

# LEGISLATIVE COORDINATING COUNCIL

	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	\$ 519,324	\$ 606,402	\$ 549,678	\$ 600,710	\$ 547,345	\$ 626,714	\$ 551,773
Other Funds	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 519,324</b>	<b>\$ 606,402</b>	<b>\$ 549,678</b>	<b>\$ 600,710</b>	<b>\$ 547,345</b>	<b>\$ 626,714</b>	<b>\$ 551,773</b>
Capital Improvements:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>GRAND TOTAL</b>	<b>\$ 519,324</b>	<b>\$ 606,402</b>	<b>\$ 549,678</b>	<b>\$ 600,710</b>	<b>\$ 547,345</b>	<b>\$ 626,714</b>	<b>\$ 551,773</b>

## Percentage Change:

### Operating Expenditures

State General Fund	3.3 %	16.8 %	5.8 %	(0.9) %	(0.4) %	4.3 %	0.8 %
All Funds	3.3	16.8	5.8	(0.9)	(0.4)	4.3	0.8
FTE Positions							
	8.0	8.0	8.0	8.0	8.0	8.0	8.0
Non-FTE							
Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>TOTAL</b>	<b>8.0</b>						

## AGENCY OVERVIEW

---

The Legislative Coordinating Council is responsible for coordinating the delivery of legislative services. The Council consists of the President of the Senate, the Speaker of the House, the Speaker Pro Tem of the House, and the Majority and

Minority leaders of each chamber. The budget includes the compensation and expenses associated with Council meetings and the salaries and wages and travel expenses of the staff of the Division of Legislative Administrative Services.

### MAJOR ISSUES FROM PRIOR YEARS

In previous years, concerns have been raised in both the House Budget Committee and Senate Subcommittee that Legislative agencies be fully staffed. The agency has fully funded its existing positions in this budget request.

In **2003**, the Governor implemented a new placeholder budget process for all Legislative and Judicial branch agencies. The FY 2004 budget recommended by the Governor was the exact amount approved for FY 2003 by the 2003 Legislature. This process left all the budget decisions to be made by the Legislature during the session.

In **2004**, the Governor modified the placeholder budget process that was used in FY 2004. Both the Legislative Branch and the Judicial Branch budgets were recommended by the Governor as the agency requested, without proposed changes. While required under 2003 SB 21 (law) to submit the judicial

budget without change, it was a policy decision to use the same process for the Legislative Branch.

During the **2005** Session, the Legislature added funding for meetings of the newly created 2010 Commission and the At-Risk Education Council.

In the **2006** Session, the Legislature added \$338,860 in FY 2008 to fund a complete study of the current pay system.

During the **2007** Session, the Legislature added \$100,000 in FY 2009 to fund a study of the current benefit package offered to classified state employees.

In the **2012** Session, the Legislature shifted 4.0 FTE positions from this budget to the budget of the Legislature to consolidate legislative computer services.

### BUDGET SUMMARY AND KEY POINTS

#### FY 2015 Agency Estimate

The **agency** requests a revised estimate of \$606,402, including \$3,867,490 from the State General Fund. This is a reduction of \$93,110, all from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all

adjustments. The agency is requesting \$93,110 from the State General Fund be lapsed, or returned to the State General Fund. The agency requests a revised estimate of 8.0 FTE positions which is the same as the approved number.

## **FY 2015 Governor Recommendation**

The **Governor** recommends \$549,678, all from the State General Fund. This is a reduction of \$149,834 below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The Governor is recommending \$149,834 from the State General Fund be lapsed. This also is a State General

Fund reduction of \$56,724, or 9.4 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 8.0 FTE positions which is the same as the approved number.

## **FY 2016 Agency Request**

The **agency** requests an operating budget of \$600,710, all from the State General Fund for FY 2016. This is a decrease of \$5,692, or 0.9 percent, below the revised estimate for FY 2015. Included is a decrease in salaries and wages of \$22,053, or 3.7

percent, which is partially offset by an increase in contractual services of \$16,361, or 0.9 percent. The increase in contractual services includes the funding for additional Council meetings for FY 2016.

## **FY 2016 Governor Recommendation**

The **Governor** recommends \$547,345, all from the State General Fund, for FY 2016. This is a reduction of \$2,333, or 0.4 percent, below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$53,365, or 8.9 percent, below the agency's FY 2016 request. The entire reduction was from salaries and wages. Included in the

reduction was \$6,054 for a lower employer contribution rate for state employee health insurance and \$47,311 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 8.4 percent. The agency did not include a shrinkage rate in its submitted budget request.

## **FY 2017 Agency Request**

The **agency** requests an operating budget of \$626,714, all from the State General Fund, for FY 2017. This is an increase of \$26,004, or 4.3 percent, above the agency request for FY 2016. Included is a decrease in salaries and wages of \$26,487, or 4.6

percent, which is partially offset by a decrease in contractual services of \$483, or 1.6 percent. The increase in salaries and wages includes the funding for 27<sup>th</sup> payroll period that occurs in FY 2017.

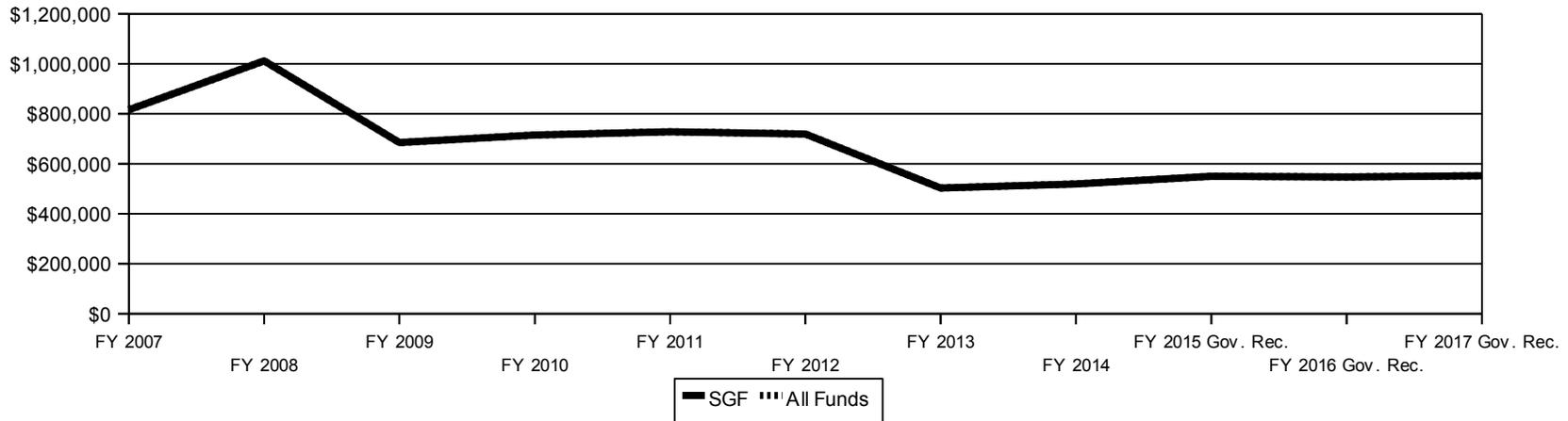
## **FY 2017 Governor Recommendation**

The **Governor** recommends \$551,773, all from the State General Fund, for FY 2017. This is an increase of \$4,428, or 0.8 percent, above the FY 2016 Governor's Recommendation. This also is a State General Fund reduction of \$74,947, or 12.0 percent, below the agency's FY 2016 request. The entire reduction was from salaries and wages. Included in the

reduction was \$6,175 for a lower employer contribution rate for state employee health insurance and \$68,766 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 11.6 percent. The agency did not include a shrinkage rate in its submitted budget request.

# BUDGET TRENDS

## OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 815,997	21.4 %	\$ 815,997	21.8 %	12.0
2008	1,011,714	24.0	1,011,714	24.0	12.0
2009	684,831	(32.3)	684,831	(32.3)	12.0
2010	714,940	4.4	714,940	4.4	15.0
2011	727,743	1.8	727,743	1.8	15.0
2012	718,958	(1.2)	718,958	(1.2)	15.0
2013	502,628	(30.1)	502,628	(30.1)	15.0
2014	519,324	3.3	519,324	3.3	8.0
2015 Gov. Rec.	549,678	5.8	549,678	5.8	8.0
2016 Gov. Rec.	547,345	(0.4)	547,345	(0.4)	8.0
2017 Gov. Rec.	551,773	0.8	551,773	0.8	8.0
Eleven-Year Change	\$ (264,224)	(32.4)%	\$ (264,224)	(32.4)%	(4.0)

**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
<b>By Program:</b>									
Administration	\$ 519,324	\$ 606,402	\$ 600,710	\$ (5,692)	(0.9) %	\$ 549,678	\$ 547,345	\$ (2,333)	(0.4) %
<b>By Major Object of Expenditure:</b>									
Salaries and Wages	\$ 514,236	\$ 593,457	\$ 571,404	\$ (22,053)	(3.7) %	\$ 536,733	\$ 518,039	\$ (18,694)	(3.5) %
Contractual Services	5,088	12,945	29,306	16,361	126.4	12,945	29,306	16,361	126.4
Commodities	0	0	0	0	--	0	0	0	--
Capital Outlay	0	0	0	0	--	0	0	0	--
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 519,324	\$ 606,402	\$ 600,710	\$ (5,692)	(0.9) %	\$ 549,678	\$ 547,345	\$ (2,333)	(0.4) %
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	0	--	0	0	0	--
TOTAL	\$ 519,324	\$ 606,402	\$ 600,710	\$ (5,692)	(0.9) %	\$ 549,678	\$ 547,345	\$ (2,333)	(0.4) %
<b>Financing:</b>									
State General Fund	\$ 519,324	\$ 606,402	\$ 600,710	\$ (5,692)	(0.9) %	\$ 549,678	\$ 547,345	\$ (2,333)	(0.4) %
All Other Funds	0	0	0	0	--	0	0	0	--
TOTAL	\$ 519,324	\$ 606,402	\$ 600,710	\$ (5,692)	(0.9) %	\$ 549,678	\$ 547,345	\$ (2,333)	(0.4) %

**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
<b>By Program:</b>								
Administration	\$ 600,710	\$ 626,714	\$ 26,004	4.3 %	\$ 547,345	\$ 551,773	\$ 4,428	0.8 %
<b>By Major Object of Expenditure:</b>								
Salaries and Wages	\$ 571,404	\$ 597,891	\$ 26,487	4.6 %	\$ 518,039	\$ 522,950	\$ 4,911	0.9 %
Contractual Services	29,306	28,823	(483)	(1.6)	29,306	28,823	(483)	(1.6)
Commodities	0	0	0	--	0	0	0	--
Capital Outlay	0	0	0	--	0	0	0	--
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 600,710	\$ 626,714	\$ 26,004	4.3 %	\$ 547,345	\$ 551,773	\$ 4,428	0.8 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	--	0	0	0	--
TOTAL	\$ 600,710	\$ 626,714	\$ 26,004	4.3 %	\$ 547,345	\$ 551,773	\$ 4,428	0.8 %
<b>Financing:</b>								
State General Fund	\$ 600,710	\$ 626,714	\$ 26,004	4.3 %	\$ 547,345	\$ 551,773	\$ 4,428	0.8 %
All Other Funds	0	0	0	--	0	0	0	--
TOTAL	\$ 600,710	\$ 626,714	\$ 26,004	4.3 %	\$ 547,345	\$ 551,773	\$ 4,428	0.8 %

# BUDGET OVERVIEW

## A. FY 2015 – Current Year

### Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$567,203 for the Legislative Coordinating Council in FY 2015. An adjustment has subsequently been made to that amount. The adjustment changes the current year approved amount without any legislative action required. For this agency, the following adjustment has been made.

This adjustment changes the FY 2015 approved State General Fund to \$699,512. That amount is reflected in the table below as the currently approved FY 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.

- An increase of \$132,309, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

	<b>CHANGE FROM APPROVED BUDGET</b>				
	Legislative Approved FY 2015	Agency Estimate FY 2015	Agency Change from Approved	Governor Rec. FY 2015	Governor Change from Approved
State General Fund	\$ 699,512	\$ 606,402	\$ (93,110)	\$ 549,678	\$ (149,834)
All Other Funds	0	0	0	0	0
TOTAL	<u>\$ 699,512</u>	<u>\$ 606,402</u>	<u>\$ (93,110)</u>	<u>\$ 549,678</u>	<u>\$ (149,834)</u>
FTE Positions	8.0	8.0	0.0	8.0	0.0

The **agency** requests a revised estimate of \$606,402, including \$3,867,490 from the State General Fund. This is a reduction of \$93,110, all from the State General Fund, below the

amount approved by the 2014 Legislature for FY 2015, after all adjustments. The agency is requesting \$93,110 from the State General Fund be lapsed, or returned to the State General Fund.

The agency requests a revised estimate of 8.0 FTE positions which is the same as the approved number.

The **Governor** recommends \$549,678, all from the State General Fund. This is a reduction of \$149,834 below the amount approved by the 2014 Legislature for FY 2015, after all

adjustments. The Governor is recommending \$149,834 from the State General Fund be lapsed. This also is a State General Fund reduction of \$56,724, or 9.4 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 8.0 FTE positions which is the same as the approved number.

**Supplemental Detail**

FY 2015 SUPPLEMENTALS						
Supplementals	Agency Estimate			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
The agency did not have any supplemental requests						

**Governor's Allotments**

The Governor statutorily cannot make any allotment to the Legislative Branch. However, in the Governor's allotment plan, he did include a recommendation to reduce the Legislative Branch budgets in FY 2015 a total of \$1,251,362. Because the Governor cannot allot to this branch, these reductions can only

be made through Legislative action. For this agency the total allotment recommendation is \$56,724 with \$50,582 in salaries and wages shrinkage and \$6,142 in reduced KPERs employer contributions.

**B. FY 2016 – Budget Year**

<b>FY 2016 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 600,710	\$ 547,345	\$ (53,365)
<b>FTE Positions</b>	8.0	8.0	0.0
<b>Change from FY 2015:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ (5,692)	\$ (2,333)	
All Other Funds	0	0	
TOTAL	<u>\$ (5,692)</u>	<u>\$ (2,333)</u>	
<i>Percent Change:</i>			
State General Fund	(0.9) %	(0.4) %	
All Other Funds	--	--	
TOTAL	<u>(0.9) %</u>	<u>(0.4) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests an operating budget of \$600,710, all from the State General Fund, for FY 2016. This is a decrease of \$5,692, or 0.9 percent, below the revised estimate for FY 2015. Included is a decrease in salaries and wages of \$22,053, or 3.7 percent, which is partially offset by an increase in contractual services of \$16,361, or 0.9 percent. The increase in contractual services includes the funding for additional Council meetings for FY 2016.

The **Governor** recommends \$547,345, all from the State General Fund, for FY 2016. This is a reduction of \$2,333, or 0.4

percent, below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$53,365, or 8.9 percent, below the agency's FY 2016 request. The entire reduction was from salaries and wages. Included in the reduction was \$6,054 for a lower employer contribution rate for state employee health insurance and \$47,311 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 8.4 percent. The agency did not include a shrinkage rate in its submitted budget request.

**Enhancements Detail**

<b>FY 2016 ENHANCEMENTS</b>						
Enhancements	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
The agency did not have any enhancement requests						

**FY 2016 Reduced Resources**

<b>FY 2016 REDUCED RESOURCES</b>						
Item	Agency Submission			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
The agency did not have a reduced resource budget						

**C. FY 2017 – Budget Year**

<b>FY 2017 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 626,714	\$ 551,773	\$ (74,941)
<b>FTE Positions</b>	8.0	8.0	0.0
<b>Change from FY 2016:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ 26,004	\$ 4,428	
All Other Funds	0	0	
TOTAL	\$ 26,004	\$ 4,428	
<i>Percent Change:</i>			
State General Fund	4.3 %	0.8 %	
All Other Funds	--	--	
TOTAL	4.3 %	(0.4) %	
Change in FTE Positions	0.0	0.0	

The **agency** requests an operating budget of \$626,714, all from the State General Fund for FY 2017. This is an increase of \$26,004, or 4.3 percent, above the agency request for FY 2016. Included is a decrease in salaries and wages of \$26,487, or 4.6 percent which is partially offset by a decrease in contractual services of \$483, or 1.6 percent. The increase in salaries and wages includes the funding for 27<sup>th</sup> payroll period that occurs in FY 2017.

The **Governor** recommends \$551,773, all from the State General Fund, for FY 2017. This is an increase of \$4,428, or 0.8

percent, above the FY 2016 Governor's Recommendation. This also is a State General Fund reduction of \$74,941, or 12.0 percent, below the agency's FY 2016 request. The entire reduction was from salaries and wages. Included in the reduction was \$6,175 for a lower employer contribution rate for state employee health insurance and \$68,766 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 11.6 percent. The agency did not include a shrinkage rate in its submitted budget request.

**Enhancements Detail**

<b>FY 2017 ENHANCEMENTS</b>							
Enhancements	Agency Request			Governor's Recommendation			
	SGF	All Funds	FTE	SGF	All Funds	FTE	
The agency did not have any enhancement requests							

**FY 2017 Reduced Resources**

<b>FY 2017 REDUCED RESOURCES</b>							
Item	Agency Submission			Governor's Recommendation			
	SGF	All Funds	FTE	SGF	All Funds	FTE	
The agency did not have a reduced resource budget							

## 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 \$2,241, all 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, FY 2016 longevity payments total \$2,640, all from the State General Fund, and FY 2017 longevity payments total \$2,760, all from the State General Fund.**

**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 \$6,054, all from the State General Fund for FY 2016. This is a reduction of \$6,175, all from the State General Fund, for FY 2017.**

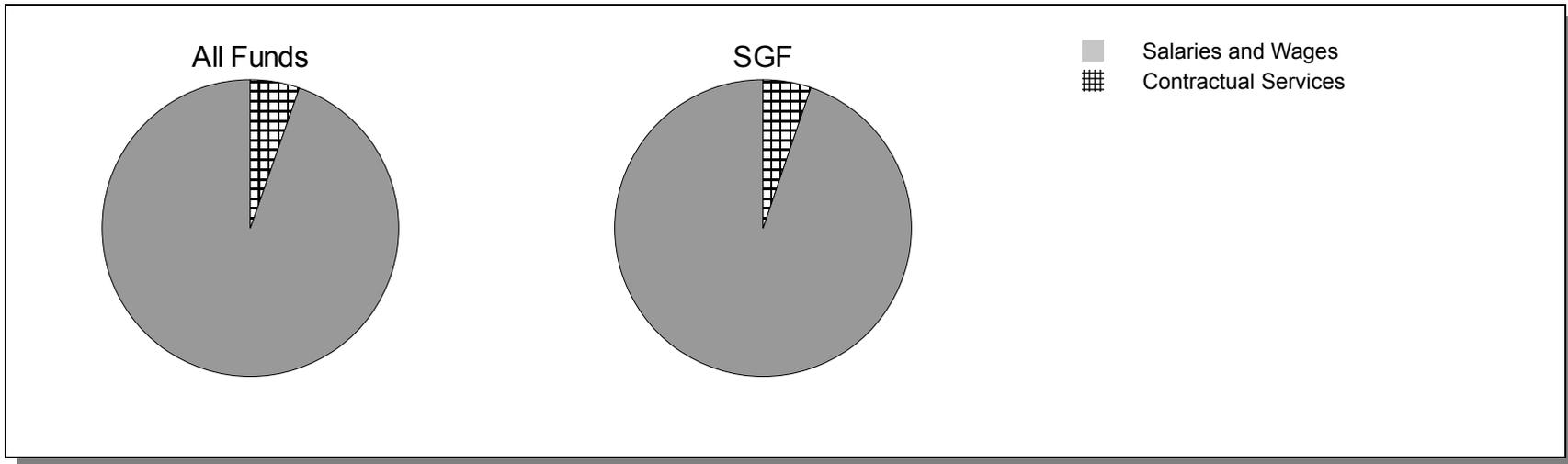
**Kansas Public Employees Retirement System (KPERs) Rate Adjustments.** The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 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.

# PROGRAM DETAIL

## EXPENDITURES BY OBJECT—GOVERNOR’S RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. All Funds FY 2017	Percent of Total
Salaries and Wages	\$ 518,039	94.6 %	\$ 522,950	94.8 %
Contractual Services	29,306	5.4	28,823	5.2
<b>TOTAL</b>	<b>\$ 547,345</b>	<b>100.0 %</b>	<b>\$ 551,773</b>	<b>100.0 %</b>

**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	8.0	8.0	8.0	8.0	8.0	8.0	8.0

**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.