

# LARNED CORRECTIONAL MENTAL HEALTH 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
<b>Operating Expenditures:</b>							
State General Fund	\$ 10,487,154	\$ 10,741,058	\$ 10,640,716	\$ 10,851,710	\$ 10,548,414	\$ 11,277,735	\$ 10,870,875
Other Funds	12,000	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 10,499,154</b>	<b>\$ 10,741,058</b>	<b>\$ 10,640,716</b>	<b>\$ 10,851,710</b>	<b>\$ 10,548,414</b>	<b>\$ 11,277,735</b>	<b>\$ 10,870,875</b>
<b>Capital Improvements:</b>							
State General Fund	\$ 20,866	\$ 18,557	\$ 18,557	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	69,551	180,234	180,234	0	0	0	0
<b>TOTAL</b>	<b>\$ 90,417</b>	<b>\$ 198,791</b>	<b>\$ 198,791</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>GRAND TOTAL</b>	<b>\$ 10,589,571</b>	<b>\$ 10,939,849</b>	<b>\$ 10,839,507</b>	<b>\$ 10,851,710</b>	<b>\$ 10,548,414</b>	<b>\$ 11,277,735</b>	<b>\$ 10,870,875</b>

**Percentage Change:**

Operating Expenditures

State General Fund	(0.7) %	2.4 %	1.5 %	1.0 %	(0.9) %	3.9 %	3.1 %
All Funds	(0.8)	2.3	1.3	1.0	(0.9)	3.9	3.1

FTE Positions	182.0	186.0	184.0	186.0	184.0	186.0	184.0
Non-FTE							
Perm.Uncl.Pos.	2.0	0.0	2.0	0.0	2.0	0.0	2.0
<b>TOTAL</b>	<b>184.0</b>	<b>186.0</b>	<b>186.0</b>	<b>186.0</b>	<b>186.0</b>	<b>186.0</b>	<b>186.0</b>

## AGENCY OVERVIEW

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Larned Correctional Mental Health Facility (LCMHF) houses and treats inmates who are unable to function in the general population of a correctional facility for mental health reasons but are not in need of acute care or hospitalization. Inmates are referred to LCMHF by other correctional facilities or by the Larned State Hospital. LCMHF is a transitional program in which inmates enter and leave the program, rather than remaining at LCMHF for a specific length of time. LCMHF was constructed to bring the state into compliance with a United States District Court consent decree order and began receiving inmates in January 1992. The facility's Central Unit contains 150 beds with future expansion capabilities to 300 beds. In addition, the West Unit contains 288 minimum-custody beds, mostly for male inmates who provide work detail labor for Larned State Hospital and local communities. However, some beds are for inmates with medical problems or who attend a chemical dependency recovery program.

### 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 Larned Correctional Mental Health Facility budget totaled \$117,721, all from the State General Fund, in FY 2009 and \$389,161, all from the State General Fund in FY 2010. Other changes include the following items.

- A decrease of \$90,803, all from the State General Fund, to remove funding for longevity bonuses, which the agencies were instructed to fund from within existing resources.

The facility has a structured three step program. Step A is the most restrictive with minimal privileges. All inmates entering the program spend at least 72 hours on this level. Step B offers increased out-of-cell time, cafeteria privileges, activity therapy and group therapy in the living unit. Step C provides access to all programs, work assignments and activities. Inmates may gain or lose step status based on program participation and behavior.

Prior to FY 2001, the Chemical Dependency program, which provides intensive evaluation and treatment for inmates, was operated by Larned State Hospital for the Kansas Department of Corrections (KDOC). The 2000 Legislature shifted the program and funding, including capital improvement funding of \$300,000 from the Correctional Institutions Building Fund, for renovation of space for the program at LCMHF.

- An increase of \$69,074, all from the State General Fund, for undermarket pay adjustments as recommended in the Hay Group study that was completed in FY 2008.

The **2010 Legislature** deleted State General Fund expenditures in FY 2010 for a 5.0 percent pay suspension for state officers (\$1,052) and a moratorium on employer contributions (\$15,639) and in FY 2011 for a three-month moratorium on employer contributions (\$15,665) and self-funded longevity payments (\$71,200). Larned Correctional Mental Health Facility also received a portion of the funding

approved for undermarket pay increases (\$121,663 from the State General Fund).

The **2011 Legislature** deleted \$226,949 from the FY 2012 allocated budget, including \$226,907 from the State General Fund. The adjustments included a reduction of \$87,594, all from the State General Fund, for state employee longevity bonuses that were to be self-funded in FY 2012, and \$121,304, including \$121,264 from the State General Fund, as part of an across-the-board reduction.

The **2012 Legislature** deleted \$82,647, all from the State General Fund, and all in the form of statewide reductions. The adjustments include the following items.

- A decrease of \$13,480, 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 \$53,920, all from the State General Fund, to require the agency to self-fund longevity bonus payments.
- A decrease of \$15,247, all from the State General Fund, to suspend employer contributions to the Kansas Public Employees Retirement System 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 \$10.9 million, including \$10.8 million from the State General Fund. The estimate is an increase of \$280,576, or 2.6 percent, including a State General Fund increase of \$100,342, or 0.9 percent, above the FY 2015 approved amount. The increase is due to the Governor's December 2014 Allotment that reduced approved

State General Fund expenditures and capital improvement expenditures for rehabilitation and repair. The estimate includes 186.0 FTE positions, which is 4.0 more FTE positions than the FY 2015 approved amount. The FTE increase is attributable to a technical adjustment to accurately reflect total FTE positions.

### FY 2015 Governor Recommendation

The **Governor** recommends FY 2015 total expenditures of \$10.8 million, including \$10.7 million from the State General Fund. The recommendation is a decrease of \$100,342, or 0.9 percent, all from the State General Fund, below the agency's FY 2015 estimate. The decrease is due to the inclusion of the

Governor's December 2014 Allotment. The Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions for a total of 184.0 FTE positions and 2.0 non-FTE unclassified positions.

## FY 2016 Agency Request

The **agency** requests FY 2016 operating expenditures of \$10.9 million, all from the State General Fund. The request is an increase of \$110,652, or 1.0 percent, above the FY 2015 estimate. The request includes enhancements totaling \$169,447, all from the State General Fund, for fringe benefit shortfalls, information technology replacements, one vehicle replacement, and security vests. The request includes 186.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$10.7 million, all from the State General Fund. The request is a decrease of

\$58,795, or 0.5 percent, below the FY 2015 estimate. The decrease is mainly attributable to one-time bonuses made in FY 2015 that are not made for 2016 and lowered cost indices for commodities, partially offset by higher offender incentive pay based on prison population projections.

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 \$10.5 million, all from the State General Fund. The recommendation is a decrease of \$303,296, or 2.8 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 \$133,849 to reduce employer contributions for state employee health insurance. The

Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions for a total of 184.0 FTE positions and 2.0 non-FTE unclassified positions.

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

## FY 2017 Agency Request

The **agency** requests FY 2017 operating expenditures of \$11.3 million, all from the State General Fund. The request is an increase of \$426,025, or 3.9 percent, above the FY 2016 request. The request includes enhancements totaling \$270,330, all from the State General Fund, for fringe benefit shortfalls, IT equipment replacement, two vehicle replacements, and security vests. The request includes 186.0 FTE positions, the same as the FY 2016 request. **Absent the enhancement**, the agency requests \$11.0 million, all from the State General Fund. The

request is an increase of \$325,142, or 3.0 percent, above the FY 2016 request less enhancements. The increase is primarily due to a 27<sup>th</sup> payroll period in the fiscal 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.

## **FY 2017 Governor Recommendation**

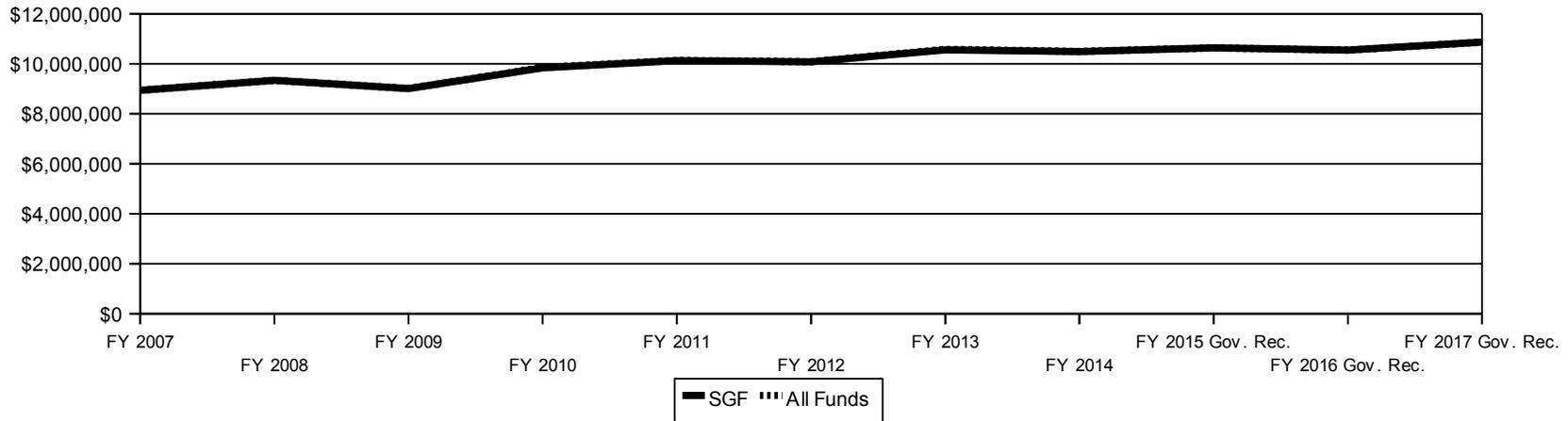
The **Governor** recommends FY 2017 operating expenditures of \$10.9 million, all from the State General Fund. The recommendation is a decrease of \$406,860, or 3.6 percent, below the agency's FY 2017 request. The decrease is due to the Governor not recommending the agency's enhancement

requests and a reduction of \$136,530 to reduce employer contributions for state employee health insurance.

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	\$ 8,941,435	2.6 %	\$ 8,943,502	2.4 %	186.0
2008	9,339,146	4.4	9,339,176	4.4	185.0
2009	9,011,518	(3.5)	9,013,718	(3.5)	185.0
2010	9,844,828	9.2	9,858,128	9.4	185.0
2011	10,135,641	3.0	10,137,951	2.8	184.0
2012	10,075,159	(0.6)	10,086,784	(0.5)	183.0
2013	10,564,537	4.9	10,579,537	4.9	182.0
2014	10,487,154	(0.7)	10,499,154	(0.8)	182.0
2015 Gov. Rec.	10,640,716	1.5	10,640,716	1.3	184.0
2016 Gov. Rec.	10,548,414	(0.9)	10,548,414	(0.9)	184.0
2017 Gov. Rec.	10,870,875	3.1	10,870,875	3.1	184.0
Eleven-Year Change	\$ 1,929,440	21.6 %	\$ 1,927,373	21.6 %	(2.0)

**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	\$ 1,189,384	\$ 1,157,804	\$ 1,255,979	\$ 98,175	8.5 %	\$ 1,147,740	\$ 1,177,748	\$ 30,008	2.6 %
Security	6,305,256	6,624,331	6,658,567	34,236	0.5	6,561,168	6,495,394	(65,774)	(1.0)
Classification and Programs	1,180,205	1,163,118	1,156,698	(6,420)	(0.6)	1,153,009	1,134,153	(18,856)	(1.6)
Chemical Dependency Recovery	269,969	266,917	274,665	7,748	2.9	264,331	268,499	4,168	1.6
Support Services	1,554,340	1,528,888	1,505,801	(23,087)	(1.5)	1,514,468	1,472,620	(41,848)	(2.8)
<b>TOTAL</b>	<b>\$ 10,499,154</b>	<b>\$ 10,741,058</b>	<b>\$ 10,851,710</b>	<b>\$ 110,652</b>	<b>1.0 %</b>	<b>\$ 10,640,716</b>	<b>\$ 10,548,414</b>	<b>\$ (92,302)</b>	<b>(0.9)%</b>
<b>By Major Object of Expenditure:</b>									
Salaries and Wages	\$ 9,283,917	\$ 9,528,728	\$ 9,564,440	\$ 35,712	0.4 %	\$ 9,436,266	\$ 9,340,733	\$ (95,533)	(1.0)%
Contractual Services	545,275	619,253	633,008	13,755	2.2	619,253	633,008	13,755	2.2
Commodities	538,678	585,230	572,838	(12,392)	(2.1)	577,350	567,678	(9,672)	(1.7)
Capital Outlay	120,934	0	74,429	74,429	--	0	0	0	--
Debt Service	1,032	1,500	0	(1,500)	(100.0)	1,500	0	(1,500)	(100.0)
Subtotal - Operations	\$ 10,489,836	\$ 10,734,711	\$ 10,844,715	\$ 110,004	1.0 %	\$ 10,634,369	\$ 10,541,419	\$ (92,950)	(0.9)%
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	9,318	6,347	6,995	648	10.2	6,347	6,995	648	10.2
<b>TOTAL</b>	<b>\$ 10,499,154</b>	<b>\$ 10,741,058</b>	<b>\$ 10,851,710</b>	<b>\$ 110,652</b>	<b>1.0 %</b>	<b>\$ 10,640,716</b>	<b>\$ 10,548,414</b>	<b>\$ (92,302)</b>	<b>(0.9)%</b>
<b>Financing:</b>									
State General Fund	\$ 10,487,154	\$ 10,741,058	\$ 10,851,710	\$ 110,652	1.0 %	\$ 10,640,716	\$ 10,548,414	\$ (92,302)	(0.9)%
General Fees Fund	12,000	0	0	0	--	0	0	0	--
<b>TOTAL</b>	<b>\$ 10,499,154</b>	<b>\$ 10,741,058</b>	<b>\$ 10,851,710</b>	<b>\$ 110,652</b>	<b>1.0 %</b>	<b>\$ 10,640,716</b>	<b>\$ 10,548,414</b>	<b>\$ (92,302)</b>	<b>(0.9)%</b>

**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	\$ 1,255,979	\$ 1,295,577	\$ 39,598	3.2 %	\$ 1,177,748	\$ 1,208,014	\$ 30,266	2.6 %
Security	6,658,567	6,941,259	282,692	4.2	6,495,394	6,719,971	224,577	3.5
Classification and Programs	1,156,698	1,200,386	43,688	3.8	1,134,153	1,168,563	34,410	3.0
Chemical Dependency Recovery	274,665	285,608	10,943	4.0	268,499	277,089	8,590	3.2
Support Services	1,505,801	1,554,905	49,104	3.3	1,472,620	1,497,238	24,618	1.7
<b>TOTAL</b>	<b>\$ 10,851,710</b>	<b>\$ 11,277,735</b>	<b>\$ 426,025</b>	<b>3.9 %</b>	<b>\$ 10,548,414</b>	<b>\$ 10,870,875</b>	<b>\$ 322,461</b>	<b>3.1 %</b>
<b>By Major Object of Expenditure:</b>								
Salaries and Wages	\$ 9,564,440	\$ 9,972,701	\$ 408,261	4.3 %	\$ 9,340,733	\$ 9,664,009	\$ 323,276	3.5 %
Contractual Services	633,008	633,480	472	0.1	633,008	633,480	472	0.1
Commodities	572,838	576,796	3,958	0.7	567,678	571,636	3,958	0.7
Capital Outlay	74,429	93,008	18,579	25.0	0	0	0	--
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 10,844,715	\$ 11,275,985	\$ 431,270	4.0 %	\$ 10,541,419	\$ 10,869,125	\$ 327,706	3.1 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	6,995	1,750	(5,245)	(75.0)	6,995	1,750	(5,245)	(75.0)
<b>TOTAL</b>	<b>\$ 10,851,710</b>	<b>\$ 11,277,735</b>	<b>\$ 426,025</b>	<b>3.9 %</b>	<b>\$ 10,548,414</b>	<b>\$ 10,870,875</b>	<b>\$ 322,461</b>	<b>3.1 %</b>
<b>Financing:</b>								
State General Fund	\$ 10,851,710	\$ 11,277,735	\$ 426,025	3.9 %	\$ 10,548,414	\$ 10,870,875	\$ 322,461	3.1 %
General Fees Fund	0	0	0	--	0	0	0	--
<b>TOTAL</b>	<b>\$ 10,851,710</b>	<b>\$ 11,277,735</b>	<b>\$ 426,025</b>	<b>3.9 %</b>	<b>\$ 10,548,414</b>	<b>\$ 10,870,875</b>	<b>\$ 322,461</b>	<b>3.1 %</b>

# BUDGET OVERVIEW

## A. FY 2015 – Current Year

### Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$10,751,735 for the Larned Correctional Mental Health Facility in FY 2015. Two adjustments have subsequently been made to that amount. These adjustments change the current year approved amount without any legislative action required. For this agency, the following adjustments have been made.

- An increase of \$7,870, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

- A reduction of \$100,342, as the result of the Governor’s December 9<sup>th</sup> State General Fund allotment.

This adjustment changes the FY 2015 approved State General Fund to \$10,659,273. 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	\$ 10,659,273	\$ 10,759,615	\$ 100,342	\$ 10,659,273	\$ 0
All Other Funds	0	180,234	180,234	180,234	180,234
TOTAL	<u>\$ 10,659,273</u>	<u>\$ 10,939,849</u>	<u>\$ 280,576</u>	<u>\$ 10,839,507</u>	<u>\$ 180,234</u>
FTE Positions	182.0	186.0	4.0	184.0	2.0

The **agency** estimates FY 2015 total expenditures of \$10.9 million, including \$10.8 million from the State General Fund. The estimate is an increase of \$280,576, or 2.6 percent, including a State General Fund increase of \$100,342, or 0.9 percent, above the FY 2015 approved amount. The increase is due to the Governor's December 2014 Allotment and capital improvement expenditures for rehabilitation and repair. The estimate includes 186.0 FTE positions, which is 4.0 more FTE positions than the FY 2015 approved amount. The FTE increase is attributable to a technical adjustment to accurately reflect total FTE positions.

The **Governor** recommends FY 2015 total expenditures of \$10.8 million, including \$10.7 million from the State General Fund. The recommendation is a decrease of \$100,342, or 0.9 percent, all from the State General Fund, below the agency's FY 2015 estimate. The decrease is due to the Governor's December 2014 Allotment. The Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions for a total of 184.0 FTE positions and 2.0 non-FTE unclassified positions.

### 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	\$ (92,462)	\$ (92,462)	0.0
Lapse Reappropriations	(7,880)	(7,880)	0.0
TOTAL	<u>\$ (100,342)</u>	<u>\$ (100,342)</u>	<u>0.0</u>

**Kansas Public Employees Retirement System (KPERs)  
Reduction:**

A reduction of \$92,462, as a result of the Governor's State General Fund allotment reducing the Kansas Public Employer Regular and School Member employer contribution rate (excluding KPERs Death and Disability) from 11.27 percent to 8.65 percent in FY 2015. This allotment will have no impact on the agency operations, but is reflective of a reduction of expenditures.

**Reappropriations Lapse:**

A reduction of \$7,880, 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 \$7,880 for the agency. This allotment will decrease available funding for positions.

**B. FY 2016 – Budget Year**

<b>FY 2016 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 10,851,710	\$ 10,548,414	\$ (303,296)
<b>FTE Positions</b>	186.0	184.0	(2.0)
<b>Change from FY 2015:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ 110,652	\$ (92,302)	
All Other Funds	0	0	
TOTAL	<u>\$ 110,652</u>	<u>\$ (92,302)</u>	
<i>Percent Change:</i>			
State General Fund	1.0 %	(0.9) %	
All Other Funds	--	--	
TOTAL	<u>1.0 %</u>	<u>(0.9) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests FY 2016 operating expenditures of \$10.9 million, all from the State General Fund. The request is an increase of \$110,652, or 1.0 percent, above the FY 2015 estimate. The request includes enhancements totaling \$169,447, all from the State General Fund, for fringe benefit shortfalls, information technology replacements, one vehicle replacement, and security vests. The request includes 186.0 FTE positions, which is the same as the FY 2015 estimate.

**Absent the enhancements**, the agency requests \$10.7 million, all from the State General Fund. The request is a decrease of \$58,795, or 0.5 percent, below the FY 2015 estimate. The major changes for FY 2016 include the following items.

- **Salaries and Wages.** The agency requests \$9.6 million for salaries and wages. The request is an increase of \$35,712, or 0.4 percent, above the

FY 2015 estimate. The request includes an enhancement totaling \$89,858, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$9.5 million for salaries and wages. The request is a decrease of \$54,146, or 0.6 percent, below the FY 2015 estimate. The decrease is due to one-time bonuses made in FY 2015 that are not made for FY 2016.

- **Contractual Services.** The agency requests \$633,008 for contractual services. The request is an increase of \$13,755, or 2.2 percent, above the FY 2015 estimate. The increase is attributable to higher offender incentive pay based on prison population projections.
- **Commodities.** The agency requests \$572,838 for commodities. The request is a decrease of \$12,392, or 2.1 percent, below the FY 2015 estimate. The decrease is due to lower cost

indices for commodities, partially offset by an enhancement of \$5,160, all from the State General Fund, for new security vests.

- **Capital Outlay.** The agency requests \$74,429 for capital outlay. The request is for enhancements to replace 25.0 percent of its outdated IT equipment and one security vehicle. **Absent the enhancements**, the agency requests no capital outlay expenditures.

The **Governor** recommends FY 2016 operating expenditures of \$10.5 million, all from the State General Fund. The recommendation is a decrease of \$303,296, or 2.8 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 \$133,849 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions for a total of 184.0 FTE positions and 2.0 non-FTE unclassified positions.

## Enhancements Detail

FY 2016 ENHANCEMENTS							
Enhancements	Agency Request			Governor's Recommendation			
	SGF	All Funds	FTE	SGF	All Funds	FTE	
Fringe Benefit Shortfalls	\$ 89,858	\$ 89,858	0.0	\$ 0	\$ 0	0.0	
IT Equipment Replacement	55,850	55,850	0.0	0	0	0.0	
Vehicle Replacement	18,579	18,579	0.0	0	0	0.0	
Security Vests	5,160	5,160	0.0	0	0	0.0	
<b>TOTAL</b>	<b>\$ 169,447</b>	<b>\$ 169,447</b>	<b>0.0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0.0</b>	

The **agency** requests enhancements totaling \$169,447, all from the State General Fund. The enhancement request includes the following items.

- **Fringe Benefit Shortfalls.** The agency requests \$89,858 for fringe benefit shortfalls. The agency states it cannot fund the Kansas Public Employees Retirement System (KPERs) contribution rate increases scheduled for FY 2016.
- **IT Equipment Replacement.** The agency requests \$55,850 for IT equipment replacement. The agency states this would allow replacement

of 25.0 percent of the agency's outdated IT equipment.

- **Vehicle Replacement.** The agency requests \$18,579 to replace one vehicle. The agency states this vehicle is a security vehicle used for perimeter patrol.
- **Security Vests.** The agency requests \$5,160 for security vests. This would allow the agency to replace 20.0 percent of its outdated security vests.

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

**C. FY 2017 – Budget Year**

<b>FY 2017 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 11,277,735	\$ 10,870,875	\$ (406,860)
<b>FTE Positions</b>	186.0	184.0	(2.0)
<b>Change from FY 2016:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ 426,025	\$ 322,461	
All Other Funds	0	0	
TOTAL	<u>\$ 426,025</u>	<u>\$ 322,461</u>	
<i>Percent Change:</i>			
State General Fund	3.9 %	3.1 %	
All Other Funds	--	--	
TOTAL	<u>3.9 %</u>	<u>(0.9) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests FY 2017 operating expenditures of \$11.3 million, all from the State General Fund. The request is an increase of \$426,025, or 3.9 percent, above the FY 2016 request. The request includes enhancements totaling \$270,330, all from the State General Fund, for fringe benefit shortfalls, IT equipment replacement, two vehicle replacements, and security

vests. The request includes 186.0 FTE positions, the same as the FY 2016 request. **Absent the enhancement**, the agency requests \$11.0 million, all from the State General Fund. The request is an increase of \$325,142, or 3.0 percent, above the FY 2016 request less enhancements. The major changes for FY 2017 include the following items.

- **Salaries and Wages.** The agency requests \$10.0 million for salaries and wages. The request is an increase of \$408,261, or 4.3 percent, above the FY 2016 request. The increase is due to a 27<sup>th</sup> payroll period and an enhancement of \$172,162, all from the State General Fund, for fringe benefit shortfalls. **Absent the enhancement**, the agency requests \$9.8 million for salaries and wages.
- **Commodities.** The agency requests \$576,796 for commodities. The request is an increase of \$3,958, or 0.7 percent, above the FY 2016 request. The increase is attributable to an enhancement of \$5,160, all from the State General Fund, for new security vests. **Absent the enhancement**, the agency requests \$571,636 for commodities.

- **Capital Outlay.** The agency requests \$93,008 for capital outlay. The request is an increase of \$18,579, or 25.0 percent, above the FY 2016 request. The request is for enhancements for new IT equipment and two security vehicle replacements. **Absent the enhancements**, the agency does not request any capital outlay expenditures.

The **Governor** recommends FY 2017 operating expenditures of \$10.9 million, all from the State General Fund. The recommendation is a decrease of \$406,860, or 3.6 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 \$136,530 to reduce employer contributions for state employee health insurance.

### Enhancements Detail

Enhancements	FY 2017 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Fringe Benefit Shortfalls	\$ 172,162	\$ 172,162	0.0	\$ 0	\$ 0	0.0
IT Equipment Replacements	55,850	55,850	0.0	0	0	0.0
Vehicle Replacements	37,158	37,158	0.0	0	0	0.0
Security Vests	5,160	5,160	0.0	0	0	0.0
<b>TOTAL</b>	<b>\$ 270,330</b>	<b>\$ 270,330</b>	<b>0.0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0.0</b>

The **agency** requests enhancements totaling \$270,330, all from the State General Fund. The enhancement request includes the following items.

- **Fringe Benefit Shortfalls.** The agency requests \$172,162 for fringe benefit shortfalls. The agency states it cannot fund the KPERs contribution and health insurance rate increases scheduled for FY 2017.
- **IT Equipment Replacement.** The agency requests \$55,850 for IT equipment replacement. The agency states this would allow replacement of 25.0 percent of the agency's outdated IT equipment.

- **Vehicle Replacement.** The agency requests \$37,158 for vehicle replacements. The agency states this would allow it to replace two security vehicles.
- **Security Vests.** The agency requests \$5,160 for security vests. This would allow the agency to replace 20.0 percent of its outdated security vests.

The **Governor** does not recommend 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 \$49,415, all from the State General Fund, and affects 159 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 \$48,280, all from the State General Fund, and FY 2017 longevity payments total \$53,280, 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 \$133,849, all from the State General Fund for FY 2016. This is a reduction of \$136,530, 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	100.0 %	100.0 %	100.0 %	100.0 %
General Fees Fund	0.0	0.0	0.0	0.0
TOTAL	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

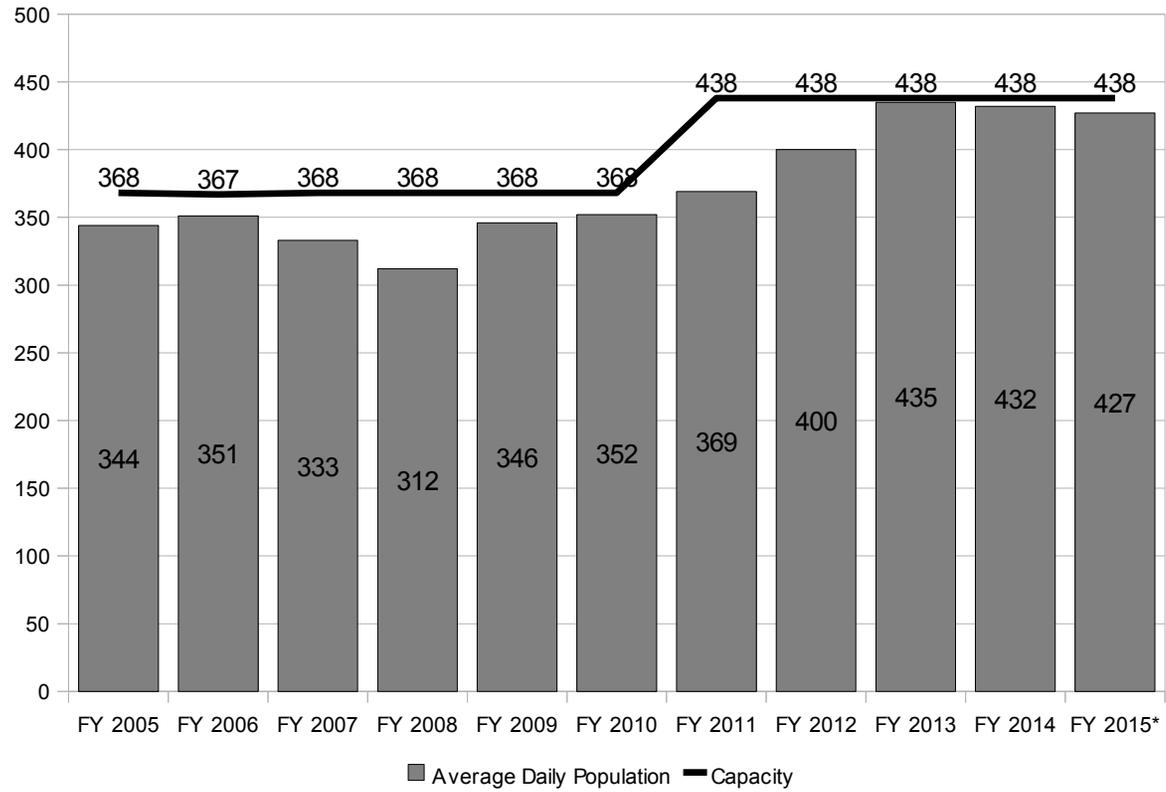
**Note:** Percentages may not add due to rounding.

## General Fees Fund

The Larned Correctional Mental Health Facility General Fees fund is used to deposit funds received for the sale of scrap metal, sale of kitchen grease, and rent received from some unused facility grounds being used for agricultural production.

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	\$ 10,941	\$ 7,007	\$ 7,007	\$ 13,007	\$ 13,007	\$ 19,007	\$ 19,007
Revenue	8,066	6,000	6,000	6,000	6,000	6,000	6,000
Transfers in	0	0	0	0	0	0	0
Total Funds Available	<u>\$ 19,007</u>	<u>\$ 13,007</u>	<u>\$ 13,007</u>	<u>\$ 19,007</u>	<u>\$ 19,007</u>	<u>\$ 25,007</u>	<u>\$ 25,007</u>
Less: Expenditures	12,000	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0	0
Off Budget Expenditures	0	0	0	0	0	0	0
Ending Balance	<u>\$ 7,007</u>	<u>\$ 13,007</u>	<u>\$ 13,007</u>	<u>\$ 19,007</u>	<u>\$ 19,007</u>	<u>\$ 25,007</u>	<u>\$ 25,007</u>
Ending Balance as Percent of Expenditures	<u>58.4%</u>	<u>185.6%</u>	<u>185.6%</u>	<u>146.1%</u>	<u>146.1%</u>	<u>131.6%</u>	<u>131.6%</u>

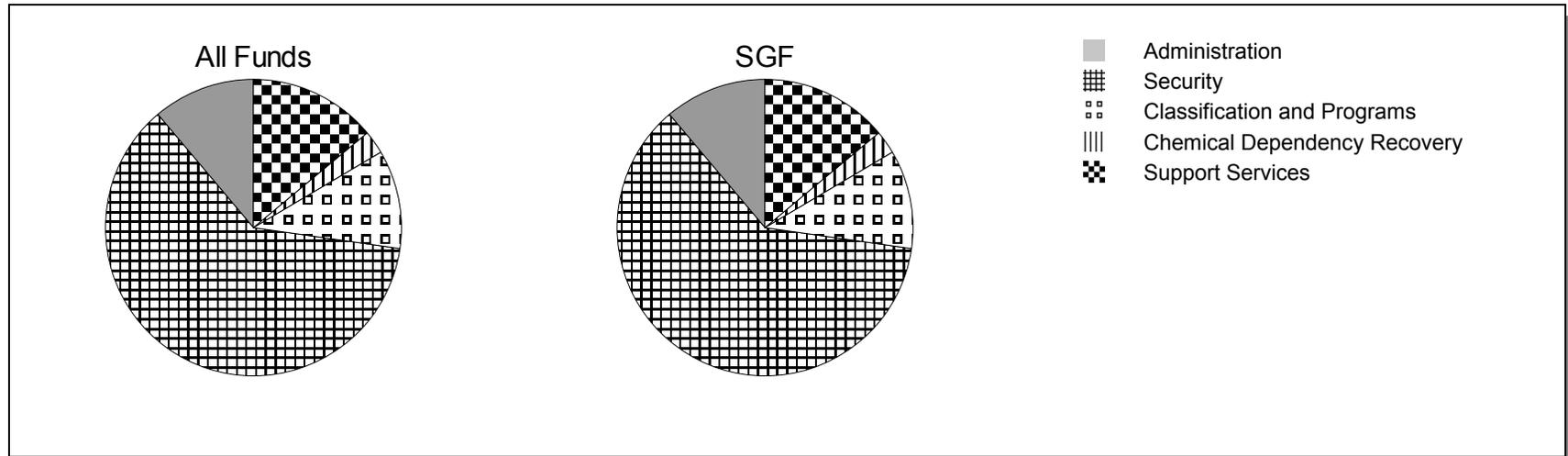
### Capacity and Average Daily Population



\*FY 2015 average daily population current 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	\$ 1,177,748	11.2 %	\$ 1,177,748	11.2 %
Security	6,495,394	61.6	6,495,394	61.6
Classification and Programs	1,134,153	10.8	1,134,153	10.8
Chemical Dependency Recovery	268,499	2.5	268,499	2.5
Support Services	1,472,620	14.0	1,472,620	14.0
<b>TOTAL</b>	<b>\$ 10,548,414</b>	<b>100.0 %</b>	<b>\$ 10,548,414</b>	<b>100.0 %</b>

**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	15.0	18.0	16.0	18.0	16.0	18.0	16.0
Security	131.0	132.0	132.0	132.0	132.0	132.0	132.0
Classification and Programs	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Chemical Dependency Recovery	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Support Services	13.0	13.0	13.0	13.0	13.0	13.0	13.0
<b>TOTAL</b>	<b>182.0</b>	<b>186.0</b>	<b>184.0</b>	<b>186.0</b>	<b>184.0</b>	<b>186.0</b>	<b>184.0</b>

**A. Administration**

The Administration program provides management direction and technical assistance, including fiscal, personnel, and training assistance to the other programs within the facility, and

acts as a 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
<b>Expenditures:</b>							
Salaries and Wages	\$ 1,065,479	\$ 1,026,235	\$ 1,016,171	\$ 1,063,276	\$ 1,040,895	\$ 1,108,309	\$ 1,076,596
Contractual Services	110,782	124,572	124,572	126,708	126,708	126,518	126,518
Commodities	4,237	650	650	3,150	3,150	3,150	3,150
Capital Outlay	0	0	0	55,850	0	55,850	0
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 1,180,498	\$ 1,151,457	\$ 1,141,393	\$ 1,248,984	\$ 1,170,753	\$ 1,293,827	\$ 1,206,264
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	8,886	6,347	6,347	6,995	6,995	1,750	1,750
<b>TOTAL</b>	<b>\$ 1,189,384</b>	<b>\$ 1,157,804</b>	<b>\$ 1,147,740</b>	<b>\$ 1,255,979</b>	<b>\$ 1,177,748</b>	<b>\$ 1,295,577</b>	<b>\$ 1,208,014</b>
<b>Financing:</b>							
State General Fund	\$ 1,189,384	\$ 1,157,804	\$ 1,147,740	\$ 1,255,979	\$ 1,177,748	\$ 1,295,577	\$ 1,208,014
All Other Funds	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 1,189,384</b>	<b>\$ 1,157,804</b>	<b>\$ 1,147,740</b>	<b>\$ 1,255,979</b>	<b>\$ 1,177,748</b>	<b>\$ 1,295,577</b>	<b>\$ 1,208,014</b>
FTE Positions	15.0	18.0	16.0	18.0	16.0	18.0	16.0
Non-FTE Uncl. Perm. Pos.	2.0	0.0	2.0	0.0	2.0	0.0	2.0
<b>TOTAL</b>	<b>17.0</b>	<b>18.0</b>	<b>18.0</b>	<b>18.0</b>	<b>18.0</b>	<b>18.0</b>	<b>18.0</b>

The **agency** requests FY 2016 operating expenditures of \$1.3 million, all from the State General Fund. The request is an increase of \$98,175, or 8.5 percent, above the FY 2015 estimate. The increase is mainly due to onetime bonuses made in FY 2015 that are not made for FY 2016, the reallocation of a position from the Security program, and an enhancement totaling \$65,357, all from the State General Fund, for fringe benefit shortfalls (\$9,507) and IT equipment replacement (\$55,850). The request includes 18.0 FTE positions, which is

the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$1.2 million.

The **Governor** recommends FY 2016 operating expenditures of \$1.2 million, all from the State General Fund. The recommendation is a decrease of \$78,231, or 6.2 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 \$12,874 to reduce

employer contributions for state employee health insurance. The Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions.

The **agency** requests FY 2017 operating expenditures of \$1.3 million, all from the State General Fund. The request is an increase of \$39,598, or 3.2 percent, above the FY 2016 request. The increase is attributable to a 27<sup>th</sup> payroll period and a larger enhancement totaling \$74,431, all from the State General Fund, for fringe benefit shortfalls (\$18,581) and IT equipment replacement (\$55,850). The request includes 18.0 FTE

### ***B. Security***

The Security program provides security, procedural security, safe and humane supervision and control of inmates, and safety and security of staff and visitors at the Larned Correctional

positions, which is the same as the FY 2016 request. **Absent the enhancements**, the agency requests \$1.2 million.

The **Governor** recommends FY 2017 operating expenditures of \$1.2 million, all from the State General Fund. The recommendation is a decrease of \$87,563, or 6.8 percent, below the agency's FY 2017 request. The decrease is due to the Governor not recommending the agency's enhancement request and a reduction of \$13,132 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes an adjustment to reclassify 2.0 FTE positions to non-FTE unclassified positions.

Mental Health Facility. 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
<b>Expenditures:</b>							
Salaries and Wages	\$ 6,222,418	\$ 6,527,718	\$ 6,464,555	\$ 6,551,973	\$ 6,393,960	\$ 6,832,695	\$ 6,616,567
Contractual Services	21,331	24,150	24,150	16,900	16,900	17,100	17,100
Commodities	36,647	72,463	72,463	89,694	84,534	91,464	86,304
Capital Outlay	24,428	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 6,304,824	\$ 6,624,331	\$ 6,561,168	\$ 6,658,567	\$ 6,495,394	\$ 6,941,259	\$ 6,719,971
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	432	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 6,305,256</b>	<b>\$ 6,624,331</b>	<b>\$ 6,561,168</b>	<b>\$ 6,658,567</b>	<b>\$ 6,495,394</b>	<b>\$ 6,941,259</b>	<b>\$ 6,719,971</b>
<b>Financing:</b>							
State General Fund	\$ 6,305,256	\$ 6,624,331	\$ 6,561,168	\$ 6,658,567	\$ 6,495,394	\$ 6,941,259	\$ 6,719,971
All Other Funds	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 6,305,256</b>	<b>\$ 6,624,331</b>	<b>\$ 6,561,168</b>	<b>\$ 6,658,567</b>	<b>\$ 6,495,394</b>	<b>\$ 6,941,259</b>	<b>\$ 6,719,971</b>
FTE Positions	131.0	132.0	132.0	132.0	132.0	132.0	132.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>TOTAL</b>	<b>131.0</b>	<b>132.0</b>	<b>132.0</b>	<b>132.0</b>	<b>132.0</b>	<b>132.0</b>	<b>132.0</b>

The **agency** requests FY 2016 operating expenditures of \$6.7 million, all from the State General Fund. The request is an increase of \$34,236, or 0.5 percent, above the FY 2015 estimate. The request contains enhancements totaling \$69,112, all from the State General Fund, for fringe benefit shortfalls and new security vests. The request includes 132.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$6.6 million. The request is a decrease of \$34,876, or 0.5 percent, below the FY 2015

estimate. The decrease is due to the reallocation of a position to the Administration program and repair services for communication devices, partially offset by increases in cost indices for commodities.

The **Governor** recommends FY 2016 operating expenditures of \$6.5 million, all from the State General Fund. The recommendation is a decrease of \$163,173, or 2.5 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 \$94,061 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 132.0 FTE positions, the same as the agency's request.

The **agency** requests FY 2017 operating expenditures of \$6.9 million, all from the State General Fund. The request is an increase of \$282,692, or 4.2 percent, above the FY 2016 request. The increase is attributable to a 27<sup>th</sup> payroll period and enhancements totaling \$125,344, all from the State General Fund, for fringe benefit shortfalls and new security vests. The request includes 132.0 FTE positions, which is the same as the

### ***C. 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

FY 2016 request. **Absent the enhancements**, the agency requests \$6.8 million.

The **Governor** recommends FY 2017 operating expenditures of \$6.7 million, all from the State General Fund. The recommendation is a decrease of \$221,288, or 3.2 percent, below the agency's FY 2017 request. The decrease is attributable to the Governor not recommending the agency's enhancement request and a reduction of \$95,944 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 132.0 FTE positions, the same as the agency's request.

progress of Larned Correctional Mental Health Facility inmates; Recreational Activities; and Chaplaincy Services, which provide religious counseling and 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
<b>Expenditures:</b>							
Salaries and Wages	\$ 1,051,587	\$ 1,029,133	\$ 1,019,024	\$ 1,009,886	\$ 987,341	\$ 1,053,574	\$ 1,021,751
Contractual Services	127,952	133,985	133,985	146,812	146,812	146,812	146,812
Commodities	666	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	<u>\$ 1,180,205</u>	<u>\$ 1,163,118</u>	<u>\$ 1,153,009</u>	<u>\$ 1,156,698</u>	<u>\$ 1,134,153</u>	<u>\$ 1,200,386</u>	<u>\$ 1,168,563</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u><u>\$ 1,180,205</u></u>	<u><u>\$ 1,163,118</u></u>	<u><u>\$ 1,153,009</u></u>	<u><u>\$ 1,156,698</u></u>	<u><u>\$ 1,134,153</u></u>	<u><u>\$ 1,200,386</u></u>	<u><u>\$ 1,168,563</u></u>
<b>Financing:</b>							
State General Fund	\$ 1,180,205	\$ 1,163,118	\$ 1,153,009	\$ 1,156,698	\$ 1,134,153	\$ 1,200,386	\$ 1,168,563
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u><u>\$ 1,180,205</u></u>	<u><u>\$ 1,163,118</u></u>	<u><u>\$ 1,153,009</u></u>	<u><u>\$ 1,156,698</u></u>	<u><u>\$ 1,134,153</u></u>	<u><u>\$ 1,200,386</u></u>	<u><u>\$ 1,168,563</u></u>
FTE Positions	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u><u>18.0</u></u>						

The **agency** requests FY 2016 operating expenditures of \$1.2 million, all from the State General Fund. The request is a decrease of \$6,420, or 0.6 percent, below the FY 2015 estimate. The request contains an enhancement of \$9,088, all from the State General Fund, for fringe benefit shortfalls. The request includes 18.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancement**, the agency requests \$1.1 million. The request is a decrease of \$15,508, or 1.3 percent, below the FY 2015 estimate. The decrease is

primarily due to reduced salaries and wages for staff turnover, partially offset by higher offender incentive pay based on prison population projections.

The **Governor** recommends FY 2016 operating expenditures of \$1.1 million, all from the State General Fund. The recommendation is a decrease of \$22,545, or 1.9 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 \$13,457 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 18.0 FTE positions, the same as the agency's request.

The **agency** requests FY 2017 operating expenditures of \$1.2 million, all from the State General Fund. The request is an increase of \$43,688, or 3.8 percent, above the FY 2016 request. The increase is mainly attributable to a 27<sup>th</sup> payroll period in the fiscal year and an enhancement of \$18,096, all from the State General Fund, for fringe benefit shortfalls. The request includes

#### ***D. Chemical Dependency Recovery***

The Chemical Dependency Recovery program provides intensive evaluation and treatment for inmates. Prior to FY 2001, the program was operated by the Larned State Hospital for the Kansas Department of Corrections. The 2000 Legislature shifted the program and funding, including capital improvements

18.0 FTE positions, which is the same as the FY 2016 request. **Absent the enhancement**, the agency requests \$1.2 million.

The **Governor** recommends FY 2017 operating expenditures of \$1.2 million, all from the State General Fund. The recommendation is a decrease of \$31,823, or 2.7 percent, below the agency's FY 2017 request. The decrease is due to the Governor not recommending the agency's enhancement request and a reduction of \$13,727 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 18.0 FTE positions, the same as the agency's request.

funding of \$300,000, from the Correctional Institutions Building Fund to the State General Fund for renovation of space for the program at the facility. Currently, 40 slots are available for minimum security inmates to participate in the program.

**CHEMICAL DEPENDENCY RECOVERY  
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
<b>Expenditures:</b>							
Salaries and Wages	\$ 266,805	\$ 264,867	\$ 262,281	\$ 271,365	\$ 265,199	\$ 282,308	\$ 273,789
Contractual Services	1,114	1,800	1,800	2,300	2,300	2,300	2,300
Commodities	1,347	250	250	1,000	1,000	1,000	1,000
Capital Outlay	703	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 269,969	\$ 266,917	\$ 264,331	\$ 274,665	\$ 268,499	\$ 285,608	\$ 277,089
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 269,969</u>	<u>\$ 266,917</u>	<u>\$ 264,331</u>	<u>\$ 274,665</u>	<u>\$ 268,499</u>	<u>\$ 285,608</u>	<u>\$ 277,089</u>
<b>Financing:</b>							
State General Fund	\$ 269,969	\$ 266,917	\$ 264,331	\$ 274,665	\$ 268,499	\$ 285,608	\$ 277,089
All Other Funds	0	0	0	0	0	0	0
TOTAL	<u>\$ 269,969</u>	<u>\$ 266,917</u>	<u>\$ 264,331</u>	<u>\$ 274,665</u>	<u>\$ 268,499</u>	<u>\$ 285,608</u>	<u>\$ 277,089</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 \$274,665, all from the State General Fund. The request is an increase of \$7,748, or 2.9 percent, above the FY 2015 estimate. The increase is due to higher health insurance rates and an enhancement of \$2,173, all from the State General Fund, for increased KPERS contribution rates. The request includes 5.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancement**, the agency requests \$272,492.

The **Governor** recommends FY 2016 operating expenditures of \$268,499, all from the State General Fund. The recommendation is a decrease of \$6,166, or 2.2 percent, below the agency's FY 2016 request. The decrease is due to the Governor not recommending the agency's enhancement request and a reduction of \$3,993 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 5.0 FTE positions, the same as the agency's request.

The **agency** requests FY 2017 operating expenditures of \$285,608, all from the State General Fund. The request is an increase of \$10,943, or 4.0 percent, above the FY 2016 request. The increase is attributable to a 27<sup>th</sup> payroll period and an enhancement of \$4,446, 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 \$281,162.

### ***E. Support Services***

The Support Services program consists of maintenance and repairs for all equipment, buildings, and grounds, and provision of all supplies and cleaning services for the facility. Laundry

The **Governor** recommends FY 2017 operating expenditures of \$277,089, all from the State General Fund. The recommendation is a decrease of \$8,519, or 3.0 percent, below the agency's FY 2017 request. The decrease is due to the Governor not recommending the agency's enhancement request and a reduction of \$4,073 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 5.0 FTE positions, the same as the agency's request.

services and bulk food preparation are accomplished by the Larned State Hospital. Food delivery to LCMHF inmates is handled by the contracted provider, Aramark.

**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
<b>Expenditures:</b>							
Salaries and Wages	\$ 677,628	\$ 680,775	\$ 674,235	\$ 667,940	\$ 653,338	\$ 695,815	\$ 675,306
Contractual Services	284,096	334,746	334,746	340,288	340,288	340,750	340,750
Commodities	495,781	511,867	503,987	478,994	478,994	481,182	481,182
Capital Outlay	95,803	0	0	18,579	0	37,158	0
Debt Service	1,032	1,500	1,500	0	0	0	0
Subtotal - Operations	\$ 1,554,340	\$ 1,528,888	\$ 1,514,468	\$ 1,505,801	\$ 1,472,620	\$ 1,554,905	\$ 1,497,238
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,554,340</u>	<u>\$ 1,528,888</u>	<u>\$ 1,514,468</u>	<u>\$ 1,505,801</u>	<u>\$ 1,472,620</u>	<u>\$ 1,554,905</u>	<u>\$ 1,497,238</u>
<b>Financing:</b>							
State General Fund	\$ 1,542,340	\$ 1,528,888	\$ 1,514,468	\$ 1,505,801	\$ 1,472,620	\$ 1,554,905	\$ 1,497,238
All Other Funds	12,000	0	0	0	0	0	0
TOTAL	<u>\$ 1,554,340</u>	<u>\$ 1,528,888</u>	<u>\$ 1,514,468</u>	<u>\$ 1,505,801</u>	<u>\$ 1,472,620</u>	<u>\$ 1,554,905</u>	<u>\$ 1,497,238</u>
FTE Positions	13.0	13.0	13.0	13.0	13.0	13.0	13.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>

The **agency** requests FY 2016 operating expenditures of \$1.5 million, all from the State General Fund. The request is a decrease of \$23,087, or 1.5 percent, below the FY 2015 estimate. The request contains enhancements totaling \$23,717, all from the State General Fund, for fringe benefit shortfalls and one vehicle replacement. The request includes 13.0 FTE positions, which is the same as the FY 2015 estimate. **Absent the enhancements**, the agency requests \$1.5 million. The major changes for FY 2016 include the following items.

- **Salaries and Wages.** The agency requests \$667,940 for salaries and wages. The request is a decrease of \$12,835, or 1.9 percent, below the FY 2015 estimate. The request includes an enhancement of \$5,138, all from the State General Fund, for fringe benefit shortfalls. The overall decrease is due to turnover in positions.

**Absent the enhancement**, the agency requests \$662,802 for salaries and wages.

- **Contractual Services.** The agency requests \$340,288 for contractual services. The request is an increase of \$5,542, or 1.7 percent, above the FY 2015 estimate. The increase is attributable to higher cost indices for electricity.
- **Commodities.** The agency requests \$478,994 for commodities. The request is a decrease of \$32,873, or 6.4 percent, below the FY 2015 estimate. The decrease is due to lowered cost indices for commodities.
- **Capital Outlay.** The agency requests \$18,579 for capital outlay. The request is an enhancement to replace a security vehicle for perimeter patrol. **Absent the enhancement**, the agency does not request any capital outlay expenditures.

The **Governor** recommends FY 2016 operating expenditures of \$1.5 million, all from the State General Fund. The recommendation is a decrease of \$33,181, or 2.2 percent,

below the agency's FY 2016 request. The decrease is due to the Governor not recommending the agency's enhancement requests and a reduction of \$9,464 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 13.0 FTE positions, the same as the agency's request.

The **agency** requests FY 2017 operating expenditures of \$1.6 million, all from the State General Fund. The request is an increase of \$49,104, or 3.3 percent, above the FY 2016 request. The increase is predominantly attributable to a 27<sup>th</sup> payroll period and enhancements totaling \$48,013, all from the State General Fund, for fringe benefit shortfalls and to replace two security vehicles. The request includes 13.0 FTE positions, which is the same as the FY 2016 request.

The **Governor** recommends FY 2017 operating expenditures of \$1.5 million, all from the State General Fund. The recommendation is a decrease of \$57,667, or 3.7 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 \$9,654 to reduce employer contributions for state employee health insurance. The Governor's recommendation includes 13.0 FTE positions, the same as 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
Debt Service Principal	\$ 18,557	\$ 18,557	\$ 0	\$ 0	\$ 0	\$ 0
Rehabilitation and Repair	180,234	180,234	0	0	0	0
TOTAL	<u>\$ 198,791</u>	<u>\$ 198,791</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Financing:</b>						
State General Fund	\$ 18,557	\$ 18,557	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	180,234	180,234	0	0	0	0
TOTAL	<u>\$ 198,791</u>	<u>\$ 198,791</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

## Current Year Agency Estimate

**FY 2015 – Current Year.** The agency estimates capital improvement expenditures of \$198,791, including \$18,557 from the State General Fund. The estimate includes a final debt

service principal payment (\$18,557) for the facilities conservation improvement program and rehabilitation and repair projects totaling \$180,234.

## Current Year Governor Recommendation

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

<b>PERFORMANCE MEASURES</b>					
<u>Measure</u>	<u>Gov. Rec. for FY 2014</u>	<u>Actual FY 2014</u>	<u>Gov. Rec. FY 2015</u>	<u>Gov. Rec. FY 2016</u>	<u>Gov. Rec. FY 2017</u>
Number of escapes	0	0	0	0	0
Number of inmate assaults on staff	35	114	114	114	114