

LANSING CORRECTIONAL FACILITY

	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	\$ 39,904,002	\$ 40,330,391	\$ 40,251,117	\$ 41,662,730	\$ 40,257,689	\$ 43,298,522	\$ 41,624,544
Other Funds	340,000	340,000	340,000	340,000	340,000	340,000	340,000
TOTAL	\$ 40,244,002	\$ 40,670,391	\$ 40,591,117	\$ 42,002,730	\$ 40,597,689	\$ 43,638,522	\$ 41,964,544
Capital Improvements:							
State General Fund	\$ 421,871	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	1,931,500	460,883	460,883	0	0	0	0
TOTAL	\$ 2,353,371	\$ 460,883	\$ 460,883	\$ 0	\$ 0	\$ 0	\$ 0
GRAND TOTAL	\$ 42,597,373	\$ 41,131,274	\$ 41,052,000	\$ 42,002,730	\$ 40,597,689	\$ 43,638,522	\$ 41,964,544

Percentage Change:

Operating Expenditures

State General Fund	(0.4) %	1.1 %	0.9 %	3.3 %	0.0 %	3.9 %	3.4 %
All Funds	(0.8)	1.1	0.9	3.3	0.0	3.9	3.4

FTE Positions	681.0	681.0	681.0	681.0	681.0	681.0	681.0
Non-FTE Perm.Uncl.Pos.	1.0	1.0	1.0	1.0	1.0	1.0	1.0
TOTAL	682.0	682.0	682.0	682.0	682.0	682.0	682.0

AGENCY OVERVIEW

Lansing Correctional Facility (LCF), authorized by the *Kansas Constitution* in 1859 as the Kansas State Penitentiary, is the state's largest facility for the incarceration and rehabilitation of adult male offenders at the minimum, medium, and maximum-custody levels. LCF is comprised of three units with a total capacity of 2,405. The Central Unit has capacity for 1,038 maximum security inmates inside the walled unit that covers 2,637 acres that encompass the Facility's Central and East Units. In 1990, the name of the Kansas State Penitentiary was changed to Lansing Correctional Facility. An additional 743 beds are in the adjacent medium-custody facility. The medium security facility is a pod design rather than the traditional cell house configuration.

The East Unit, formerly known as the Kansas Correctional Institution at Lansing, contains 628 minimum-custody beds. The

East Unit dates back to 1917 when the Legislature provided for a separate institution for women prisoners at Lansing known as the State Industrial Farm for Women. For a period of time, the East Unit had been a co-ed facility housing both male and female inmates. The female prisoners were transferred to the Topeka Correctional Facility during FY 2005.

In FY 1992, Osawatomie Correctional Facility consolidated with the Lansing Correctional Facility. The Osawatomie Correctional Facility is an 80-bed, minimum-security work facility located on the grounds of the Osawatomie State Hospital. The facility was closed in FY 2009 to achieve budget savings.

The LCF complex includes 128 buildings on 2,637 acres of land. The headquarters of Kansas Correctional Industries (KCI), as well as many of the KCI manufacturing shops, is located on the LCF grounds.

MAJOR ISSUES FROM PRIOR YEARS

The **2009 Legislature** approved a 1.25 percent across-the-board State General Fund reduction in FY 2009 and FY 2010 and a 2.75 percent across-the-board State General Fund reduction in FY 2010. The reduction to the Lansing Correctional Facility budget totaled \$457,273, all from the State General Fund, in FY 2009 and \$1.5 million, all from the State General Fund in FY 2010. Due to budget cuts the Department of Corrections suspended operations at the Osawatomie Correctional Facility (OCF), a minimum-custody facility operating by the Lansing Correctional Facility. The capacity at OCF was 70 male inmates.

The **2010 Legislature** approved FY 2010 reductions of \$1,410 from the State General Fund for a 5.0 percent salary reduction, which applied to the warden, and \$56,597 from the State General Fund for a moratorium on contributions to the Kansas Public Employees Retirement System (KPERs) death and disability fund. For FY 2011, the Legislature approved the following adjustments.

- Approved \$690,932 from the State General Fund in enhancement funding to reduce the salaries and wages shrinkage rate.

- Deleted \$56,913 from the State General Fund for a three-month moratorium on contributions to the KPERS death and disability fund.
- Deleted \$275,450 from the State General Fund and instructed the agency to fund longevity bonus payments from within existing resources.
- Approved an undermarket pay adjustment, which included an increase of \$474,971 from the State General Fund for Lansing Correctional Facility.

The **2011 Legislature** approved FY 2012 reductions totaling \$865,387, including \$864,405 from the State General Fund. These adjustments included the following items.

- A decrease of \$340,166, all from the State General Fund, for state employee longevity bonuses that were to be self-funded in FY 2012.
- A decrease of \$464,443, including \$463,447 from the State General Fund, as part of an across-the-board reduction.

- A decrease of \$53,641, all from the State General Fund, for a three month moratorium on contributions to the KPERS death and disability fund.

The **2012 Legislature** approved FY 2013 reductions totaling \$305,650, all from the State General Fund. The adjustments included the following items.

- A decrease of \$49,960, all from the State General Fund, to reduce longevity bonus payments to the statutory \$40 per year of service for eligible employees.
- A decrease of \$199,840, all from the State General Fund, to require the agency to self-fund longevity bonus payments.
- A decrease of \$55,850, all from the State General Fund, to suspend employer contributions to the KPERS group insurance fund for a three month period.

During the **2013 Legislative Session**, the Governor vetoed the agency's entire FY 2015 operating budget.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency** estimates FY 2015 total expenditures of \$41.1 million, including \$40.3 million from the State General Fund. The estimate is an increase of \$580,157, or 1.4 percent, including a State General Fund increase of \$79,274, or 0.2 percent, above

the FY 2015 amount. The overall increase is due to higher capital improvement expenditures for rehabilitation and repair. The agency's estimate does not include the Governor's December 2014 Allotment that reduced approved State General

Fund expenditures and net transfers between the agency and the Department of Corrections system. The estimate includes

681.0 FTE positions, the same as the FY 2015 approved amount.

FY 2015 Governor Recommendation

The **Governor** recommends FY 2015 total expenditures of \$41.1 million, including \$40.3 million from the State General Fund. The recommendation is a decrease of \$79,274, or 0.2

percent, below the agency's FY 2015 estimate. The decrease is due to the inclusion of the Governor's December 9th Allotment. The Governor concurs with the agency's FTE estimate.

FY 2016 Agency Request

The **agency** requests FY 2016 operating expenditures of \$42.0 million, including \$41.7 million from the State General Fund. The request is an increase of \$1.3 million, or 3.3 percent, all from the State General Fund, above the FY 2015 estimate. The request includes enhancements totaling \$957,779, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, capital outlay funding, security vests, and information technology equipment replacement. The request includes 681.0 FTE positions, the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$41.0 million, including \$40.7 from the State General Fund. The

request is an increase of \$374,540, or 0.9 percent, all from the State General Fund, above the FY 2015 estimate. The increase is primarily attributable to higher workers compensation rates, longevity bonuses, and higher cost indices for utilities, partially offset by a reduction in cost indices for commodities.

The agency does not request any capital improvement expenditures. Capital improvement expenditures for FY 2016 are made at the discretion of the Department of Corrections' Central Office.

FY 2016 Governor Recommendation

The **Governor** recommends FY 2016 operating expenditures of \$40.6 million. The recommendation is a decrease of \$1.4 million, or 3.3 percent, all from the State General Fund, below the agency's FY 2016 request. The decrease is due to the Governor not recommending any of the agency's enhancement requests and a reduction of \$447,242 to

reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The Governor concurs with the agency's capital improvements request.

FY 2017 Agency Request

The **agency** requests FY 2017 operating expenditures of \$43.6 million, including \$43.3 million from the State General Fund. The request is an increase of \$1.6 million, or 3.9 percent, above the FY 2016 request. The request includes enhancements totaling \$1.2 million, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, capital outlay funding, security vests, and information technology equipment replacement. The request includes 681.0 FTE positions, the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$42.4 million, including \$42.1 million from the State General Fund. The request is an

increase of \$1.4 million, or 3.4 percent, above the FY 2016 request less enhancements. The increase is mainly due to a 27th payroll period, increased inmate incentive pay based on population projections, and higher cost indices for utilities, partially offset by reduction in cost indices for commodities.

The agency does not request any capital improvement expenditures. Capital improvement expenditures for FY 2017 are made at the discretion of the Department of Corrections' Central Office.

FY 2017 Governor Recommendation

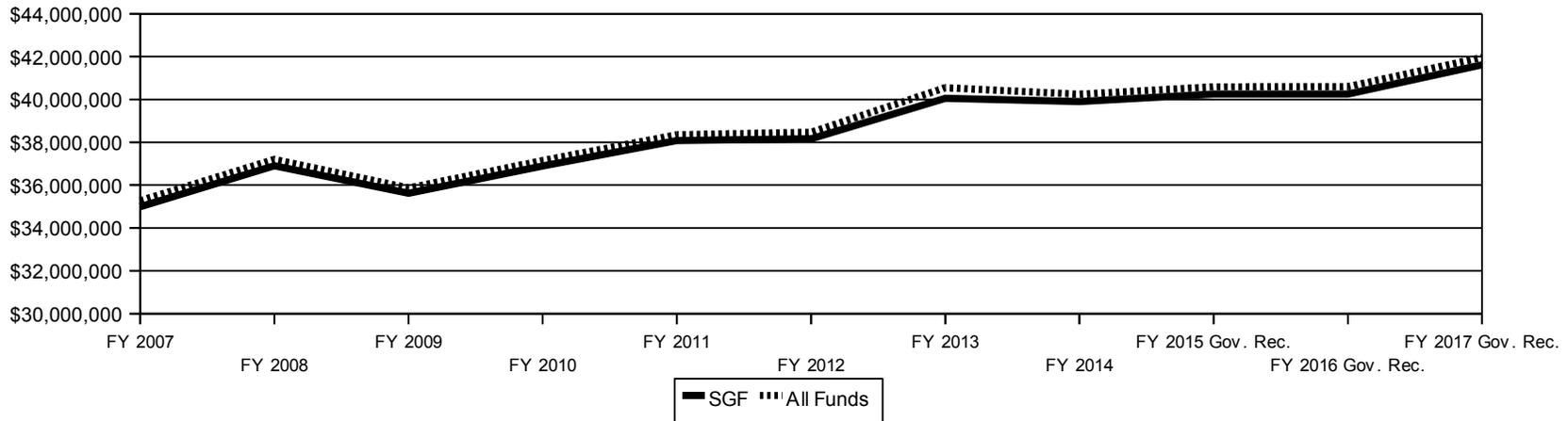
The **Governor** recommends FY 2017 operating expenditures of \$42.0 million, including \$41.6 million from the State General Fund. The recommendation is a decrease of \$1.7 million, or 3.8 percent, all from the State General Fund, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending any of the agency's

enhancement requests and a reduction of \$456,198 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The Governor concurs with the agency's capital improvements request.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 34,989,672	2.5 %	\$ 35,274,672	2.8 %	696.0
2008	36,902,999	5.5	37,202,998	5.5	696.0
2009	35,616,680	(3.5)	35,866,680	(3.6)	701.0
2010	36,897,354	3.6	37,147,354	3.6	699.0
2011	38,077,905	3.2	38,352,934	3.2	683.0
2012	38,167,746	0.2	38,467,746	0.3	680.0
2013	40,057,674	5.0	40,549,655	5.4	679.0
2014	39,904,002	(0.4)	40,244,002	(0.8)	681.0
2015 Gov. Rec.	40,251,117	0.9	40,591,117	0.9	681.0
2016 Gov. Rec.	40,257,689	0.0	40,597,689	0.0	681.0
2017 Gov. Rec.	41,624,544	3.4	41,964,544	3.4	681.0
Eleven-Year Change	\$ 6,634,872	19.0 %	\$ 6,689,872	19.0 %	(15.0)

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
By Program:									
Administration	\$ 2,716,305	\$ 2,674,892	\$ 3,022,222	\$ 347,330	13.0 %	\$ 2,651,393	\$ 2,679,843	\$ 28,450	1.1 %
Security	25,165,886	25,523,465	26,033,309	509,844	2.0	25,539,889	25,414,488	(125,401)	(0.5)
Inmate Transportation	342,916	334,866	340,839	5,973	1.8	332,308	335,510	3,202	1.0
Classification and Programs	4,161,246	4,202,819	4,277,348	74,529	1.8	4,164,720	4,198,803	34,083	0.8
Support Services	7,846,057	7,934,349	8,329,012	394,663	5.0	7,902,807	7,969,045	66,238	0.8
Debt Service	11,592	0	0	0	--	0	0	0	--
TOTAL	\$ 40,244,002	\$ 40,670,391	\$ 42,002,730	\$ 1,332,339	3.3 %	\$ 40,591,117	\$ 40,597,689	\$ 6,572	0.0 %
By Major Object of Expenditure:									
Salaries and Wages	\$ 34,659,556	\$ 34,873,344	\$ 35,520,960	\$ 647,616	1.9 %	\$ 34,796,066	\$ 34,779,640	\$ (16,426)	(0.0)%
Contractual Services	3,546,134	3,573,698	3,657,454	83,756	2.3	3,573,698	3,657,454	83,756	2.3
Commodities	1,971,996	2,150,490	2,081,236	(69,254)	(3.2)	2,148,494	2,074,786	(73,708)	(3.4)
Capital Outlay	53,311	72,859	743,080	670,221	919.9	72,859	85,809	12,950	17.8
Debt Service	11,392	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 40,242,389	\$ 40,670,391	\$ 42,002,730	\$ 1,332,339	3.3 %	\$ 40,591,117	\$ 40,597,689	\$ 6,572	0.0 %
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	1,613	0	0	0	--	0	0	0	--
TOTAL	\$ 40,244,002	\$ 40,670,391	\$ 42,002,730	\$ 1,332,339	3.3 %	\$ 40,591,117	\$ 40,597,689	\$ 6,572	0.0 %
Financing:									
State General Fund	\$ 39,904,002	\$ 40,330,391	\$ 41,662,730	\$ 1,332,339	3.3 %	\$ 40,251,117	\$ 40,257,689	\$ 6,572	0.0 %
General Fees Fund	340,000	340,000	340,000	0	0.0	340,000	340,000	0	0.0
TOTAL	\$ 40,244,002	\$ 40,670,391	\$ 42,002,730	\$ 1,332,339	3.3 %	\$ 40,591,117	\$ 40,597,689	\$ 6,572	0.0 %

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	\$ 3,022,222	\$ 3,150,262	\$ 128,040	4.2 %	\$ 2,679,843	\$ 2,779,281	\$ 99,438	3.7 %
Security	26,033,309	27,259,541	1,226,232	4.7	25,414,488	26,414,221	999,733	3.9
Inmate Transportation	340,839	355,083	14,244	4.2	335,510	346,708	11,198	3.3
Classification and Programs	4,277,348	4,477,550	200,202	4.7	4,198,803	4,352,482	153,679	3.7
Support Services	8,329,012	8,396,086	67,074	0.8	7,969,045	8,071,852	102,807	1.3
Debt Service	0	0	0	--	0	0	0	--
TOTAL	\$ 42,002,730	\$ 43,638,522	\$ 1,635,792	3.9 %	\$ 40,597,689	\$ 41,964,544	\$ 1,366,855	3.4 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 35,520,960	\$ 37,299,949	\$ 1,778,989	5.0 %	\$ 34,779,640	\$ 36,146,495	\$ 1,366,855	3.9 %
Contractual Services	3,657,454	3,773,365	115,911	3.2	3,657,454	3,773,365	115,911	3.2
Commodities	2,081,236	1,966,202	(115,034)	(5.5)	2,074,786	1,959,752	(115,034)	(5.5)
Capital Outlay	743,080	599,006	(144,074)	(19.4)	85,809	84,932	(877)	(1.0)
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 42,002,730	\$ 43,638,522	\$ 1,635,792	3.9 %	\$ 40,597,689	\$ 41,964,544	\$ 1,366,855	3.4 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	--	0	0	0	--
TOTAL	\$ 42,002,730	\$ 43,638,522	\$ 1,635,792	3.9 %	\$ 40,597,689	\$ 41,964,544	\$ 1,366,855	3.4 %
Financing:								
State General Fund	\$ 41,662,730	\$ 43,298,522	\$ 1,635,792	3.9 %	\$ 40,257,689	\$ 41,624,544	\$ 1,366,855	3.4 %
General Fees Fund	340,000	340,000	0	0.0	340,000	340,000	0	0.0
TOTAL	\$ 42,002,730	\$ 43,638,522	\$ 1,635,792	3.9 %	\$ 40,597,689	\$ 41,964,544	\$ 1,366,855	3.4 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$40,328,395 for the Lansing Correctional Facility 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 \$1,996, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.
- An increase of \$263,365, as the result of net transfers within the Department of Corrections system.

- A reduction of \$342,639, as the result of the Governor’s December 9th State General Fund allotment.

These adjustments change the FY 2015 approved State General Fund to \$40,251,117. 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	\$ 40,251,117	\$ 40,330,391	\$ 79,274	\$ 40,251,117	\$ 0
All Other Funds	300,000	800,883	500,883	800,883	500,883
TOTAL	<u>\$ 40,551,117</u>	<u>\$ 41,131,274</u>	<u>\$ 580,157</u>	<u>\$ 41,052,000</u>	<u>\$ 500,883</u>
FTE Positions	681.0	681.0	0.0	681.0	0.0

The **agency** estimates FY 2015 total expenditures of \$41.1 million, including \$40.3 million from the State General Fund. The estimate is an increase of \$580,157, or 1.4 percent, including a State General Fund increase of \$79,274, or 0.2 percent, above the FY 2015 amount. The overall increase is due to higher capital improvement expenditures for rehabilitation and repair. The agency's estimate does not include the Governor's December 9th Allotment that reduced approved State General Fund expenditures and net transfers between the agency and the Department of Corrections system. The estimate includes

681.0 FTE positions, the same as the FY 2015 approved amount.

The **Governor** recommends FY 2015 total expenditures of \$41.1 million, including \$40.3 million from the State General Fund. The recommendation is a decrease of \$79,274, or 0.2 percent, below the agency's FY 2015 estimate. The decrease is due to the inclusion of the Governor's December 2014 Allotment. The Governor concurs with the agency's FTE estimate.

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	\$ (340,643)	\$ (340,643)	0.0
Lapse Reappropriations	(1,996)	(1,996)	0.0
TOTAL	<u>\$ (342,639)</u>	<u>\$ (342,639)</u>	<u>0.0</u>

Kansas Public Employees Retirement System (KPERS) Reduction:

A reduction of \$340,643, 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 State General Fund expenditures.

Reappropriations Lapse:

A reduction of \$1,996, as a result of the Governor’s State General Fund reappropriation allotment. This is a reduction to the total FY 2015 State General Fund reappropriation of \$1,996 for the agency.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY			
	Agency Request	Governor’s Recommendation	Difference
	<u> </u>	<u> </u>	<u> </u>
Total Request/Recommendation	\$ 42,002,730	\$ 40,597,689	\$ (1,405,041)
FTE Positions	681.0	681.0	0.0
 <i>Change from FY 2015:</i>			
<i>Dollar Change:</i>			
State General Fund	\$ 1,332,339	\$ 6,572	
All Other Funds	0	0	
TOTAL	<u>\$ 1,332,339</u>	<u>\$ 6,572</u>	
 <i>Percent Change:</i>			
State General Fund	3.3 %	0.0 %	
All Other Funds	0.0	0.0	
TOTAL	<u>3.3 %</u>	<u>0.0 %</u>	
 Change in FTE Positions	 0.0	 0.0	

The **agency** requests FY 2016 operating expenditures of \$42.0 million, including \$41.7 million from the State General Fund. The request is an increase of \$1.3 million, or 3.3 percent, all from the State General Fund, above the FY 2015 estimate. The request includes enhancements totaling \$957,779, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, capital outlay funding, security vests, and information technology equipment replacement. The request includes 681.0 FTE positions, the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$41.0 million, including \$40.7 from the State General Fund. The request is an increase of \$374,540, or 0.9 percent, all from the State General Fund, above the FY 2015 estimate. The major changes for FY 2016 include the following items.

- **Salaries and Wages.** The request includes \$35.5 million for salaries and wages. The request is an increase of \$647,616, or 1.9 percent, above the FY 2015 estimate. The increase is mainly due to longevity bonuses, workers compensation rates, and an enhancement of \$294,078, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$35.2 million for salaries and wages.
- **Contractual Services.** The agency requests \$3.7 million for contractual services. The request is an increase of \$83,756, or 2.3 percent, above the FY 2015 estimate. The increase is primarily attributable to higher cost indices for computer services, printing, electricity, and natural gas services.

- **Commodities.** The agency requests \$2.1 million for commodities. The request is a decrease of \$69,254, or 3.2 percent, below the FY 2015 estimate. The decrease is predominantly due to reduced cost indices for clothing and household supplies partially offset by an enhancement of \$6,450, all from the State General Fund, for new security vests. **Absent the enhancement**, the agency requests \$2.1 million for commodities.
- **Capital Outlay.** The agency requests \$743,080 for capital outlay. The request is an increase of \$670,221, or 919.9 percent, above the FY 2015 estimate. The increase is mainly attributable to enhancements totaling \$657,271, all from the State General Fund, for vehicle replacements, capital outlay upgrades, and IT equipment replacements. **Absent the enhancements**, the agency requests \$85,809 for capital outlay.

The **Governor** recommends FY 2016 operating expenditures of \$40.6 million. The recommendation is a decrease of \$1.4 million, or 3.3 percent, all from the State General Fund, below the agency's FY 2016 request. The decrease is due to the Governor not recommending any of the agency's enhancement requests and a reduction of \$447,242 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

Enhancements Detail

Enhancements	FY 2016 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Fringe Benefit Shortfalls	\$ 294,078	\$ 294,078	0.0	\$ 0	\$ 0	0.0
Vehicle Replacements	168,936	168,936	0.0	0	0	0.0
Capital Outlay Upgrade	196,910	196,910	0.0	0	0	0.0
IT Equipment Replacement	291,425	291,425	0.0	0	0	0.0
Security Vests	6,450	6,450	0.0	0	0	0.0
TOTAL	\$ 957,799	\$ 957,799	0.0	\$ 0	\$ 0	0.0

The **agency** requests enhancements totaling \$957,799, all from the State General Fund. The enhancement request includes the following items.

- **Fringe Benefit Shortfalls.** The agency requests \$294,078 for fringe benefit shortfalls. The agency states it cannot fund the KPERs rate and health insurance rate increases without holding an additional 5.7 FTE positions open.
- **Vehicle Replacements.** The agency requests \$168,936 for vehicle replacements. The agency would like to replace eight vehicles for FY 2016 including three inmate transport vans, two sedans, one used inmate work crew bus, one mid-size utility vehicle, and one pickup for the maintenance department.

- **Capital Outlay Funding.** The agency requests \$196,910 for capital outlay funding. The agency states it needs to replace its industrial washers, a heartbeat detector for security, and other various maintenance items.
- **IT Equipment Replacement.** The agency requests \$291,425 for IT equipment replacement. This would allow the agency to update 25.0 percent of its out-of-date technology.
- **Security Vests.** The agency requests \$6,450 to purchase 25 additional security vests.

The **Governor** does not recommend any of the agency's enhancement requests.

C FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 43,638,522	\$ 41,964,544	\$ (1,673,978)
FTE Positions	681.0	681.0	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 1,635,792	\$ 1,366,855	
All Other Funds	0	0	
TOTAL	<u>\$ 1,635,792</u>	<u>\$ 1,366,855</u>	
<i>Percent Change:</i>			
State General Fund	3.9 %	3.4 %	
All Other Funds	0.0	0.0	
TOTAL	<u>3.9 %</u>	<u>3.4 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests FY 2017 operating expenditures of \$43.6 million, including \$43.3 million from the State General Fund. The request is an increase of \$1.6 million, or 3.9 percent, above the FY 2016 request. The request includes enhancements totaling \$1.2 million, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, capital outlay funding, security vests, and information technology equipment replacement. The request includes 681.0 FTE

positions, the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$42.4 million, including \$42.1 million from the State General Fund. The request is an increase of \$1.4 million, or 3.4 percent, above the FY 2016 request less enhancements. The major changes for FY 2017 include the following items.

- **Salaries and Wages.** The agency requests \$37.3 million for salaries and wages. The request is an increase of \$1.8 million, or 5.0 percent, above the FY 2016 request. The increase is mainly due to a 27th payroll period and an enhancement of \$697,256, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$36.6 million.
- **Contractual Services.** The agency requests \$3.8 million for contractual services. The request is an increase of \$115,911, or 3.2 percent, above the FY 2016 request. The increase is primarily attributable to increased inmate incentive pay based on population projections and higher cost indices for computer services, electricity, and natural gas services.
- **Commodities.** The agency requests \$2.0 million for commodities. The request is a decrease of \$115,034, or 5.5 percent, below the FY 2016 request. The decrease is predominantly due to reduced cost indices for clothing and household

supplies partially offset by an enhancement of \$6,450, all from the State General Fund, for new security vests. **Absent the enhancement**, the agency requests \$2.0 million for commodities.

- **Capital Outlay.** The agency requests \$599,006 for capital outlay. The request is a decrease of \$144,074, or 19.4 percent, below the FY 2016 request. The decrease is mainly attributable to a lowered enhancement request of \$514,074, all from the State General Fund, for vehicle replacements, capital outlay upgrades, and IT equipment replacements. **Absent the enhancements**, the agency requests \$84,932.

The **Governor** recommends FY 2017 operating expenditures of \$42.0 million, including \$41.6 million from the State General Fund. The recommendation is a decrease of \$1.7 million, or 3.8 percent, all from the State General Fund, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending any of the agency's enhancement requests and a reduction of \$456,198 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

Enhancements Detail

Enhancements	FY 2017 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Fringe Benefit Shortfalls	\$ 697,256	\$ 697,256	0.0	\$ 0	\$ 0	0.0
Vehicle Replacements	107,100	107,100	0.0	0	0	0.0
Capital Outlay Upgrades	115,549	115,549	0.0	0	0	0.0
IT Equipment Replacement	291,425	291,425	0.0	0	0	0.0
Security Vests	6,450	6,450	0.0	0	0	0.0
TOTAL	\$ 1,217,780	\$ 1,217,780	0.0	\$ 0	\$ 0	0.0

The **agency** requests enhancements totaling \$1.2 million, all from the State General Fund. The enhancement request includes the following items.

- **Fringe Benefit Shortfalls.** The agency requests \$697,256 for fringe benefit shortfalls. The agency states it cannot fund the KPERs rate and health insurance rate increases without holding an additional 12.8 FTE positions open.
- **Vehicle Replacements.** The agency requests \$107,100 for vehicle replacements. The agency would like to replace five vehicles for FY 2017 including two sedans, two vans, and one pickup.
- **Capital Outlay Funding.** The agency requests \$115,549 for capital outlay funding. The agency

states it needs to replace its industrial washers, a heartbeat detector for security, and other various maintenance items.

- **IT Equipment Replacement.** The agency requests \$291,425 for IT equipment replacement. This would allow the agency to update 25.0 percent of its out-of-date technology.
- **Security Vests.** The agency requests \$6,450 for security vests. This would allow for 25 additional security vests to be purchased.

The **Governor** does not recommend any of the agency's enhancement requests.

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 \$186,829, all from the State General Fund, and affects 601 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 \$186,840, all from the State General Fund, and FY 2017 longevity payments total \$208,360, 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 \$447,242, all from the State General Fund for FY 2016. This is a reduction of \$456,198, 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.

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	99.2 %	99.2 %	99.2 %	99.2 %
General Fees Fund	0.8	0.8	0.8	0.8
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.

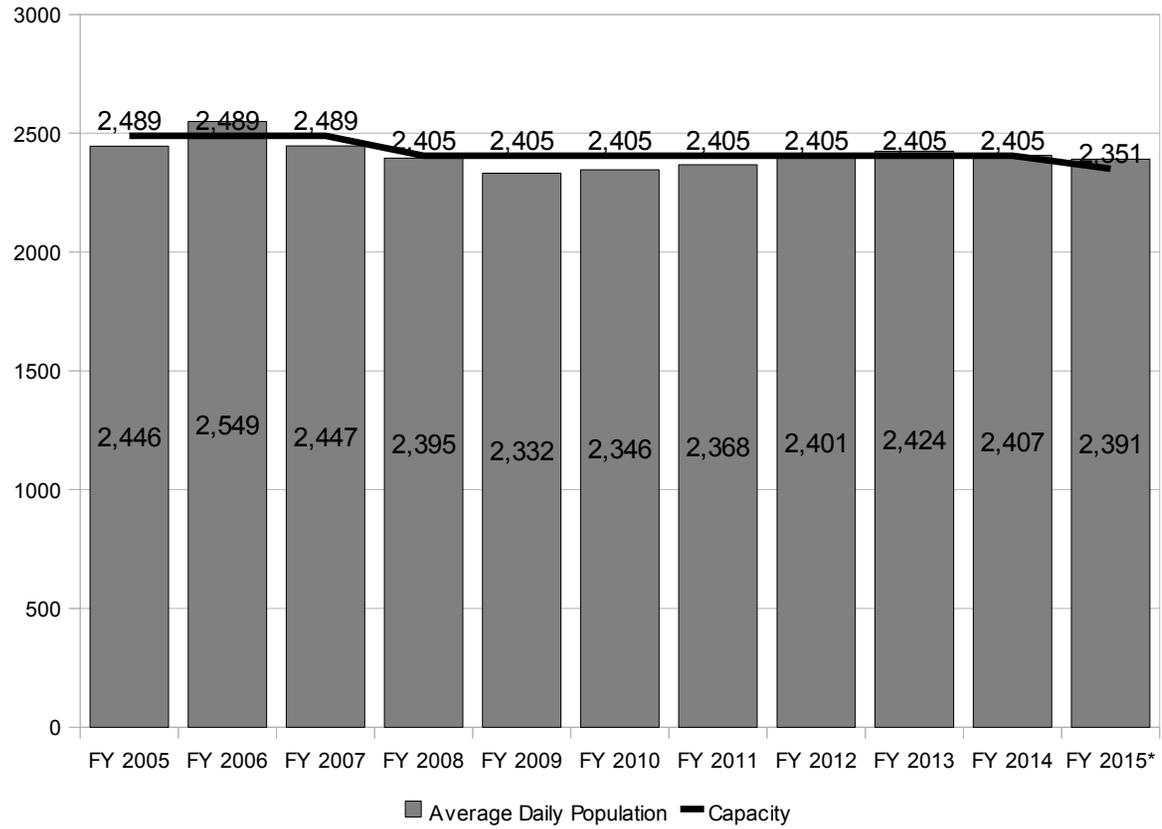
General Fees Fund

The General Fees Fund at Lansing Correctional facility is funded primarily through salary reimbursement of inmates employed by private industry in the facility. Other receipts could include the sale of grease and scrap materials, insurance

payments, and restitution payments, but the actual receipt sources vary from year to year.

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	\$ 156,343	\$ 154,096	\$ 154,096	\$ 108,921	\$ 108,921	\$ 64,745	\$ 64,745
Revenue	337,931	294,825	294,825	295,824	295,824	298,862	298,862
Transfers in	0	0	0	0	0	0	0
Total Funds Available	\$ 494,274	\$ 448,921	\$ 448,921	\$ 404,745	\$ 404,745	\$ 363,607	\$ 363,607
Less: Expenditures	340,000	340,000	340,000	340,000	340,000	340,000	340,000
Transfers Out	0	0	0	0	0	0	0
Off Budget Expenditures	178	0	0	0	0	0	0
Ending Balance	<u>\$ 154,096</u>	<u>\$ 108,921</u>	<u>\$ 108,921</u>	<u>\$ 64,745</u>	<u>\$ 64,745</u>	<u>\$ 23,607</u>	<u>\$ 23,607</u>
Ending Balance as Percent of Expenditures	45.3%	32.0%	32.0%	19.0%	19.0%	6.9%	6.9%
Month Highest Ending Balance	December <u>\$ 267,347</u>	December <u>\$ 263,504</u>	December <u>\$ 263,504</u>	December <u>\$ 186,255</u>	December <u>\$ 186,255</u>	December <u>\$ 110,714</u>	December <u>\$ 110,714</u>
Month Lowest Ending Balance	April <u>\$ 126,638</u>	April <u>\$ 124,818</u>	April <u>\$ 124,818</u>	April <u>\$ 88,226</u>	April <u>\$ 88,226</u>	April <u>\$ 52,443</u>	April <u>\$ 52,443</u>

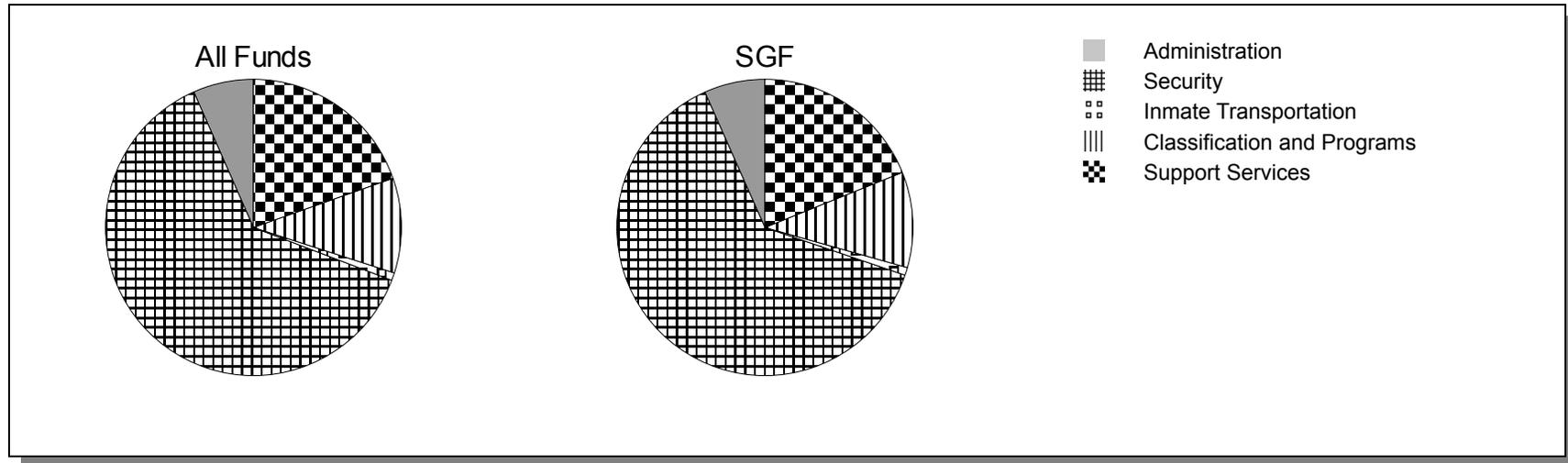
Capacity and Average Daily Population



*Average Daily Population as of January 14, 2015

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
Administration	\$ 2,679,843	6.6 %	\$ 2,679,843	6.7 %
Security	25,414,488	62.6	25,414,488	63.1
Inmate Transportation	335,510	0.8	335,510	0.8
Classification and Programs	4,198,803	10.3	4,198,803	10.4
Support Services	7,969,045	19.6	7,629,045	19.0
TOTAL	\$ 40,597,689	100.0 %	\$ 40,257,689	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
Administration	44.0	44.0	44.0	44.0	44.0	44.0	44.0
Security	506.0	505.0	505.0	505.0	505.0	505.0	505.0
Inmate Transportation	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Classification and Programs	70.0	71.0	71.0	71.0	71.0	71.0	71.0
Support Services	56.0	56.0	56.0	56.0	56.0	56.0	56.0
Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>681.0</u>	<u>681.0</u>	<u>681.0</u>	<u>681.0</u>	<u>681.0</u>	<u>681.0</u>	<u>681.0</u>

A. Administration

The Administration program provides overall management and operation control of the Lansing Correctional Facility. Functions of the Administration program include program direction and technical assistance, including fiscal, personnel,

training assistance to the other programs within the facility, and security resources and support as liaison with other state agencies, federal and local units of government, and the general public.

ADMINISTRATION
SUMMARY OF EXPENDITURES FY 2014 – 2017

Item	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
Expenditures:							
Salaries and Wages	\$ 2,471,929	\$ 2,443,829	\$ 2,420,330	\$ 2,490,178	\$ 2,439,224	\$ 2,614,066	\$ 2,534,510
Contractual Services	235,368	226,868	226,868	232,512	232,512	239,805	239,805
Commodities	5,843	4,195	4,195	4,287	4,287	4,386	4,386
Capital Outlay	1,552	0	0	295,245	3,820	292,005	580
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 2,714,692	\$ 2,674,892	\$ 2,651,393	\$ 3,022,222	\$ 2,679,843	\$ 3,150,262	\$ 2,779,281
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	1,613	0	0	0	0	0	0
TOTAL	\$ 2,716,305	\$ 2,674,892	\$ 2,651,393	\$ 3,022,222	\$ 2,679,843	\$ 3,150,262	\$ 2,779,281
Financing:							
State General Fund	\$ 2,716,305	\$ 2,674,892	\$ 2,651,393	\$ 3,022,222	\$ 2,679,843	\$ 3,150,262	\$ 2,779,281
All Other Funds	0	0	0	0	0	0	0
TOTAL	\$ 2,716,305	\$ 2,674,892	\$ 2,651,393	\$ 3,022,222	\$ 2,679,843	\$ 3,150,262	\$ 2,779,281
FTE Positions	44.0	44.0	44.0	44.0	44.0	44.0	44.0
Non-FTE Uncl. Perm. Pos.	1.0	1.0	1.0	1.0	1.0	1.0	1.0
TOTAL	45.0	45.0	45.0	45.0	45.0	45.0	45.0

The **agency** requests FY 2016 operating expenditures of \$3.0 million, all from the State General Fund. The request is an increase of \$347,330, or 13.0 percent, above the FY 2015 estimate. The request contains enhancements totaling \$313,403, all from the State General Fund, for fringe benefit shortfalls and IT equipment replacement. The request includes 44.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$2.7 million.

The request is an increase of \$33,927, or 1.3 percent, above the FY 2015 estimate. The increase is due to higher fringe benefit costs and contractual services for computer services and printing.

The **Governor** recommends FY 2016 operating expenditures of \$2.7 million, all from the State General Fund. The recommendation is a decrease of \$342,379, or 11.3

percent, below the agency's FY 2016 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$28,976 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The **agency** requests FY 2017 operating expenditures of \$3.2 million, all from the State General Fund. The request is an increase of \$128,040, or 4.2 percent, above the FY 2016 request. The request contains enhancements totaling \$341,425, all from the State General Fund, for fringe benefit shortfalls and IT equipment replacement. The request includes 44.0 FTE positions, which is the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$2.8 million. The

B. Security

The Security program provides supervision, surveillance, and control of the inmate population. Other responsibilities include security for work detail and program assignment, operation of the admission and discharge unit, inmate property section, yard security, dining hall security, intra-institution movement, search of inmates, and inmate activities. Security

request is an increase of \$100,018, or 3.7 percent, above the FY 2016 request less enhancements. The increase is mainly attributable to a 27th payroll period and higher contractual services for computer services.

The **Governor** recommends FY 2017 operating expenditures of \$2.8 million, all from the State General Fund. The recommendation is a decrease of \$370,981, or 11.8 percent, below the agency's FY 2017 request. The decrease is due to the Governor not recommending the agency's enhancement requests and a reduction of \$29,556 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

also provides the services of an intelligence and investigation section for the investigation of all major and minor incidents relating to the security of the institution including background investigations of prospective employees, volunteers and inmate visitors. The program contains the agency's largest number of FTE positions.

SECURITY
SUMMARY OF EXPENDITURES FY 2014 – 2017

Item	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
Expenditures:							
Salaries and Wages	\$ 24,981,634	\$ 25,290,129	\$ 25,306,553	\$ 25,758,223	\$ 25,217,252	\$ 27,053,270	\$ 26,214,400
Contractual Services	45,779	51,584	51,584	53,548	53,548	55,419	55,419
Commodities	127,628	161,704	161,704	123,810	117,360	124,762	118,312
Capital Outlay	10,845	20,048	20,048	97,728	26,328	26,090	26,090
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 25,165,886	\$ 25,523,465	\$ 25,539,889	\$ 26,033,309	\$ 25,414,488	\$ 27,259,541	\$ 26,414,221
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 25,165,886</u>	<u>\$ 25,523,465</u>	<u>\$ 25,539,889</u>	<u>\$ 26,033,309</u>	<u>\$ 25,414,488</u>	<u>\$ 27,259,541</u>	<u>\$ 26,414,221</u>
Financing:							
State General Fund	\$ 25,165,886	\$ 25,523,465	\$ 25,539,889	\$ 26,033,309	\$ 25,414,488	\$ 27,259,541	\$ 26,414,221
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u>\$ 25,165,886</u>	<u>\$ 25,523,465</u>	<u>\$ 25,539,889</u>	<u>\$ 26,033,309</u>	<u>\$ 25,414,488</u>	<u>\$ 27,259,541</u>	<u>\$ 26,414,221</u>
FTE Positions	506.0	505.0	505.0	505.0	505.0	505.0	505.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>506.0</u>	<u>505.0</u>	<u>505.0</u>	<u>505.0</u>	<u>505.0</u>	<u>505.0</u>	<u>505.0</u>

The **agency** requests FY 2016 operating expenditures of \$26.0 million, all from the State General Fund. The request is an increase of \$509,844, or 2.0 percent, above the FY 2015 estimate. The request contains enhancements totaling \$87,352, all from the State General Fund, for fringe benefit shortfalls, security system upgrades, and new security vests. The request includes 505.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests

\$25.7 million. The request is an increase of \$222,492, or 0.9 percent, above the FY 2015 estimate. The major changes for FY 2016 include the following items.

- **Salaries and Wages.** The agency requests \$25.8 million for salaries and wages. The request is an increase of \$468,094, or 1.9 percent, above the FY 2015 estimate. The increase is mainly

attributable to higher workers compensation rates, and an enhancement of \$209,502, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$25.5 million for salaries and wages.

- **Commodities.** The agency requests \$123,810 for commodities. The request is a decrease of \$37,894, or 23.4 percent, below the FY 2015 estimate. The decrease is due to lowered cost indices for commodities, partially offset by an enhancement request of \$6,450, all from the State General Fund, for new security vests. **Absent the enhancement**, the agency requests \$117,360 for commodities.
- **Capital Outlay.** The agency requests \$97,728 for capital outlay. The request is an increase of \$77,680, or 387.5 percent, above the FY 2015 estimate. The increase is primarily attributable to an enhancement totaling \$71,400, all from the State General Fund, for security equipment replacement. **Absent the enhancement**, the agency requests \$26,328 for capital outlay.

The **Governor** recommends FY 2016 operating expenditures of \$25.4 million, all from the State General Fund.

C. Inmate Transportation

The Inmate Transportation program provides for the orderly and secure movement of inmates by using a regularly scheduled program of transportation. The inmates transported consist of those transferred to and from other jurisdictions, both in-state and out-of-state. The program is composed of three hubs: one at Lansing Correctional Facility, one at Hutchinson Correctional Facility, and a small hub with a single employee at

The recommendation is a decrease of \$618,821, or 2.4 percent, below the agency's FY 2016 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$331,469 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The **agency** requests FY 2017 operating expenditures of \$27.3 million, all from the State General Fund. The request is an increase of \$1.2 million, or 4.7 percent, above the FY 2016 request. The request contains enhancements totaling \$507,213, all from the State General Fund, for fringe benefit shortfalls and new security vests. The request includes 505.0 FTE positions, which is the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$26.8 million. The request is an increase of \$1.0 million, or 3.9 percent, above the FY 2016 request less enhancements. The increase is predominantly due to a 27th payroll period.

The **Governor** recommends FY 2017 operating expenditures of \$26.4 million, all from the State General Fund. The recommendation is a decrease of \$845,320, or 3.1 percent, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$338,107 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

Norton Correctional Facility. Lansing Correctional Facility assumed responsibility of the second hub during March 2001, following the relocation of the Reception and Diagnostic Unit to El Dorado Correctional Facility from Topeka Correctional Facility. One Corrections Specialist I and four Corrections Officer II currently staff the Lansing Correctional Facility Inmate Transportation Unit.

**INMATE TRANSPORTATION
SUMMARY OF EXPENDITURES FY 2014 – 2017**

Item	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
Expenditures:							
Salaries and Wages	\$ 267,946	\$ 257,061	\$ 254,503	\$ 261,470	\$ 256,141	\$ 274,176	\$ 265,801
Contractual Services	68,924	70,388	70,388	71,937	71,937	73,460	73,460
Commodities	6,046	7,417	7,417	7,432	7,432	7,447	7,447
Capital Outlay	0	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 342,916	\$ 334,866	\$ 332,308	\$ 340,839	\$ 335,510	\$ 355,083	\$ 346,708
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 342,916</u>	<u>\$ 334,866</u>	<u>\$ 332,308</u>	<u>\$ 340,839</u>	<u>\$ 335,510</u>	<u>\$ 355,083</u>	<u>\$ 346,708</u>
Financing:							
State General Fund	\$ 342,916	\$ 334,866	\$ 332,308	\$ 340,839	\$ 335,510	\$ 355,083	\$ 346,708
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u>\$ 342,916</u>	<u>\$ 334,866</u>	<u>\$ 332,308</u>	<u>\$ 340,839</u>	<u>\$ 335,510</u>	<u>\$ 355,083</u>	<u>\$ 346,708</u>
FTE Positions	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>5.0</u>	<u>5.0</u>	<u>5.0</u>	<u>5.0</u>	<u>5.0</u>	<u>5.0</u>	<u>5.0</u>

The **agency** requests FY 2016 operating expenditures of \$340,839, all from the State General Fund. The request is an increase of \$5,973, or 1.8 percent, above the FY 2015 estimate. The increase is attributable to longevity bonuses and an enhancement of \$2,189, all from the State General Fund, for fringe benefit shortfalls. The request includes 5.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancement**, the agency requests \$338,650.

The **Governor** recommends FY 2016 operating expenditures of \$335,510, all from the State General Fund. The recommendation is a decrease of \$5,329, or 1.6 percent, below the agency's FY 2016 request. The decrease is attributable to the Governor not recommending the agency's enhancement request and a reduction of \$3,140 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The **agency** requests FY 2017 operating expenditures of \$355,083, all from the State General Fund. The request is an increase of \$14,244, or 4.2 percent, above the FY 2016 request. The increase is due to a 27th payroll period and an enhancement of \$5,172, all from the State General Fund, for fringe benefit shortfalls. The request includes 5.0 FTE positions, which is the same as the FY 2016 request. **Absent the enhancement**, the agency requests \$349,911.

D. Classification and Programs

Classification and Programs is composed of the following sub-programs: Classification and Records, which reports and records all pertinent information regarding the movement and progress of Lansing Correctional Facility inmates including the inmates movements, behavior, progress, disciplinary history and program participation; Activities and Fitness, which provides recreational opportunities for inmates and is responsible for arts and crafts, the music program and inmate self-help organizations such as Alcoholics/Narcotics Anonymous; Library

The **Governor** recommends FY 2017 operating expenditures of \$346,708, all from the State General Fund. The recommendation is a decrease of \$8,375, or 2.4 percent, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$3,203 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

Services are available in all LCF facilities providing traditional book and periodical services plus law library services; Chaplaincy Services, which provides religious counseling and services; Volunteer services, which recruits, screens, selects, trains, develops, and conducts the services of over 350 religious activities, administrative and self-help volunteers; and supervision/coordination of the Facility's extensive outside volunteer services.

CLASSIFICATION AND PROGRAMS
SUMMARY OF EXPENDITURES FY 2014 – 2017

Item	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
Expenditures:							
Salaries and Wages	\$ 3,803,058	\$ 3,843,199	\$ 3,805,100	\$ 3,913,644	\$ 3,835,099	\$ 4,108,109	\$ 3,983,041
Contractual Services	353,873	358,127	358,127	359,318	359,318	365,054	365,054
Commodities	1,462	1,493	1,493	1,526	1,526	1,527	1,527
Capital Outlay	2,853	0	0	2,860	2,860	2,860	2,860
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 4,161,246	\$ 4,202,819	\$ 4,164,720	\$ 4,277,348	\$ 4,198,803	\$ 4,477,550	\$ 4,352,482
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 4,161,246</u>	<u>\$ 4,202,819</u>	<u>\$ 4,164,720</u>	<u>\$ 4,277,348</u>	<u>\$ 4,198,803</u>	<u>\$ 4,477,550</u>	<u>\$ 4,352,482</u>
Financing:							
State General Fund	\$ 4,161,246	\$ 4,202,819	\$ 4,164,720	\$ 4,277,348	\$ 4,198,803	\$ 4,477,550	\$ 4,352,482
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u>\$ 4,161,246</u>	<u>\$ 4,202,819</u>	<u>\$ 4,164,720</u>	<u>\$ 4,277,348</u>	<u>\$ 4,198,803</u>	<u>\$ 4,477,550</u>	<u>\$ 4,352,482</u>
FTE Positions	70.0	71.0	71.0	71.0	71.0	71.0	71.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>70.0</u>	<u>71.0</u>	<u>71.0</u>	<u>71.0</u>	<u>71.0</u>	<u>71.0</u>	<u>71.0</u>

The **agency** requests FY 2016 operating expenditures of \$4.3 million, all from the State General Fund. The request is an increase of \$74,529, or 1.8 percent, above the FY 2015 estimate. The request contains an enhancement totaling \$32,702, all from the State General Fund, for fringe benefit shortfalls. The request includes 71.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancement**, the agency requests \$4.2 million. The request is an increase of

\$41,827, or 1.0 percent, above the FY 2015 estimate. The increase is mainly due to higher workers compensation rates, longevity bonuses, and replacing floor buffers.

The **Governor** recommends FY 2016 operating expenditures of \$4.2 million, all from the State General Fund. The recommendation is a decrease of \$78,545, or 1.8 percent, below the agency's FY 2016 request. The decrease is

attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$45,843 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The **agency** requests FY 2017 operating expenditures of \$4.5 million, all from the State General Fund. The request is an increase of \$200,202, or 4.7 percent, above the FY 2016 request. The increase is attributable to a 27th payroll period, higher offender incentive pay based on prison population projections, and an enhancement of \$78,307, all from the State

E. Support Services

The Support Services program consists of three sub-programs: Mechanical Services, Maintenance, and Laundry and Supply. Mechanical Services provides maintenance and repairs for all equipment, buildings, locking systems, and grounds. Mechanical Services also performs facility renovations, construction, oversight/services for ongoing capital improvement projects, solid waste disposal, waste water collection and disposal, water treatment and distribution, electric power

General Fund, for fringe benefit shortfalls. The request includes 71.0 FTE positions, which is the same as the FY 2016 request.

The **Governor** recommends FY 2017 operating expenditures of \$4.4 million, all from the State General Fund. The recommendation is a decrease of \$125,068, or 2.8 percent, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$46,761 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

distribution and emergency power distribution. Maintenance responsibilities include the vehicle maintenance operation which oversees the preventive maintenance, repair, and fuel for all vehicles and a multitude of small engine items. Laundry and Supply provides laundry services to inmates as well as the supply functions of requisitioning, stocking, issuance and maintaining inventory for all institutional expendable supplies and equipment.

SUPPORT SERVICES
SUMMARY OF EXPENDITURES FY 2014 – 2017

Item	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
Expenditures:							
Salaries and Wages	\$ 3,134,989	\$ 3,039,126	\$ 3,009,580	\$ 3,097,445	\$ 3,031,924	\$ 3,250,328	\$ 3,148,743
Contractual Services	2,841,990	2,866,731	2,866,731	2,940,139	2,940,139	3,039,627	3,039,627
Commodities	1,831,017	1,975,681	1,973,685	1,944,181	1,944,181	1,828,080	1,828,080
Capital Outlay	38,061	52,811	52,811	347,247	52,801	278,051	55,402
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 7,846,057	\$ 7,934,349	\$ 7,902,807	\$ 8,329,012	\$ 7,969,045	\$ 8,396,086	\$ 8,071,852
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 7,846,057</u>	<u>\$ 7,934,349</u>	<u>\$ 7,902,807</u>	<u>\$ 8,329,012</u>	<u>\$ 7,969,045</u>	<u>\$ 8,396,086</u>	<u>\$ 8,071,852</u>
Financing:							
State General Fund	\$ 7,506,057	\$ 7,594,349	\$ 7,562,807	\$ 7,989,012	\$ 7,629,045	\$ 8,056,086	\$ 7,731,852
All Other Funds	340,000	340,000	340,000	340,000	340,000	340,000	340,000
TOTAL	<u>\$ 7,846,057</u>	<u>\$ 7,934,349</u>	<u>\$ 7,902,807</u>	<u>\$ 8,329,012</u>	<u>\$ 7,969,045</u>	<u>\$ 8,396,086</u>	<u>\$ 8,071,852</u>
FTE Positions	56.0	56.0	56.0	56.0	56.0	56.0	56.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>56.0</u>	<u>56.0</u>	<u>56.0</u>	<u>56.0</u>	<u>56.0</u>	<u>56.0</u>	<u>56.0</u>

The **agency** requests FY 2016 operating expenditures of \$8.3 million, including \$8.0 million from the State General Fund. The request is an increase of \$394,663, or 5.0 percent, all from the State General Fund, above the FY 2015 estimate. The request contains enhancements totaling \$322,153, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, and capital outlay upgrades. The request includes 56.0 FTE positions, which is the same as the FY 2015

estimate. **Absent the enhancements**, the agency requests \$8.0 million, including \$7.7 million from the State General Fund. The request is an increase of \$72,150, or 0.9 percent, all from the State General Fund, above the FY 2015 estimate. The major changes for FY 2016 include the following items.

- **Salaries and Wages.** The agency requests \$3.1 million for salaries and wages. The request is an

increase of \$58,319, or 1.9 percent, above the FY 2015 estimate. The increase is primarily attributable to longevity bonuses and an enhancement of \$27,707, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$3.1 million.

- **Contractual Services.** The agency requests \$2.9 million for contractual services. The request is an increase of \$73,408, or 2.6 percent, above the FY 2015 estimate. The increase is due to higher cost indices for electricity and natural gas services.
- **Commodities.** The agency requests \$1.9 million for commodities. The request is a decrease of \$31,500, or 1.6 percent, below the FY 2015 estimate. The decrease is attributable to reduced cost indices for household supplies and clothing.
- **Capital Outlay.** The agency requests \$347,247 for capital outlay. The request is an increase of \$294,436, or 557.5 percent, above the FY 2015 estimate. The increase is predominantly due to enhancements totaling \$294,446, all from the State General Fund, for vehicle replacements and capital outlay upgrades.

The **Governor** recommends FY 2016 operating expenditures of \$8.0 million, including \$7.6 from the State General Fund. The recommendation is a decrease of \$359,967, or 4.3 percent, all from the State General Fund, below the agency's FY 2016 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$37,814 to reduce employer

contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

The **agency** requests FY 2017 operating expenditures of \$8.4 million, including \$8.1 million from the State General Fund. The request is an increase of \$67,074, or 0.8 percent, above the FY 2016 request. The request contains enhancements totaling \$285,663, all from the State General Fund, for fringe benefit shortfalls, vehicle replacements, and capital outlay upgrades. The request includes 56.0 FTE positions, which is the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$8.1 million, including \$7.8 million from the State General Fund. The request is an increase of \$103,564, or 1.3 percent, above the FY 2016 request less enhancements. The major changes for FY 2017 include the following items.

- **Salaries and Wages.** The agency requests \$3.3 million for salaries and wages. The request is an increase of \$152,883, or 4.9 percent, above the FY 2016 request. The increase is mainly attributable to a 27th payroll period and an enhancement of \$63,014, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$3.2 million.
- **Contractual Services.** The agency requests \$3.0 million for contractual services. The request is an increase of \$99,488, or 3.4 percent, above the FY 2016 request. The increase is due to higher cost indices for electricity, natural gas, and sewage services.
- **Commodities.** The agency requests \$1.8 million for commodities. The request is a decrease of \$116,101, or 6.0 percent, below the FY 2016

request. The decrease is primarily attributable to lower cost indices for household supplies and clothing.

- **Capital Outlay.** The agency requests \$278,051 for capital outlay. The request is a decrease of \$69,196, or 19.9 percent, below the FY 2016 request. The decrease is mainly due to reduced enhancements totaling \$222,649, all from the State General Fund, for vehicle replacements (\$107,100) and IT upgrades (\$115,549).

F. Debt Service

Lansing Correctional Facility participated in the Facility Conservation Improvement Program (FCIP) during FY 2004. The program consisted of a contract with an Energy Service Company (ESCO) to complete an energy audit and develop an implementation strategy to achieve fiscal savings through

The **Governor** recommends FY 2017 operating expenditures of \$8.1 million, including \$7.7 from the State General Fund. The recommendation is a decrease of \$324,234, or 3.9 percent, all from the State General Fund, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending the agency's enhancement requests and a reduction of \$38,571 to reduce employer contributions for state employee health insurance. The Governor concurs with the agency's FTE request.

various efficiencies. The agency repays the ESCO through a master-lease program with the savings achieved and in turn the ESCO guarantees the savings. The ESCO retains any savings above the lease payments each year. FY 2014 will be the last year of a ten-year repayment plan.

**DEBT SERVICE
SUMMARY OF EXPENDITURES FY 2014 – 2017**

Item	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
Expenditures:							
Salaries and Wages	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contractual Services	200	0	0	0	0	0	0
Commodities	0	0	0	0	0	0	0
Capital Outlay	0	0	0	0	0	0	0
Debt Service	11,392	0	0	0	0	0	0
Subtotal - Operations	\$ 11,592	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 11,592</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Financing:							
State General Fund	\$ 11,592	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u>\$ 11,592</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
FTE Positions	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>

The **agency** does not request any FY 2016 debt service expenditures.

The **agency** does not request any FY 2017 debt service expenditures.

The **Governor** concurs with the agency's request.

The **Governor** concurs with the agency's request.

CAPITAL IMPROVEMENTS

CAPITAL IMPROVEMENTS						
	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Rehabilitation and Repair	\$ 460,883	\$ 460,883	\$ 0	\$ 0	\$ 0	\$ 0
Financing:						
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	460,883	460,883	0	0	0	0
TOTAL	<u>\$ 460,883</u>	<u>\$ 460,883</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Current Year Agency Estimate

FY 2015 – Current Year. The agency estimates FY 2015 capital improvement expenditures of \$460,883, all from the special revenue funds. The estimate is for rehabilitation and

repair projects including replacing the locking system in Cellhouse B and fixing hot water heaters.

Current Year Governor Recommendation

The **Governor** concurs with the agency's capital improvements estimate.

Budget Year Agency Request

FY 2016 – Budget Year. The agency does not request any capital improvement expenditures. Capital improvement

expenditures for FY 2016 are made at the discretion of the Department of Corrections' Central Office.

Budget Year Governor Recommendation

The **Governor** concurs with the agency’s capital improvements request.

Budget Year Agency Request

FY 2017 – Budget Year. The agency does not request any capital improvement expenditures. Capital improvement expenditures for FY 2017 are made at the discretion of the Department of Corrections’ Central Office.

Budget Year Governor Recommendation

The **Governor** concurs with the agency’s capital improvements request.

PERFORMANCE MEASURES					
Measure	Gov. Rec. for FY 2014	Actual FY 2014	Gov. Rec. FY 2015	Gov. Rec. FY 2016	Gov. Rec. FY 2017
Number of escapes	0	2	1	0	0
Number of inmate assaults on staff	5	6	6	5	5