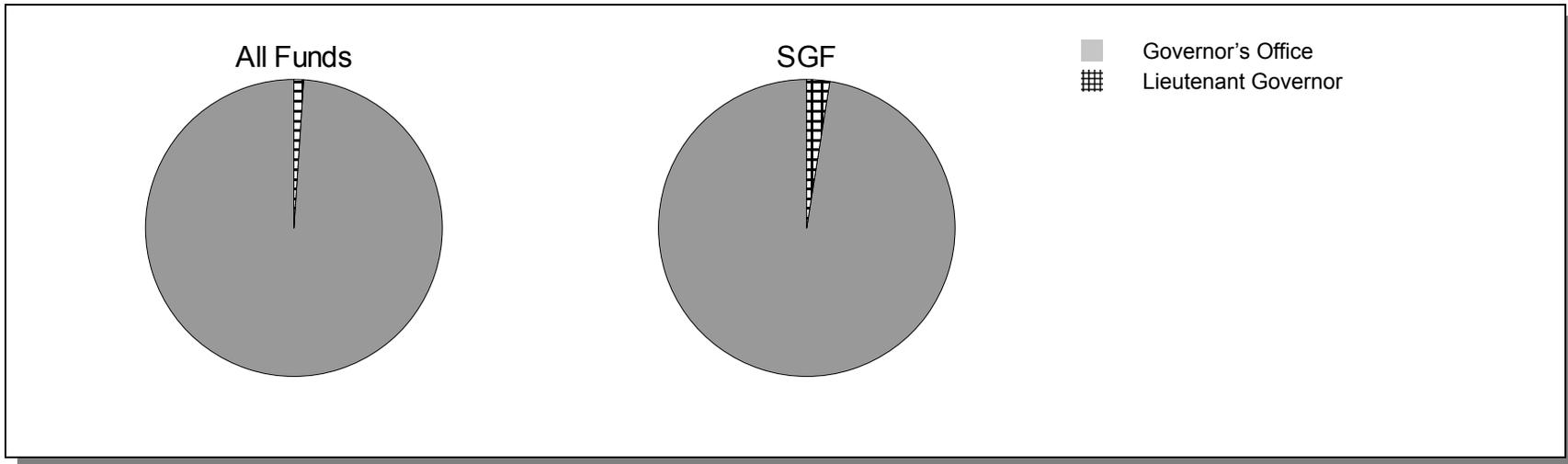
Funding Sources

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	43.2 %	42.1 %	43.0 %	42.0 %
Federal Funds	52.2	53.1	52.3	53.3
Other Funds	4.6	4.7	4.6	4.7
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.

PROGRAM DETAIL

EXPENDITURES BY PROGRAM-- GOVERNOR'S FY 2016 RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Governor	\$ 15,774,369	98.9 %	\$ 6,550,873	97.5 %
Lieutenant Governor	167,663	1.1	167,663	2.5
TOTAL	\$ 15,942,032	100.0 %	\$ 6,718,536	100.0 %

FTE POSITIONS BY PROGRAM FY 2014 – FY 2017

Program	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
Governor	28.1	28.1	27.4	28.2	28.2	28.2	28.2
Lieutenant Governor	2.3	2.3	3.0	3.0	3.0	3.0	3.0
TOTAL	30.4	30.4	30.4	31.2	31.2	31.2	31.2

Governor’s Grants Office

The **Governor’s Grants Office** manages state and federal grants provided to state agencies, local units of government and individuals in the State of Kansas. In FY 2016, the Grants Office plans to distribute \$1.4 million to state agencies, \$1.6 million to Local Units of Government, and \$11.3 to other non-State entities.

(CACs). CACs are child-focused, community-oriented programs that coordinate investigation and intervention services for abused children by bringing together professionals and agencies in a comprehensive, multi-disciplinary model. Eligible applicants include nonprofit organizations and units of state and local government.

State General Fund Grant Programs

- **Domestic Violence Prevention Grants** - Funds are available to support community-based nonprofit organizations whose primary purpose is to operate programs and shelters for victims of sexual and domestic violence. Programs accreditation is reviewed by the Grant’s Office; however, programs are no longer required to be accredited by the Kansas Coalition Against Sexual and Domestic Violence.
- **Child Advocacy Center Grants** - To initiate, enhance or expand grant projects that establish comprehensive Children’s Advocacy Centers

Federal Grant Programs

- **GTEAP.** The goal of the Kansas Grant to Encourage Arrest and Enforcement of Protection Orders (GTEAP) project is to develop policies, protocols, best practices, and training curricula for all professions within the criminal justice system, so that all professions can provide a consistent response to victims of domestic violence.

This uniform domestic violence training is for victim and offender services from the time of a 911 call reporting an incident, through the investigation,

arrest, prosecution, probation or parole, and release of an offender.

- **VAWA.** The Federal Office on Violence Against Women (OVW) currently administers 24 grant programs authorized by the Violence Against Women Act (VAWA) of 1994 and subsequent legislation. These grant programs are designed to develop the nation's capacity to reduce domestic violence, dating violence, sexual assault, and stalking by strengthening services to victims and holding offenders accountable.

Kansas is a recipient of the S.T.O.P. Violence Against Women Act (VAWA) grant program supports law enforcement and prosecution strategies to combat violent crimes against women and to develop and enhance victim services in cases involving violent crimes against women. Law enforcement agencies receive 25 percent of the grant funds, prosecution receives 25 percent, courts receive five percent, non-profit victims service organizations receive 30 percent and 15 percent can be used for discretionary purposes.

- **VOCA.** The Federal Victims of Crime Act Victim Assistance (VOCA) grant program provides direct services to crime victims to respond to their emotional and physical needs; assists primary and secondary crime victims in stabilizing their lives after victimization; assists victims in understanding and participating in the criminal justice system; and provides crime victims with a measure of safety. Priority is given to sexual assault, domestic violence, child abuse and underserved victims. The U.S. Department of Justice, Office for Victims of Crime provides funding for this grant.

- **JAG.** The original 1968 Act established 26 purposes for which the Byrne Formula funding could be used. Those were later expanded to 29 categories, then collapsed into the current seven purpose areas:
 - Law Enforcement;
 - Prosecution and Courts;
 - Crime Prevention and Education;
 - Corrections and Community Corrections;
 - Drug Treatment and Enforcement;
 - Planning, Evaluation, and Technology Improvement; and
 - Crime Victim and Witness Programs (Other Than Compensation).

JAG is awarded to states and territories by a formula based on population and Part 1 violent crimes. Sixty percent of a state's total allocation flows to the state's criminal justice planning agency, the State Administering Agency (SAA). The SAA, in turn, passes a designated percentage (called the Variable Pass Through) to local governments and, through them, to non-profit service providers. The remaining 40 percent flows directly from the Bureau of Justice Assistance (BJA) to local governments based on part 1 violent crime as reported to the Federal Bureau of Investigation (FBI).

- **RSAT.** Through the RSAT (Residential Substance Abuse Treatment) initiative, BJA provides financial assistance, training, programmatic guidance, evaluation, and leadership to states

and local communities that are interested in administering substance abuse treatment programs in their correctional facilities.

Funds are distributed based on the following formula: each state is allocated a base amount of 0.4 percent of the total funds available for the program. The remaining funds are divided based on the same ratio of each participating state's prison population to the total prison population of all states.

- **NCHIP.** The goal of the Federal NCHIP (National Criminal History Improvement Program) grant program is to improve the nation's safety and security by enhancing the quality, completeness, and accessibility of criminal history record information and by ensuring the nationwide implementation of criminal justice and noncriminal justice background check systems. The NCHIP program serves as an umbrella for various record improvement activities and funding streams, each of which has unique goals and objectives. The Kansas Criminal Justice Coordinating Council (KCJCC) oversees criminal justice federal funding from the Federal National Criminal History Improvement Program (NCHIP).
- **NFSIA.** The Paul Coverdell Forensic Science Improvement Grants Program (the Coverdell program) awards grants to states and units of local government to help improve the quality and timeliness of forensic science and medical examiner services. Among other things, funds may be used to eliminate a backlog in the

analysis of forensic evidence and to train and employ forensic laboratory personnel, as needed, to eliminate such a backlog. State Administering Agencies (SAAs) may apply for both "base" (formula) and competitive funds. Units of local government may apply for competitive funds.

- **BVP.** The (Bulletproof Vest Partnership) is a federal program to purchase bulletproof vests. Justice Assistance Grant (JAG) funds or other federal funding sources may not be used to pay for that portion of the bullet proof vest (50 percent) that is not covered by BVP funds.
- **SAVP.** The Federal State Access and Visitation Program (SAVP) provides supervised child exchange and supervised child visitation services to children and families at risk because of circumstances relating to neglect; substance abuse; emotional, physical or sexual abuse; domestic or family violence. The U.S. Department of Health and Human Services provides funding for this grant.
- **John R. Justice.** The John R. Justice (JRJ) Grant Program provides student loan repayment assistance for local, state, and federal government public defenders and local and state government prosecutors who commit to serving as public defenders and prosecutors for at least three years. JRJ is administrated by the U.S. Department of Justice, Bureau of Justice Assistance.

ESTIMATED PASS-THROUGH GRANTS TO KANSAS STATE AGENCIES - FY 2015 - FY 2017				
Agency	Grant program	FY 2015 Estimated	FY 2016 Estimated	FY 2017 Estimated
Attorney General	GTEAP	\$ 50,510	\$ 0	\$ 0
	VAWA	132,636	123,543	123,543
Department of Administration	JAG	111,969	102,806	102,806
Department of Corrections	GTEAP	42,082	0	0
	JAG	288,967	244,169	244,169
	RSAT	98,191	82,813	82,813
	VOCA	26,624	19,918	19,918
KS. Bureau of Investigation	BVP	1,193	0	0
	JAG	612,888	220,233	107,733
	NCHIP	349,827	221,440	221,440
	NFSIA	39,987	17,292	17,292
	VAWA	47,122	46,502	46,502
Kansas Highway Patrol	JAG	701,609	94,745	94,745
Law Enforcement Training Ctr	JAG	99,850	0	0
	VAWA	12,934	10,800	10,800
University of Kansas	VAWA	166,268	221,690	221,690
Kansas State University	JAG	12,090	16,120	16,120
Office of Judicial Admin.	GTEAP	28,317	0	0
Ellsworth Correctional Fac.	BVP	2,457	0	0
		\$ 2,825,521	\$ 1,422,071	\$ 1,309,571

AID TO LOCAL GOVERNMENTS - GRANT PROGRAM		
Federal Aid Payments	FY 2016	FY 2017
VAWA - STOP	\$ 331,766	\$ 331,766
NFSIA - Paul Coverdell	47,519	47,519
VOCA - Victim Assistance	549,123	549,123
JAG	744,424	715,740
John R. Justice	14,914	14,914
Totals	\$ 1,687,746	\$ 1,659,062

OTHER ASSISTANCE - GRANT PROGRAM		
Federal and State Aid	FY 2016	FY 2017
SGF - Domestic Violence and Sexual Assault	\$ 3,586,728	\$ 3,576,821
SGF - Child Advocacy	810,693	809,787
PGAGF - Domestic Violence and Sexual Assault	550,000	550,000
PGAGF - Child Advocacy	150,000	150,000
GTEAP	113,767	135,245
STOP - VAWA	651,138	651,138
VOCA - Victim Assistance	3,261,156	3,261,156
State Access and Visitation	95,000	95,000
Family Violence Prevention	1,150,810	1,167,050
Sexual Assault Services	281,770	281,770
JAG	641,292	635,193
John R. Justice	13,766	13,766
Totals	\$ 11,306,120	\$ 11,326,926

Hispanic and Latino American Affairs Commission

The Kansas Hispanic & Latino American Affairs Commission (KHLAAC) is a seven member body appointed by political leaders in Kansas. The Commission serves as a liaison for the Kansas Hispanic & Latino Community and the Office of the Governor. The Commission addresses public policy concerns

primarily in the areas related to education, health, and business. The Commission works closely with the Kansas Hispanic & Latino American Legislative Caucus as well as other state agencies in order to improve the lives of all Kansans.

Major programs include the following.

- *Interpreter and Translator Task Force:* The Commission is currently developing a handbook of best practices. The goals of the task force are to identify the process for state credentialing of qualified interpreters/translators, to find or train qualified individuals to provide quality interpretation/translators and to implement the identified process and fund the initiative.

- *Business Outreach:* The Commission works with Hispanic owned business to assist in marketing and community outreach.
- *Impressario:* Follows sole source contracts to Hispanic owned businesses.
- *Promotores de Salud:* The program provides community assistance and outreach to non-traditional health workers, predominantly family members. The Kansas Department for Health and Environment has been assisting the program for the last five years.

Kansas Commission on Disability Concerns

The Kansas Commission on Disability Concerns (KCDC) focuses on partnerships, information, and referral at the state, regional, and local level for persons with disabilities. The Commission provides policy recommendations to the State of Kansas on changes to laws, regulations and programs that affect people with disabilities.

The Commission provides information to the public (communities and people) with disabilities on employment (work), school (to work or transition), home, play/community, youth issues, and disability history. KCDC is also an informational and referral resource for people who are not sure where to go for their problem or issue.

Major programs include the following.

- *Kansas Employment First Oversight Commission*
- The Employment First law (K.S.A. 44-1136-38) sets as the official policy of the State of Kansas

that competitive and integrated employment is the first option when serving people with disabilities, established definitions of “competitive” and “integrated” employment, and details the requirements of state agencies to conform to the law. This is a five member commission appointed by leaders of the House and Senate and the Governor.

- *Cooperation with Independent Living Centers* - The KCDC works with independent living centers to establish disability mentoring days and provides a safe harbor for meeting with disabled job applicants. *The role of the KCDC is oversight only.*
- *Disabled rights Advocacy* - The KCDC advocates for policy changes including service dog laws and

updates to the Kansas American with Disabilities Act.

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>
The agency does not have any performance measures.					