

LARNED STATE HOSPITAL

	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	\$ 42,639,096	\$ 48,447,401	\$ 42,657,229	\$ 47,149,185	\$ 44,427,559	\$ 49,417,531	\$ 48,855,054
Other Funds	15,325,274	15,231,972	15,163,427	15,245,286	15,154,480	15,245,236	15,152,612
TOTAL	\$ 57,964,370	\$ 63,679,373	\$ 57,820,656	\$ 62,394,471	\$ 59,582,039	\$ 64,662,767	\$ 64,007,666
Capital Improvements:							
State General Fund	\$ 31,238	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	219,019	7,808	7,808	7,808	7,808	7,808	7,808
TOTAL	\$ 250,257	\$ 7,808	\$ 7,808	\$ 7,808	\$ 7,808	\$ 7,808	\$ 7,808
GRAND TOTAL	\$ 58,214,627	\$ 63,687,181	\$ 57,828,464	\$ 62,402,279	\$ 59,589,847	\$ 64,670,575	\$ 64,015,474
Percentage Change:							
Operating Expenditures							
State General Fund	(12.8) %	13.6 %	0.0 %	(2.7) %	4.2 %	4.8 %	10.0 %
All Funds	(5.8)	9.9	(0.2)	(2.0)	3.0	3.6	7.4
FTE Positions	936.5	936.5	936.5	936.5	936.5	936.5	936.5
Non-FTE							
Perm.Uncl.Pos.	23.0	23.0	23.0	23.0	23.0	23.0	23.0
TOTAL	959.5	959.5	959.5	959.5	959.5	959.5	959.5

AGENCY OVERVIEW

Larned State Hospital provides psychiatric treatment and limited detox facilities to adults from the 61 western counties of the state through collaborative efforts with consumers, community based mental health providers, the judicial system, and the Department of Corrections. Larned State Hospital was established in 1911. The State Security Hospital, opened in 1937, serves the entire state as a secure setting for criminal forensic patients during evaluation and treatment, and non-forensic patients with severe behavioral problems who may be transferred from other hospitals. Since 1994, the Sexual Predator Treatment Program (SPTP) has provided treatment for convicted sex offenders who have completed their prison

sentences and have been civilly committed under the Kansas Sexual Predator Law because of ongoing danger to the community. The Sexual Predator Transition House Program is located on the grounds of Osawatomie State Hospital, but is funded in the Larned State Hospital budget. The Transition House Program, known as MiCo House, accepts clients in Phases 6 and 7 of their treatment and who have been deemed ready for transition from the treatment program. Larned State Hospital also provides various support services for Larned Juvenile Correctional Facility, Larned Correctional Mental Health Facility, and the Kansas Soldiers' Home at Fort Dodge.

MAJOR ISSUES FROM PRIOR YEARS

Sexual Predator Treatment Program. Since 1994, 273 persons have been committed to the Sexual Predator Treatment Program. Of the residents presently assigned to the Program, seventy-one have been received within the past five years. According to the agency, the steady increase in referrals to the program and the length of time it takes to complete the program combine to create a continuing budget and public policy challenge.

In April 2005, Legislative Post Audit concluded that the state will either have to change policies to commit fewer sex offenders to the Sexual Predator Treatment Program, allow clients to be released sooner, or commit to supporting a new class of institutionalized individuals. The report recommended that the Legislature examine these issues and that the Department of Social and Rehabilitation Services should develop multi-year forecasts based on several scenarios to address resident capacity, housing costs and staffing costs. The 2005 Legislature added \$597,665 from the State General Fund

and 22.0 FTE positions to address staffing issues. Additionally, the Legislature added \$1,116,296 from the State General Fund and 41.0 FTE positions to address growth in the program with staff being hired gradually as additional clients enter the program. The 2006 Legislature added 14.0 FTE positions and \$390,145 to reoccupy the Dillon building after remodeling was completed in Spring 2006.

The **2009 Legislature** passed House Sub. for SB 91 that prohibits the Department of Social and Rehabilitation Services from placing more than eight sexually violent predators in any one county on transitional release or conditional release; stated that these patients be housed only on state property; and required a report to the Governor every year on the status of transitional persons. The Department of Social and Rehabilitation Services testified that 2009 House Sub. for SB 91 created both programmatic and fiscal challenges for the Sexual Predator Treatment Program. The more populated counties such as Johnson, Wyandotte, Shawnee, and Sedgwick typically

have the optimal resources for affordable housing, employment, and follow-up sex offender treatment, which are critical elements to reduce the risk for reoffending and increase successful reintegration into the community. In addition, current zoning and residency restrictions make it more difficult to place offenders back into the community after treatment. According to the Department, if a court orders an individual to transitional or conditional release and that person cannot be placed because the counties that offer the needed resources have reached the eight person maximum, and no other county can be found to provide the needed services for that individual, the Department of Social and Rehabilitation Services and the State of Kansas risk contempt of court charges and lawsuits.

As part of a submitted 10.0 percent reduced resources option prepared at the direction of the Senate Ways and Means Committee in 2009, the Department of Social and Rehabilitation Services included the closure of the Inpatient Psychiatric Treatment Unit for Youth located on the Larned campus and the option to contract out these services to a private facility. The new private program, KVC Behavioral HealthCare began operation in Spring 2010 in Hays, Kansas. When the space reserved for the Inpatient Psychiatric Treatment Unit for Youth was vacated during the summer of 2010, eleven additional Adult Civil Psychiatric Service beds were opened in the building complex. Funding for the staffing of the newly opened eleven bed unit at Larned was from savings realized from contracting out the youth beds at Larned.

The opening of the additional adult beds was determined necessary by the Department of Social and Rehabilitation Services as the agency temporarily suspended voluntary admissions to the three Kansas mental health hospitals during May 2010 and July 2010. The hospitals continued to accept people ordered to the facilities by the courts or escorted by police. Voluntary admissions require a referral by one of the state's 27 Community Mental Health Centers and involve adults who must have the capacity to consent to care, have a

treatment facility that agrees the person is in need of services offered by a facility and are mentally ill as defined by law and medical understanding. When the hospitals are full, the community centers are expected to find placement alternatives for people who otherwise would be admitted. According to the Department, all three facilities were full beyond licensed capacities and the agency did not have additional resources to serve persons seeking voluntary admissions. Additional actions were taken such as initiating agreements with community partners to establish alternative inpatient resources but SRS expected census issues to continue in FY 2012 and FY 2013.

The **Legislature** deleted 138.0 vacant FTE positions for FY 2012 and did not approve two enhancement requests to fund an expansion of the Sexual Predator Treatment Program on the Larned campus or a Sexual Predator Treatment Program transition house.

The **2012 Legislature** approved funding to open an additional 30 bed unit for the Sexual Predator Treatment Program that was completed on July 31, 2012 in the Isaac Ray building on the grounds of the facility. This has improved space constrictions in the main Sexual Predator Treatment Program building.

In September 2013, Legislative Post Audit performed a follow-up audit of the Sexual Predator Treatment program and determined that overall, the SPTP has sufficiently addressed staff and resident safety and security issues. However, it identified further areas of concern including: inadequate key controls, employees working excessive amounts of overtime, and prohibited items entering the residential buildings. Agency officials concurred with the report's findings for the most part and are taking action to comply with the recommendations from Legislative Post Audit. The agency did not agree that it had not met its own minimum staffing goals because audit findings were based on data errors and that any drop below minimum staffing is planned and approved.

BUDGETED BED CAPACITY

The chart below shows the budgeted bed capacity for Larned State Hospital.

	FY 13 Actual	FY 14 Actual	FY 15 Projected	FY 16 Projected	FY 17 Projected
Psychiatric Services Program	90	90	90	90	90
State Security Program	220	220	220	220	220
SPTP	207	207	207	240	240
MiCo Transition House	8	8	8	8	8
Total	<u>525</u>	<u>525</u>	<u>525</u>	<u>558</u>	<u>558</u>

AVERAGE DAILY CENSUS

Average Daily Census represents the average number of patients in a hospital over a fiscal year for Larned State Hospital.

	FY 13 Actual	FY 14 Actual	FY 15 Projected	FY 16 Projected	FY 17 Projected
Adult Inpatient	94	98	100	102	104
State Security Program	183	198	201	207	213
SPTP	218	223	233	241	249
MiCo Transition House	7	6	6	5	4
Total	<u>502</u>	<u>528</u>	<u>542</u>	<u>558</u>	<u>574</u>

ADMISSIONS

The chart below shows admissions for Larned State Hospital.

	FY 13 Actual	FY 14 Actual	FY 15 Projected	FY 16 Projected	FY 17 Projected
First Admissions	673	668	668	668	668
Readmission	623	641	641	641	641
Transfers in - Other KDADS Institutions	105	111	111	111	111
Total	1,401	1,420	1,420	1,420	1,420

AVERAGE LENGTH OF STAY

The chart below shows the average length of days stay for adults at Larned State Hospital.

	FY 13 Actual	FY 14 Actual	FY 15 Actual	FY 16 Est.	FY 17 Est.
Psychiatric Services Program	38	45	47	47	47
State Security Program	156	251	175	175	175

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency** estimates revised total expenditures of \$63.7 million, including \$48.4 million from the State General Fund, for operational expenditures and capital improvements, in FY 2015. Of this total, the agency estimates operational expenditures of \$63.7 million, including \$48.4 million from the State General Fund, in FY 2015. This is an all funds increase of \$5.8 million, or 10.0 percent, and a State General Fund increase of \$5.8 million, or 13.6 percent, above the amount approved by the 2014 Legislature, after adjustments. The increase is primarily attributable to the agency budgeting for the opening of the

Meyer building and the agency's revised estimate being submitted prior to the Governor's December 9th allotment. The increase is also attributable to an increase in medical and pharmaceutical expenditures, partially offset by a decrease in supplies and voluntary retirement incentive expenditures. The agency estimates capital improvement expenditures of \$7,808, all from special revenue funds, in FY 2015. This is an increase of \$7,808, or 100.0 percent, above the amount approved by the 2014 Legislature. The increase is attributable to the agency including replacement of carpeting and doors.

FY 2015 Governor Recommendation

The **Governor** recommends total expenditures of \$57.8 million, including \$42.7 million from the State General Fund, for operating expenditures and capital improvements, in FY 2015. Of this amount, the Governor recommends operating expenditures of \$57.8 million, including \$42.7 million from the State General Fund, in FY 2015. This is a decrease of \$5.9 million, or 9.2 percent, and a State General Fund decrease of \$5.8 million, or 12.0 percent, in FY 2015 below the agency's revised estimate. The decrease is partially attributable to the Governor's December 9th allotment which delayed the opening

of the Meyer Building. This allotment decreased expenditures by \$5.4 million, all from the State General Fund, in FY 2015. The decrease is also attributable to the Governor's allotment which reduced the KPERS employer contribution rate. This allotment reduced expenditures by \$425,253, including \$356,708 from the State General Fund, in FY 2015. The Governor recommends capital improvement expenditures of \$7,808, all from special revenue funds, in FY 2015. This is the same amount as the agency's revised estimate.

FY 2016 Agency Request

The **agency** requests total expenditures of \$62.4 million, including \$47.1 million from the State General Fund, for operating expenditures and capital improvements, for FY 2016. Of this amount, the agency requests operating expenditures of \$62.4 million, including \$47.1 million from the State General Fund, for FY 2016. This is an all funds decrease of \$1.3 million,

or 2.0 percent, and a State General Fund decrease of \$1.3 million, or 2.7 percent, below the revised FY 2015 estimate. The decrease is primarily attributable to an increase in shrinkage, a decrease in professional fees related to the reduced resource option to delay the opening of the Meyer building until January 2016, and a decrease in voluntary retirement incentive

expenditures, partially offset by an increase in salaries and wages fringe benefit expenditures. The agency requests capital improvement expenditures of \$7,808, all from special revenue

FY 2016 Governor Recommendation

The **Governor** recommends total expenditures of \$59.6 million, including \$44.4 million from the State General Fund, for operating expenditures and capital improvements, for FY 2016. Of this amount, the Governor recommends operating expenditures of \$59.6 million, including \$44.4 million from the State General Fund, for FY 2016. This is an all funds decrease of \$2.8 million, or 4.5 percent, and a State General Fund decrease of \$2.7 million, or 5.8 percent, below the agency's

FY 2017 Agency Request

The **agency** requests total expenditures of \$64.7 million, including \$49.4 million from the State General Fund, for operating expenditures and capital improvements, for FY 2017. Of this amount, the agency requests operating expenditures of \$64.7 million, including \$49.4 million from the State General Fund, for FY 2017. This is an all funds increase of \$2.3 million, or 3.6 percent, and a State General Fund increase of \$2.3 million, or 4.8 percent, above the FY 2016 request. The

FY 2017 Governor Recommendation

The **Governor** recommends total expenditures of \$64.0 million, including \$48.9 million from the State General Fund, for operating expenditures and capital improvements, for FY 2017. Of this amount, the Governor recommends operating expenditures of \$64.0 million, including \$48.9 million from the State General Fund, for FY 2017. This is an all funds decrease of \$655,101, or 1.0 percent, and a State General Fund decrease

funds, for FY 2016. This is the same amount as the revised FY 2015 estimate.

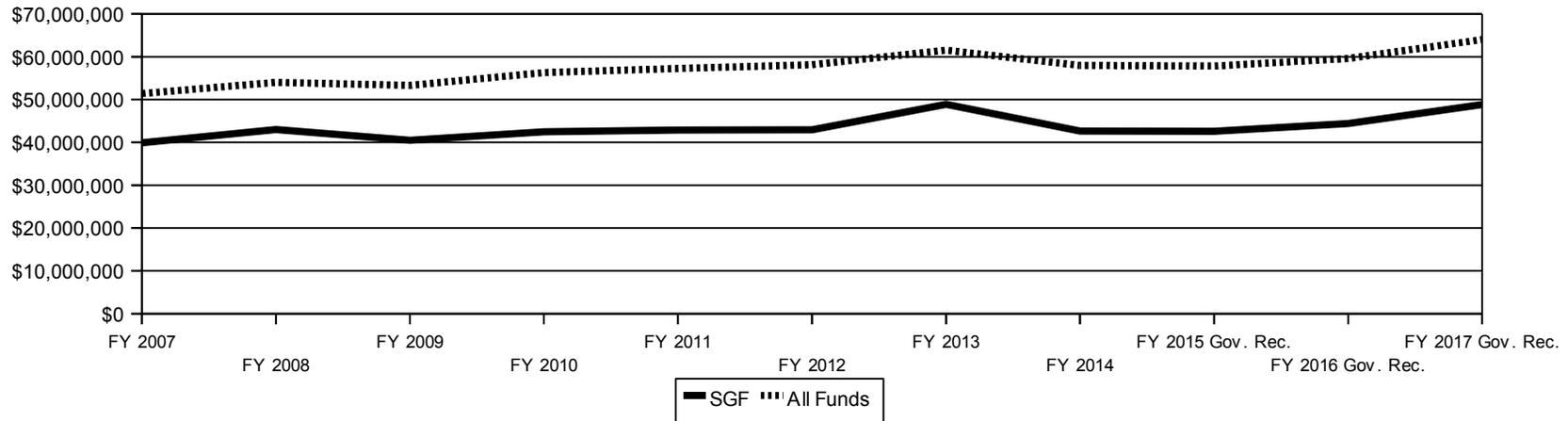
request. The decrease is primarily attributable to the Governor recommending the agency's reduced resource option to delay opening of the SPTP Meyer Building. The decrease is partially attributable to a reduction in employer contributions for state employee health insurance. The Governor recommends capital improvement expenditures of \$7,808, all from special revenue funds, for FY 2016. This is the same amount as the agency's request.

increase is primarily attributable to an increase in salaries and wages fringe benefit expenditures due to payment of the 27th payroll period, and an increase in medical expenditures, partially offset by a decrease in voluntary retirement incentive expenditures. The agency requests capital improvement expenditures of \$7,808, all from special revenue funds, for FY 2017. This is the same as the FY 2016 request.

of \$562,477, or 1.1 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance, for FY 2017. The Governor recommends capital improvement expenditures of \$7,808, all from special revenue funds, for FY 2017. This is the same amount as the agency's request.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 39,899,264	20.5 %	\$ 51,398,694	12.9 %	976.2
2008	42,987,347	7.7	54,010,787	5.1	976.2
2009	40,465,385	(5.9)	53,301,562	(1.3)	976.2
2010	42,466,987	4.9	56,297,843	5.6	976.2
2011	42,887,827	1.0	57,260,017	1.7	976.2
2012	42,935,618	0.1	58,138,073	1.5	839.2
2013	48,870,060	13.8	61,519,684	5.8	932.2
2014	42,639,096	(12.8)	57,964,370	(5.8)	936.5
2015 Gov. Rec.	42,657,229	0.0	57,820,656	(0.2)	936.5
2016 Gov. Rec.	44,427,559	4.2	59,582,039	3.0	936.5
2017 Gov. Rec.	48,855,054	10.0	64,007,666	7.4	936.5
Eleven-Year Change	\$ 8,955,790	22.4 %	\$ 12,608,972	24.5 %	(39.7)

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	\$ 5,194,059	\$ 3,579,131	\$ 4,253,787	\$ 674,656	18.8 %	\$ 3,555,772	\$ 4,212,663	\$ 656,891	18.5 %
Staff Edu & Research	288,124	239,110	226,642	(12,468)	(5.2)	236,783	224,624	(12,159)	(5.1)
Psychiatric Srvc	9,471,716	8,322,442	8,154,080	(168,362)	(2.0)	8,258,204	8,074,903	(183,301)	(2.2)
State Security Program	19,606,781	16,156,302	16,119,723	(36,579)	(0.2)	16,031,544	15,952,395	(79,149)	(0.5)
Sex Predator Trtmt	13,941,488	21,369,154	19,715,666	(1,653,488)	(7.7)	15,846,961	17,327,706	1,480,745	9.3
Ancillary Services	4,020,746	6,426,562	7,123,799	697,237	10.8	6,366,158	7,084,959	718,801	11.3
Phys Plant/Central Svcs	5,441,456	7,586,672	6,800,774	(785,898)	(10.4)	7,525,234	6,704,789	(820,445)	(10.9)
TOTAL	\$ 57,964,370	\$ 63,679,373	\$ 62,394,471	\$ (1,284,902)	(2.0) %	\$ 57,820,656	\$ 59,582,039	\$ 1,761,383	3.0 %
By Major Object of Expenditure:									
Salaries and Wages	\$ 45,287,890	\$ 51,454,485	\$ 51,166,332	\$ (288,153)	(0.6) %	\$ 45,595,768	\$ 48,353,900	\$ 2,758,132	6.0 %
Contractual Services	6,447,848	6,352,998	5,381,967	(971,031)	(15.3)	6,352,998	5,381,967	(971,031)	(15.3)
Commodities	5,308,502	5,049,968	5,049,367	(601)	(0.0)	5,049,968	5,049,367	(601)	(0.0)
Capital Outlay	626,259	626,259	634,512	8,253	1.3	626,259	634,512	8,253	1.3
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 57,670,499	\$ 63,483,710	\$ 62,232,178	\$ (1,251,532)	(2.0) %	\$ 57,624,993	\$ 59,419,746	\$ 1,794,753	3.1 %
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	293,871	195,663	162,293	(33,370)	(17.1)	195,663	162,293	(33,370)	(17.1)
TOTAL	\$ 57,964,370	\$ 63,679,373	\$ 62,394,471	\$ (1,284,902)	(2.0) %	\$ 57,820,656	\$ 59,582,039	\$ 1,761,383	3.0 %
Financing:									
State General Fund	\$ 42,639,096	\$ 48,447,401	\$ 47,149,185	\$ (1,298,216)	(2.7) %	\$ 42,657,229	\$ 44,427,559	\$ 1,770,330	4.2 %
LSH Fee Fund	4,459,827	4,462,818	4,462,768	(50)	(0.0)	4,458,511	4,454,639	(3,872)	(0.1)
Title XIX Fund	10,369,164	10,443,216	10,443,216	0	0.0	10,378,978	10,360,539	(18,439)	(0.2)
All Other Funds	496,283	325,938	339,302	13,364	4.1	325,938	339,302	13,364	4.1
TOTAL	\$ 57,964,370	\$ 63,679,373	\$ 62,394,471	\$ (1,284,902)	(2.0) %	\$ 57,820,656	\$ 59,582,039	\$ 1,761,383	3.0 %

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	\$ 4,253,787	\$ 4,359,141	\$ 105,354	2.5 %	\$ 4,212,663	\$ 4,317,193	\$ 104,530	2.5 %
Staff Edu & Research	226,642	230,719	4,077	1.8	224,624	228,661	4,037	1.8
Psychiatric Srvc	8,154,080	8,413,102	259,022	3.2	8,074,903	8,332,339	257,436	3.2
State Security Program	16,119,723	16,572,788	453,065	2.8	15,952,395	16,402,109	449,714	2.8
Sex Predator Trtmt	19,715,666	20,724,848	1,009,182	5.1	17,327,706	20,502,721	3,175,015	18.3
Ancillary Services	7,123,799	7,352,253	228,454	3.2	7,084,959	7,312,635	227,676	3.2
Phys Plant/Central Svcs	6,800,774	7,009,916	209,142	3.1	6,704,789	6,912,008	207,219	3.1
TOTAL	\$ 62,394,471	\$ 64,662,767	\$ 2,268,296	3.6 %	\$ 59,582,039	\$ 64,007,666	\$ 4,425,627	7.4 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 51,166,332	\$ 53,181,239	\$ 2,014,907	3.9 %	\$ 48,353,900	\$ 52,526,138	\$ 4,172,238	8.6 %
Contractual Services	5,381,967	5,763,719	381,752	7.1	5,381,967	5,763,719	381,752	7.1
Commodities	5,049,367	5,049,754	387	0.0	5,049,367	5,049,754	387	0.0
Capital Outlay	634,512	634,515	3	0.0	634,512	634,515	3	0.0
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 62,232,178	\$ 64,629,227	\$ 2,397,049	3.9 %	\$ 59,419,746	\$ 63,974,126	\$ 4,554,380	7.7 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	162,293	33,540	(128,753)	(79.3)	162,293	33,540	(128,753)	(79.3)
TOTAL	\$ 62,394,471	\$ 64,662,767	\$ 2,268,296	3.6 %	\$ 59,582,039	\$ 64,007,666	\$ 4,425,627	7.4 %
Financing:								
State General Fund	\$ 47,149,185	\$ 49,417,531	\$ 2,268,346	4.8 %	\$ 44,427,559	\$ 48,855,054	\$ 4,427,495	10.0 %
LSH Fee Fund	4,462,768	4,462,718	(50)	(0.0)	4,454,639	4,454,427	(212)	(0.0)
Title XIX Fund	10,443,216	10,443,216	0	0.0	10,360,539	10,358,883	(1,656)	(0.0)
All Other Funds	339,302	339,302	0	0.0	339,302	339,302	0	0.0
TOTAL	\$ 62,394,471	\$ 64,662,767	\$ 2,268,296	3.6 %	\$ 59,582,039	\$ 64,007,666	\$ 4,425,627	7.4 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$47,705,329 for Larned State Hospital 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 adjustment has been made.

- An increase of \$1,093,074, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015;
- A reduction of \$351,002, as a result of the privatization of food services and a

corresponding transfer to KDADS to pay the vendor directly; and

- A reduction of \$5,790,172, as the result of the Governor’s December 9th State General Fund allotment.

These adjustments change the FY 2015 approved State General Fund to \$42,657,229. That amount is reflected in the table below as the currently approved FY State General Fund amount. The agency’s budget was submitted prior to the December allotment, so the agency’s revised budget estimates do not incorporate the allotments.

	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	\$ 42,657,229	\$ 48,447,401	\$ 5,790,172	\$ 42,657,229	\$ 0
All Other Funds	15,240,061	15,239,780	(281)	15,171,235	(68,826)
TOTAL	<u>\$ 57,897,290</u>	<u>\$ 63,687,181</u>	<u>\$ 5,789,891</u>	<u>\$ 57,828,464</u>	<u>\$ (68,826)</u>
FTE Positions	936.5	936.5	0.0	936.5	0.0

The **agency** submits a revised estimate for total expenditures of \$63.7 million, including \$48.4 million from the State General Fund, for operating expenditures and capital improvements, in FY 2015. The agency estimates operating expenditures of \$63.7 million, including \$48.4 million from the State General Fund, in FY 2015. This is an all funds increase of \$5.8 million, or 10.0 percent, and a State General Fund increase of \$5.8 million, or 13.6 percent, above the amount approved by the 2014 Legislature, after being adjusted by the Governor's allotments. The increase is primarily attributable to the agency budgeting for the opening of the Meyer building and the agency's revised estimate being submitted prior to the Governor's December 2014 allotment. The increase is also attributable to increased medical and pharmaceutical expenditures, partially offset by a decrease in household supplies, data processing supplies, and voluntary retirement incentive expenditures.

The revised estimate is detailed by object of expenditure.

- **Salaries and Wages.** The agency estimates \$51.5 million, including \$43.8 million from the State General Fund, for salaries and wages in FY 2015. This is an all funds increase of \$5.6 million, or 12.1 percent, and a State General Fund increase of \$5.8 million, or 15.4 percent, above the amount approved by the 2014 Legislature, after adjustments. The increase is primarily attributable to salaries and wages fringe benefits budgeted in excessive of the approved amount, due to the agency submitting a revised estimate prior to the Governor's December 9th allotment, which recommended the delay of the Meyer building opening and the reduction of KPERS employer contributions.
- **Contractual Services.** The agency estimates \$6.4 million, including \$3.3 million from the State General Fund, for contractual services in FY 2015. This is an all funds increase of \$625,738, or 10.9 percent, and a State General Fund increase of \$1.2 million, or 59.3 percent, above the amount approved by the 2014 Legislature. The increase is primarily attributable to an increase in medical expenditures and related professional fees.
- **Commodities.** The agency estimates \$5.0 million, including \$1.2 million from the State General Fund, for commodities in FY 2015. This is an all funds increase of \$307,934, or 6.5 percent, and a State General Fund decrease of \$601,370, or 34.3 percent, from the amount approved by the 2014 Legislature. The all funds increase is attributable to an increase in drug and pharmaceutical expenditures, partially offset by a decrease in household supplies and data processing supplies.
- **Capital Outlay.** The agency estimates \$626,259, including \$80,449 from the State General Fund, for capital outlay in FY 2015. This is an all funds increase of \$62,899, or 11.2 percent, and a State General Fund increase of \$37,960, or 89.3 percent, above the amount approved by the 2014 Legislature. The increase is attributable to an increase in computer equipment, agricultural equipment and machinery, and furniture fixtures.
- **Other Assistance.** The agency estimates \$195,663, including \$68,521 from the State General Fund, for other assistance in FY 2015.

This is an all funds decrease of \$26,606, or 12.0 percent, and a State General Fund increase of \$13,808, or 25.2 percent, from the amount approved by the 2014 Legislature. The all funds decrease is primarily attributable to a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends total expenditures of \$57.8 million, including \$42.7 million from the State General Fund, for operating expenditures and capital improvements, in FY 2015.

Of this total, the Governor recommends operating expenditures of \$57.8 million, including \$42.7 million from the State General Fund. This is a decrease of \$5.9 million, or 9.2 percent, and a State General Fund decrease of \$5.8 million, or 12.0 percent, below the agency's revised estimate. The decrease is primarily attributable to Governor's recommendation to delay the opening of the Meyer Building and to a reduction in KPERS employer contributions. The Governor recommends capital improvement expenditures of \$7,808, all from special revenue funds, in FY 2015. This is the same amount as the agency's revised 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	\$ (356,708)	\$ (356,708)	0.0
Meyer Building Delay	(5,433,464)	(5,433,464)	0.0
TOTAL	<u>\$ (5,790,172)</u>	<u>\$ (5,790,172)</u>	<u>0.0</u>

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

A reduction of \$356,708, 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 expenditures but is reflective of a reduction of expenditures from the State General Fund.

Meyer Building Delayed Opening:

A reduction of \$5.4 million, as a result of the delayed opening of the Sexual Predator Treatment Program (SPTP) Meyer Building. By maximizing the use of existing beds in the SPTP's Dillon and Annex buildings and delaying the opening of the Meyer building until January 2016, the agency will be able to reduce State General Fund expenditures by \$5.4 million, in FY 2015. Savings will include utilities, environmental services, information technology services, communications services, and security.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 62,394,471	\$ 59,582,039	\$ (2,812,432)
FTE Positions	936.5	936.5	0.0
<i>Change from FY 2015:</i>			
<i>Dollar Change:</i>			
State General Fund	\$ (1,298,216)	\$ 1,770,330	
All Other Funds	13,314	(8,947)	
TOTAL	<u>\$ (1,284,902)</u>	<u>\$ 1,761,383</u>	
<i>Percent Change:</i>			
State General Fund	(2.7) %	4.2 %	
All Other Funds	0.1	(0.1)	
TOTAL	<u>(2.0) %</u>	<u>3.0 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests expenditures of \$62.4 million, including \$47.1 million from the State General Fund, for FY 2016. This is an all funds decrease of \$1.3 million, or 2.0 percent, and a State General Fund decrease of \$1.3 million, or 2.7 percent, below the revised FY 2015 estimate. The decrease is attributable to a decrease in salaries and wages, contractual services, and other assistance, partially offset by an increase in capital outlay for FY 2016.

The request includes a transfer of \$351,002, all from the State General Fund, as a result of the privatization of food services and a corresponding transfer to KDADS to pay the vendor directly.

The request is detailed by object of expenditure.

- **Salaries and Wages.** The agency requests \$51.2 million, including \$44.0 million from the State General Fund, for salaries and wages for FY 2016. This is an all funds decrease of \$288,153, or 0.6 percent, and a State General Fund increase of \$147,898, or 0.3 percent, from the revised FY 2015 estimate. The all funds decrease is attributable to an increase in shrinkage, partially offset by an increase in salaries and wage fringe benefit expenditures.
- **Contractual Services.** The agency requests \$5.4 million, including \$1.9 million from the State General Fund, for contractual services for FY 2016. This is a decrease of \$971,031, or 15.3 percent, and a State General Fund decrease of \$1.4 million, or 43.5 percent, below the revised FY 2015 estimate. The decrease is primarily attributable to a decrease in professional fees related to the reduced resource option to delay the opening of the Meyer building until January 2016.
- **Commodities.** The agency requests \$5.0 million, including \$1.2 million from the State General Fund, for commodities for FY 2016. This is an all funds decrease of \$601, or less than 0.1 percent, and a State General Fund increase of \$616, or 0.1 percent, from the revised FY 2015 estimate.
- **Capital Outlay.** The agency requests \$634,512, including \$84,302 from the State General Fund, for FY 2016. This is an all funds increase of \$8,253, or 1.3 percent, and a State General Fund increase of \$3,853, or 4.8 percent, above the revised FY 2015 estimate. The increase is primarily attributable to an increase in professional and scientific equipment.
- **Other Assistance.** The agency requests \$162,293, including \$63,779 from the State General Fund, for other assistance for FY 2016. This is an all funds decrease of \$33,370, or 17.1 percent, and a State General Fund decrease of \$4,742, or 6.9 percent, below the revised FY 2015 estimate. The decrease is primarily attributable to a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$59.6 million, including \$44.4 million from the State General Fund, for FY 2016. This is an all funds decrease of \$2.8 million, or 4.5 percent, and a State General Fund decrease of \$2.7 million, or 5.8 percent, below the agency's request. The decrease is primarily attributable to the Governor recommending the agency's reduce resource option to delay opening of the SPTP Meyer Building and to a reduction in employer contributions for state employee health insurance.

FY 2016 Reduced Resources

The agency was not required to submit reduced resource options, but submitted one reduced resource option which

would reduce expenditures by \$2.2 million, all from the State General Fund, for FY 2016.

FY 2016 REDUCED RESOURCES						
Item	Agency Submission			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Meyer Building Delay	\$ (2,170,195)	\$ (2,170,195)	0.0	\$ (2,170,195)	\$ (2,170,195)	0.0
TOTAL	<u>\$ (2,170,195)</u>	<u>\$ (2,170,195)</u>	<u>0.0</u>	<u>\$ (2,170,195)</u>	<u>\$ (2,170,195)</u>	<u>0.0</u>

The **agency** submits one reduced resource option concerning the Sexual Predator Treatment Program (SPTP) Meyer Building. By maximizing the use of existing bed in the SPTP's Dillon and Annex buildings and delaying the opening of the Meyer building until January 2016, the agency will be able to reduce expenditures by \$2.2 million, all from the State General Fund, for FY 2016. Savings will include utilities, environmental

services, information technology services, communications services, and security.

The **Governor** recommends the agency's reduced resource option, reducing expenditures by \$2.2 million, all from the State General Fund, for FY 2016.

C. FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 64,662,767	\$ 64,007,666	\$ (655,101)
FTE Positions	936.5	936.5	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 2,268,346	\$ 4,427,495	
All Other Funds	(50)	(1,868)	
TOTAL	<u>\$ 2,268,296</u>	<u>\$ 4,425,627</u>	
<i>Percent Change:</i>			
State General Fund	4.8 %	10.0 %	
All Other Funds	(0.0)	(0.0)	
TOTAL	<u>3.6 %</u>	<u>7.4 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests expenditures of \$64.7 million, including \$49.4 million from the State General Fund, for FY 2017. This is an all funds increase of \$2.3 million, or 3.6 percent, and a State General Fund increase of \$2.3 million, or 4.8 percent, above the FY 2016 request. The increase is primarily attributable to an increase in salaries and wages and contractual services, partially offset by a decrease in other assistance for FY 2017.

The request includes a transfer of \$351,002, all from the State General Fund, as a result of the privatization of food services and a corresponding transfer to KDADS to pay the vendor directly.

The request is detailed by object of expenditure.

- **Salaries and Wages.** The agency requests \$53.2 million, including \$46.6 million from the State General Fund, for salaries and wages for FY 2017. This is an all funds increase of \$2.0 million, or 3.9 percent, and a State General Fund increase of \$1.6 million, or 3.7 percent, above the FY 2016 request. The increase is primarily attributable an increase in salaries and wages and fringe benefit expenditures, due to payment of the 27th payroll period.
- **Contractual Services.** The agency requests \$5.8 million, including \$2.6 million from the State General Fund, for contractual services for FY 2017. This is an all funds increase of \$381,752, or 7.1 percent, and a State General Fund increase of \$673,260, or 35.9 percent, above the FY 2016 request. The increase is attributable to an increase in medical expenditures.
- **Commodities.** The agency requests \$5.0 million, including \$1.2 million from the State General Fund, for commodities for FY 2017. This is an all funds increase of \$387, or less than 0.1 percent, and a State General Fund increase of \$373, or

less than 0.1 percent, above the FY 2016 request.

- **Capital Outlay.** The agency requests \$634,515, including \$84,305 from the State General Fund, for capital outlay for FY 2017. This is an all funds increase of \$3, or less than 0.1 percent, all from the State General Fund, above the FY 2016 request.
- **Other Assistance.** The agency requests \$33,540, including \$14,137 from the State General Fund, for FY 2017. This is an all funds decrease of \$128,753, or 79.3 percent, and a State General Fund decrease of \$49,642, or 77.8 percent, below the FY 2016 request. The decrease is attributable to a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$64.0 million, including \$48.9 million from the State General Fund, for FY 2017. This is an all funds decrease of \$655,101, or 1.0 percent, and a State General Fund decrease of \$562,477, or 1.1 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance, for FY 2017.

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 \$205,142, all from the State General Fund, and affects 660 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 \$198,041, including \$168,936 from the State General Fund, and FY 2017 longevity payments total \$221,679, including \$190,132 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 \$642,237, including \$551,431 from the State General Fund for FY 2016. This is a reduction of \$655,101, including \$562,477 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	75.6 %	74.6 %	76.4 %	76.3 %
LSH Fee Fund	7.2	7.5	6.9	7.0
Title XIX Fund	16.7	17.4	16.2	16.2
All Other Funds	0.5	0.6	0.5	0.5
TOTAL	100.0 %	100.0 %	100.0 %	100.0 %

Note: Percentages may not add due to rounding.

Larned State Hospital Fee Fund Analysis

KSA 76-1302a requires that the superintendent of the Larned State Hospital remit all moneys received from charges under KSA 59-2006 and deposit them into the Larned State

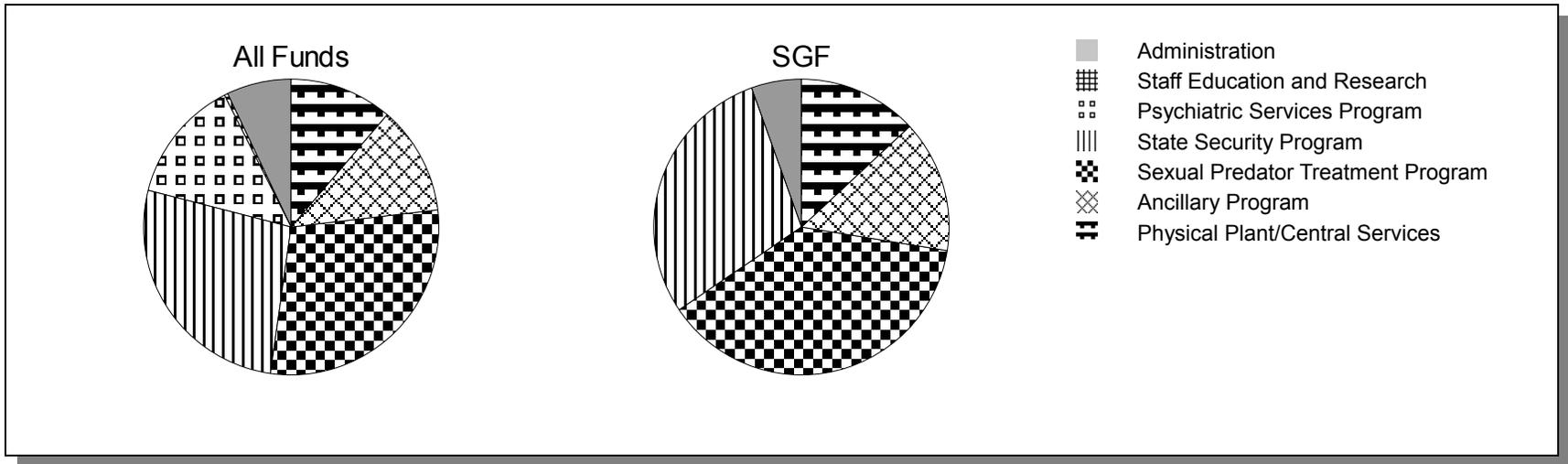
Hospital Fee Fund. KSA 59-2006 relates to the duty of parents and spouses to pay for the maintenance, care and treatment of a patient in a state institution.

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	\$ 1,946,406	\$ 1,329,232	\$ 1,329,232	\$ 771,693	\$ 776,000	\$ 583,985	\$ 596,421
Revenue	3,516,297	3,907,086	3,907,086	4,276,917	4,276,917	4,448,381	4,448,381
Transfers in	1,850	1,993	1,993	1,993	1,993	1,993	1,993
Total Funds Available	\$ 5,464,553	\$ 5,238,311	\$ 5,238,311	\$ 5,050,603	\$ 5,054,910	\$ 5,034,359	\$ 5,046,795
Less: Expenditures	4,466,612	4,462,818	4,458,511	4,462,768	4,454,639	4,462,718	4,454,427
Encumbrance Adjustment*	(331,291)	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0	0
Off Budget Expenditures	0	3,800	3,800	3,850	3,850	3,900	3,900
Ending Balance	<u>\$ 1,329,232</u>	<u>\$ 771,693</u>	<u>\$ 776,000</u>	<u>\$ 583,985</u>	<u>\$ 596,421</u>	<u>\$ 567,741</u>	<u>\$ 588,468</u>
Ending Balance as Percent of Expenditures	29.8%	17.3%	17.4%	13.1%	13.4%	12.7%	13.2%
Month Highest Ending Balance	February <u>\$ 3,709,101</u>	July <u>\$ 865,392</u>	July <u>\$ 865,392</u>	February <u>\$ 532,170</u>	February <u>\$ 532,170</u>	February <u>\$ 527,635</u>	February <u>\$ 527,635</u>
Month Lowest Ending Balance	June <u>\$ 997,941</u>	December <u>\$ 62,256</u>	December <u>\$ 62,256</u>	August <u>\$ 228,046</u>	August <u>\$ 228,046</u>	October <u>\$ 245,612</u>	October <u>\$ 245,612</u>

* The Governor recommends removal of encumbrances occurring in FY 2013 and prior fiscal years from state finances. For the Larned State Hospital Fee Fund, the Governor recommends canceling encumbrances totaling \$331,291.

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	\$ 4,212,663	7.1 %	\$ 2,437,266	5.5 %
Staff Education and Research	224,624	0.4	0	0.0
Psychiatric Services Program	8,074,903	13.6	(80)	(0.0)
State Security Program	15,952,395	26.8	12,872,728	29.0
Sexual Predator Treatment Program	17,327,706	29.1	16,880,400	38.0
Ancillary Program	7,084,959	11.9	6,413,375	14.4
Physical Plant/Central Services	6,704,789	11.3	5,823,870	13.1
TOTAL	\$ 59,582,039	100.0 %	\$ 44,427,559	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	46.0	48.2	48.2	48.2	48.2	48.2	48.2
Staff Edu & Research	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Psychiatric Svcs	132.0	120.0	120.0	120.0	120.0	120.0	120.0
State Security Program	271.0	245.0	245.0	245.0	245.0	245.0	245.0
Sex Predator Trtmt	342.5	322.5	322.5	322.5	322.5	322.5	322.5
Ancillary Services	35.0	52.0	52.0	52.0	52.0	52.0	52.0
Phys Plant/Central Svcs	106.0	144.8	144.8	144.8	144.8	144.8	144.8
TOTAL	936.5	936.5	936.5	936.5	936.5	936.5	936.5

A. Administration

The Administration Program provides overall management activities such as budgeting, planning, and staffing designed to ensure that the patients' basic needs are met and that proper care and treatment are received. This program is responsible for maintaining accreditation and certification with federal agencies. In addition, this program is responsible for business services, personnel, legal services, management and information systems, quality improvement, risk management, and reimbursement. Lastly, LSH has a partnership with three other

agencies that receive a significant level of goods and services from Larned State Hospital: Larned Juvenile Correctional Facility, Larned Correctional Mental Health Facility, and the Fort Dodge Soldiers' Home. According to the agency, a goal of Administration is to focus on the successful execution of hospital policies and procedures, to provide exemplary customer service, and increase stakeholders' confidence in hospital services.

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	\$ 3,956,796	\$ 2,359,023	\$ 2,335,664	\$ 3,068,369	\$ 3,027,245	\$ 3,180,157	\$ 3,138,209
Contractual Services	644,575	573,220	573,220	551,696	551,696	550,496	550,496
Commodities	242,865	172,753	172,753	171,525	171,525	171,537	171,537
Capital Outlay	317,897	455,202	455,202	455,202	455,202	455,202	455,202
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 5,162,133	\$ 3,560,198	\$ 3,536,839	\$ 4,246,792	\$ 4,205,668	\$ 4,357,392	\$ 4,315,444
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	32,262	18,933	18,933	6,995	6,995	1,749	1,749
TOTAL	\$ 5,194,395	\$ 3,579,131	\$ 3,555,772	\$ 4,253,787	\$ 4,212,663	\$ 4,359,141	\$ 4,317,193
Financing:							
State General Fund	\$ (2,494,491)	\$ 2,227,872	\$ 2,205,994	\$ 2,468,779	\$ 2,437,266	\$ 2,396,524	\$ 2,364,379
All Other Funds	7,688,886	1,351,259	1,349,778	1,785,008	1,775,397	1,962,617	1,952,814
TOTAL	\$ 5,194,395	\$ 3,579,131	\$ 3,555,772	\$ 4,253,787	\$ 4,212,663	\$ 4,359,141	\$ 4,317,193
FTE Positions	46.0	48.2	48.2	48.2	48.2	48.2	48.2
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	46.0	48.2	48.2	48.2	48.2	48.2	48.2

The **agency** requests expenditures of \$4.3 million, including \$2.5 million from the State General Fund, for FY 2016. This is an all funds increase of \$674,656, or 18.9 percent, and a State General Fund increase of \$240,907, or 10.8 percent, above the revised FY 2015 estimate. The increase is attributable to an increase in salaries and wages fringe benefit expenditures, partially offset by an increase in shrinkage and a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$4.2 million, including \$2.4 million from the State General Fund, for FY 2016. This is an all funds decrease of \$41,124, or 1.0 percent, and a State General Fund decrease of \$31,513, or 1.3 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$4.4 million, including \$2.4 million from the State General Fund, for FY 2017. This is

an all funds increase of \$105,354, or 2.5 percent, and a State General Fund decrease of \$72,255, or 2.9 percent, from the FY 2016 request. The all funds increase is primarily attributable to an increase in salaries and wages fringe benefit expenditures, due to payment of the 27th payroll period, partially offset by an increase in shrinkage and a decrease in voluntary retirement incentive expenditures.

B. Staff Education and Research Program

The Staff Education and Research program has two primary areas of focus: recruitment and education. Recruitment involves general nursing recruitment and clinical rotations offered to several state nursing programs. Other recruitment involves internship and practicum arrangements with professional staff in psychiatry, psychology, social work, and activity therapy.

The **Governor** recommends expenditures of \$4.3 million, including \$2.4 million from the State General Fund, for FY 2017. This is an all funds decrease of \$41,948, or 1.0 percent, and a State General Fund decrease of \$32,145, or 1.3 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

Education involves ensuring identification and provision of minimum hospital, KDADS, and other training requirements as dictated by policy and standards. Larned is moving from classroom instructor lead training toward more online training for educational sessions.

**STAFF EDUCATION AND RESEARCH
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	\$ 229,586	\$ 225,767	\$ 223,440	\$ 216,214	\$ 214,196	\$ 224,371	\$ 222,313
Contractual Services	45,810	3,455	3,455	3,455	3,455	3,455	3,455
Commodities	5,074	2,893	2,893	2,893	2,893	2,893	2,893
Capital Outlay	(1,341)	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 279,129	\$ 232,115	\$ 229,788	\$ 222,562	\$ 220,544	\$ 230,719	\$ 228,661
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	8,995	6,995	6,995	4,080	4,080	0	0
TOTAL	<u>\$ 288,124</u>	<u>\$ 239,110</u>	<u>\$ 236,783</u>	<u>\$ 226,642</u>	<u>\$ 224,624</u>	<u>\$ 230,719</u>	<u>\$ 228,661</u>
Financing:							
State General Fund	\$ 236,611	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,588	\$ 9,588
All Other Funds	51,513	239,110	236,783	226,642	224,624	221,131	219,073
TOTAL	<u>\$ 288,124</u>	<u>\$ 239,110</u>	<u>\$ 236,783</u>	<u>\$ 226,642</u>	<u>\$ 224,624</u>	<u>\$ 230,719</u>	<u>\$ 228,661</u>
FTE Positions	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>	<u>4.0</u>

The **agency** requests expenditures of \$226,642, all from special revenue funds, for FY 2016. This is a decrease of \$12,468, or 5.2 percent, below the revised FY 2015 estimate. The decrease is primarily attributable to an increase in shrinkage, and a decrease in salary, fringe benefits, and voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$224,624, all from special revenue funds, for FY 2016. This is an all funds

decrease of \$2,018, or 0.9 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$230,719, including \$9,588 from the State General Fund, for FY 2017. This is an all funds increase of \$4,077, or 1.8 percent, and a State General Fund increase of \$9,588, above the FY 2016 request. The increase is attributable to an increase in salary and fringe

benefit expenditures due to payment of the 27th payroll period, partially offset by an adjustment to shrinkage and a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$228,661, including \$9,588 from the State General Fund, for FY 2017. This

C. Psychiatric Services Program

The Psychiatric Services Program provides psychiatric treatment to Kansas citizens 18 years or older. Patients are referred to the hospital after being screened by community mental health centers. Upon admission, a comprehensive evaluation is completed and an individual treatment plan is developed. The Psychiatric Services program no longer serves youth and only provides adult inpatient services. Service units include a 30 bed Crisis Stabilization Unit for acute stabilization

is an all funds decrease of \$2,058, or 0.9 percent, below the agency's request. The State General Fund amount is the same amount as the agency's request. The all funds decrease is attributable to a reduction in employer contributions for state employee health insurance.

and treatment and two Adult Treatment Units for patients with chronic conditions budgeted for 30 beds each. Growing demands for in-patient psychiatric services are resulting in steadily increasing admissions that often exceed the program's budgeted bed capacity. The adult units were had an average daily census of 98 in FY 2014. The highest monthly average in FY 2014 was 103 in June of 2014. A major goal of the program is to reduce readmissions.

PSYCHIATRIC 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	\$ 7,502,327	\$ 6,680,135	\$ 6,615,897	\$ 6,486,802	\$ 6,407,625	\$ 6,724,842	\$ 6,644,079
Contractual Services	1,016,423	769,315	769,315	793,905	793,905	819,723	819,723
Commodities	939,223	862,740	862,740	863,121	863,121	863,531	863,531
Capital Outlay	4,141	2,651	2,651	2,651	2,651	2,651	2,651
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 9,462,114	\$ 8,314,841	\$ 8,250,603	\$ 8,146,479	\$ 8,067,302	\$ 8,410,747	\$ 8,329,984
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	9,602	7,601	7,601	7,601	7,601	2,355	2,355
TOTAL	\$ 9,471,716	\$ 8,322,442	\$ 8,258,204	\$ 8,154,080	\$ 8,074,903	\$ 8,413,102	\$ 8,332,339
Financing:							
State General Fund	\$ 7,505,033	\$ (551,369)	\$ (551,369)	\$ (80)	\$ (80)	\$ 101,106	\$ 101,106
All Other Funds	1,966,683	8,873,811	8,809,573	8,154,160	8,074,983	8,311,996	8,231,233
TOTAL	\$ 9,471,716	\$ 8,322,442	\$ 8,258,204	\$ 8,154,080	\$ 8,074,903	\$ 8,413,102	\$ 8,332,339
FTE Positions	132.0	120.0	120.0	120.0	120.0	120.0	120.0
Non-FTE Uncl. Perm. Pos.	1.0	2.0	2.0	2.0	2.0	2.0	2.0
TOTAL	133.0	122.0	122.0	122.0	122.0	122.0	122.0

* Negative State General Fund totals reflected for this program in FY 2015 and FY 2016 were erroneously proportioned when data was entered in the IBARS system, however the overall State General Fund totals for the agency are correct in FY 2015 and FY 2016.

The **agency** requests expenditures of \$8.2 million, including a negative \$80 from the State General Fund, for FY 2016. This is an all funds decrease of \$168,362, or 2.0 percent, and a State General Fund increase of \$551,289, or 100.0 percent, from the revised FY 2015 estimate. The all funds decrease is primarily attributable to a increase in shrinkage, partially offset by an

increase in medical expenditures and fringe benefits expenditures.

The **Governor** recommends expenditures of \$8.1 million, including a negative \$80 from the State General Fund, for FY 2016. This is an all funds decrease of \$79,177, or 1.0 percent,

below the agency's request. The State General Fund amount is the same as the agency's request. The all funds decrease is attributable to a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$8.4 million, including \$101,106 from the State General Fund, for FY 2017. This is an all funds increase of \$259,022, or 3.2 percent, and a State General Fund increase of \$101,186, or 126,482.5 percent, above the FY 2016 request. The increase is attributable to an increase in salaries and wages fringe benefit expenditures, due to payment of the 27th payroll period which occurs in the fiscal

D. State Security Program

The State Security Program was originally established in 1937. This program, also known in Kansas statutes as the State Security Hospital, serves male and female adults from all 105 Kansas counties who are admitted through forensic commitment statutes. The State Security Hospital delivers specialized mental health services to persons committed by the District Courts and those transferred from the Kansas Department of Corrections. The State Security Hospital consists of 200 beds in seven units housed at the Isaac Ray Building.

The program also provides competency, mental state, pre-sentence and sexual predator evaluations. The goal is to complete evaluations in 60 days or less. However, in recent

year. The increase is also attributable to an increase in medical expenditures, partially offset by a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$8.3 million, including \$101,106 from the State General Fund, for FY 2017. This is an all funds decrease of \$80,763, or 1.0 percent, below the agency's request. The State General Fund amount is the same as the agency's request. The all funds decrease is attributable to a reduction in employer contributions for state employee health insurance.

years wait-lists have increased and a top priority of the State Security Program is to decrease the wait list for forensic admissions to the extent possible within resources. The State Security Program collaborates with the KDADS Coordinator of Forensic Services to explore alternative resources and ideas to decreasing the wait list. The effect of the wait is the local jails have to retain these individuals until the evaluation is completed. Many local jails have agreements with Community Mental Health Centers to provide services in the jail. Local jails have the option of getting the evaluation done locally. There is also a process for the local jails to ask to have the person moved to the top of list if they can demonstrate the person's condition has worsened to a point they can no longer safely handle the individual.

**STATE SECURITY PROGRAM
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	\$ 16,102,128	\$ 13,074,860	\$ 12,950,102	\$ 13,026,066	\$ 12,858,738	\$ 13,519,991	\$ 13,349,312
Contractual Services	1,184,773	837,837	837,837	852,059	852,059	866,994	866,994
Commodities	2,153,142	2,128,845	2,128,845	2,128,850	2,128,850	2,128,850	2,128,850
Capital Outlay	53,516	35,505	35,505	39,905	39,905	39,905	39,905
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 19,493,559	\$ 16,077,047	\$ 15,952,289	\$ 16,046,880	\$ 15,879,552	\$ 16,555,740	\$ 16,385,061
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	113,222	79,255	79,255	72,843	72,843	17,048	17,048
TOTAL	\$ 19,606,781	\$ 16,156,302	\$ 16,031,544	\$ 16,119,723	\$ 15,952,395	\$ 16,572,788	\$ 16,402,109
Financing:							
State General Fund	\$ 16,195,199	\$ 13,059,135	\$ 12,934,876	\$ 13,040,056	\$ 12,872,728	\$ 13,524,655	\$ 13,353,976
All Other Funds	3,411,582	3,097,167	3,096,668	3,079,667	3,079,667	3,048,133	3,048,133
TOTAL	\$ 19,606,781	\$ 16,156,302	\$ 16,031,544	\$ 16,119,723	\$ 15,952,395	\$ 16,572,788	\$ 16,402,109
FTE Positions	271.0	245.0	245.0	245.0	245.0	245.0	245.0
Non-FTE Uncl. Perm. Pos.	5.0	2.0	2.0	2.0	2.0	2.0	2.0
TOTAL	276.0	247.0	247.0	247.0	247.0	247.0	247.0

The **agency** requests expenditures of \$16.1 million, including \$13.0 million from the State General Fund, for FY 2016. This is an all funds decrease of \$36,579, or 0.2 percent, and a State General Fund decrease of \$19,079, or 0.2 percent, below the revised FY 2015 estimate. The decrease is attributable to an increase in shrinkage, partially offset by an increase in salaries and wages fringe benefit expenditures.

The **Governor** recommends expenditures of \$16.0 million, including \$12.9 million from the State General Fund, for FY 2016. This is an all funds decrease of \$167,328, or 1.0 percent, all from the State General Fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$16.6 million, including \$13.5 million from the State General Fund, for FY

2017. This is an all funds increase of \$453,065, or 2.8 percent, and a State General Fund increase of \$484,599, or 3.7 percent, above the FY 2016 request. The increase is attributable to an increase in salaries and wages fringe benefit expenditures due to payment of the 27th payroll period which occurs in the fiscal year, and an increase in medical expenditures, partially offset by a decrease in voluntary retirement incentive expenditures.

E. Sexual Predator Treatment Program

The Sexual Predator Treatment Program (SPTP) was established in 1994 by the Sexual Predator Act (KSA 59-29A01 *et seq.*) to provide treatment for convicted sex offenders who have finished their prison sentences, and who have been civilly committed by the courts to the SPTP inpatient treatment program at Larned State Hospital. The SPTP is comprised of seven phases of treatment. Phases one through five are located at LSH; phases six and seven are located at Osawatomie State Hospital. The SPTP was given a dual mission. First, SPTP's goal is to protect the public from any further victimization by sexual offenders committed to the program. Second, SPTP is required to provide a program of treatment which would assist motivated offenders to reduce their risk for re-offense to the point that they could safely live in open society and become contributing citizens.

MiCo House (formerly known as THS) is a state funded program on the grounds of Osawatomie State Hospital and is limited to eight beds. MiCo House accepts clients who have

The **Governor** recommends expenditures of \$16.4 million, including \$13.4 million from the State General Fund, for FY 2017. This is an all funds decrease of \$170,679, or 1.0 percent, all from the State General Fund, or 1.3 percent, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

been deemed ready for transition from Larned State Hospital's Sexual Predator Treatment Program. MiCo House serves clients that are in Phases 6 and 7 of the Sexual Predator Treatment Program. To be deemed ready for the program, clients must have successfully progressed through the residential portion of the treatment program and have a motivation to re-enter into a normal lifestyle. MiCo House provides shelter, monetary assistance, and transportation to aid client transition and residents will spend anywhere from six to 36 months at MiCo House. MiCo House also encourages clients to utilize community resources for other services such as psychiatric and vocational assistance. MiCo House staff are aware of clients' whereabouts at all times through visual contact and phone checks. In most cases, clients will obtain a job, learn to budget and save money, purchase their own transportation, and eventually live on their own in the community. Clients transition through the program on a step system that slowly allows them more and more freedom to make their own decisions and be on their own.

**SEXUAL PREDATOR TREATMENT PROGRAM
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	\$ 10,317,075	\$ 16,774,501	\$ 11,252,308	\$ 16,109,771	\$ 13,721,811	\$ 16,813,025	\$ 16,590,898
Contractual Services	2,266,967	3,307,802	3,307,802	2,324,281	2,324,281	2,666,479	2,666,479
Commodities	1,133,539	1,154,281	1,154,281	1,154,518	1,154,518	1,154,481	1,154,481
Capital Outlay	147,479	80,449	80,449	84,302	84,302	84,305	84,305
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 13,865,060	\$ 21,317,033	\$ 15,794,840	\$ 19,672,872	\$ 17,284,912	\$ 20,718,290	\$ 20,496,163
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	76,428	52,121	52,121	42,794	42,794	6,558	6,558
TOTAL	<u>\$ 13,941,488</u>	<u>\$ 21,369,154</u>	<u>\$ 15,846,961</u>	<u>\$ 19,715,666</u>	<u>\$ 17,327,706</u>	<u>\$ 20,724,848</u>	<u>\$ 20,502,721</u>
Financing:							
State General Fund	\$ 13,930,769	\$ 21,369,154	\$ 15,846,961	\$ 19,268,360	\$ 16,880,400	\$ 20,608,604	\$ 20,386,477
All Other Funds	10,719	0	0	447,306	447,306	116,244	116,244
TOTAL	<u>\$ 13,941,488</u>	<u>\$ 21,369,154</u>	<u>\$ 15,846,961</u>	<u>\$ 19,715,666</u>	<u>\$ 17,327,706</u>	<u>\$ 20,724,848</u>	<u>\$ 20,502,721</u>
FTE Positions	342.5	322.5	322.5	322.5	322.5	322.5	322.5
Non-FTE Uncl. Perm. Pos.	16.0	18.0	18.0	18.0	18.0	18.0	18.0
TOTAL	<u>358.5</u>	<u>340.5</u>	<u>340.5</u>	<u>340.5</u>	<u>340.5</u>	<u>340.5</u>	<u>340.5</u>

The **agency** requests expenditures of \$19.7 million, including \$19.3 million from the State General Fund, for FY 2016. This is an all funds decrease of \$1.7 million, or 7.7 percent, and a State General Fund decrease of \$2.1 million, or 9.8 percent, below the revised FY 2015 estimate. The decrease is primarily attributable to an increase in shrinkage, and a decrease in professional fees, partially offset by an increase in medical expenditures and fringe benefit expenditures.

The **Governor** recommends expenditures of \$17.3 million, including \$16.9 million from the State General Fund, for FY 2016. This is an all funds decrease of \$2.4 million, or 12.1 percent, all from the State General Fund, or 12.4 percent, below the agency's request. The decrease is attributable to a decrease in salaries and wages due to delaying the opening of the Meyer Building, and a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$20.7 million, including \$20.6 million from the State General Fund, for FY 2017. This is an all funds increase of \$1.0 million, 5.1 percent, and a State General Fund increase of \$1.3 million, or 7.0 percent, above the FY 2016 request. The increase is primarily attributable to an increase in salaries and wages fringe benefit expenditures due to payment of the 27th payroll period which occurs in the fiscal year.

F. Ancillary Services Program

The Ancillary Services Program consists of Allied Clinical Services which is comprised of medical services, nursing services, chaplaincy services, psychology department, social

The **Governor** recommends expenditures of \$20.5 million, including \$20.4 million from the State General Fund, for FY 2017. This is an all funds decrease of \$222,127, or 1.1 percent, all from the State General Fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

services department, pharmacy, clinical pathology laboratory, and clinic/infection control.

**ANCILLARY 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	\$ 2,822,373	\$ 5,649,014	\$ 5,588,610	\$ 6,346,250	\$ 6,307,410	\$ 6,592,774	\$ 6,553,156
Contractual Services	830,491	430,937	430,937	430,937	430,937	430,937	430,937
Commodities	328,176	317,931	317,931	317,932	317,932	317,932	317,932
Capital Outlay	12,055	7,695	7,695	7,695	7,695	7,695	7,695
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 3,993,095	\$ 6,405,577	\$ 6,345,173	\$ 7,102,814	\$ 7,063,974	\$ 7,349,338	\$ 7,309,720
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	27,651	20,985	20,985	20,985	20,985	2,915	2,915
TOTAL	<u>\$ 4,020,746</u>	<u>\$ 6,426,562</u>	<u>\$ 6,366,158</u>	<u>\$ 7,123,799</u>	<u>\$ 7,084,959</u>	<u>\$ 7,352,253</u>	<u>\$ 7,312,635</u>
Financing:							
State General Fund	\$ 2,836,934	\$ 5,649,014	\$ 5,588,610	\$ 6,452,215	\$ 6,413,375	\$ 6,648,060	\$ 6,608,442
All Other Funds	1,183,812	777,548	777,548	671,584	671,584	704,193	704,193
TOTAL	<u>\$ 4,020,746</u>	<u>\$ 6,426,562</u>	<u>\$ 6,366,158</u>	<u>\$ 7,123,799</u>	<u>\$ 7,084,959</u>	<u>\$ 7,352,253</u>	<u>\$ 7,312,635</u>
FTE Positions	35.0	52.0	52.0	52.0	52.0	52.0	52.0
Non-FTE Uncl. Perm. Pos.	1.0	1.0	1.0	1.0	1.0	1.0	1.0
TOTAL	<u>36.0</u>	<u>53.0</u>	<u>53.0</u>	<u>53.0</u>	<u>53.0</u>	<u>53.0</u>	<u>53.0</u>

The **agency** requests expenditures of \$7.1 million, including \$6.5 million from the State General Fund, for FY 2016. This is an all funds increase of \$697,237, or 10.9 percent, and a State General Fund increase of \$803,201, or 14.2 percent, above the revised FY 2015 estimate. The increase is primarily attributable to an increase in salaries and wages fringe benefit expenditures, partially offset by an increase in shrinkage.

The **Governor** recommends expenditures of \$7.1 million, including \$6.4 million from the State General Fund, for FY 2016. This is an all funds decrease of \$38,840, or 0.6 percent, all from the State General Fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

The agency requests expenditures of \$7.4 million, including \$6.7 million from the State General Fund, for FY 2017. This is

an all funds increase of \$228,454, or 3.2 percent, and a State General Fund increase of \$195,845, or 3.0 percent, above the FY 2016 request. The increase is primarily attributable to an increase in salaries and wages fringe benefit expenditures, partially offset by an increase in shrinkage, and a decrease in voluntary retirement incentive expenditures.

G. Physical Plant and Central Services Program

The Physical Plant and Central Services Program is comprised of the following: Engineering, Environmental Services, Safety/Security, Purchasing/Supply, Dietary, and Laundry. The Engineering program is responsible for the repair and upkeep of 78 buildings and 949,579 square feet of space on 120 acres of grounds. The Engineering program also provides physical plant service for the hospital, Larned Juvenile Correctional Facility and Larned Correctional Mental Health

The **Governor** recommends expenditures of \$7.3 million, including \$6.6 million from the State General Fund, for FY 2017. This is an all funds decrease of \$39,618, or 0.5 percent, all from the State General fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

Facility. Supply Services provides centralized procurement and warehousing of supplies, equipment, and materials needed to operate LSH and also works cooperatively with LJCF and LCMHF. Dietary Services was contracted out for FY 2014 and FY 2015 to A'viands which provides meal services for the hospital and averages 2,500 meals per day. Meals are also delivered to the LJCF and LCMHF.

**PHYSICAL PLANT AND CENTRAL 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	\$ 4,357,605	\$ 6,691,185	\$ 6,629,747	\$ 5,912,860	\$ 5,816,875	\$ 6,126,079	\$ 6,028,171
Contractual Services	458,291	430,432	430,432	425,634	425,634	425,635	425,635
Commodities	507,337	410,525	410,525	410,528	410,528	410,530	410,530
Capital Outlay	92,512	44,757	44,757	44,757	44,757	44,757	44,757
Debt Service	0	0	0	0	0	0	0
Subtotal - Operations	\$ 5,415,745	\$ 7,576,899	\$ 7,515,461	\$ 6,793,779	\$ 6,697,794	\$ 7,007,001	\$ 6,909,093
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	25,711	9,773	9,773	6,995	6,995	2,915	2,915
TOTAL	<u>\$ 5,441,456</u>	<u>\$ 7,586,672</u>	<u>\$ 7,525,234</u>	<u>\$ 6,800,774</u>	<u>\$ 6,704,789</u>	<u>\$ 7,009,916</u>	<u>\$ 6,912,008</u>
Financing:							
State General Fund	\$ 4,431,846	\$ 6,693,595	\$ 6,632,157	\$ 5,919,855	\$ 5,823,870	\$ 6,128,994	\$ 6,031,086
All Other Funds	1,009,610	893,077	893,077	880,919	880,919	880,922	880,922
TOTAL	<u>\$ 5,441,456</u>	<u>\$ 7,586,672</u>	<u>\$ 7,525,234</u>	<u>\$ 6,800,774</u>	<u>\$ 6,704,789</u>	<u>\$ 7,009,916</u>	<u>\$ 6,912,008</u>
FTE Positions	106.0	144.8	144.8	144.8	144.8	144.8	144.8
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>106.0</u>	<u>144.8</u>	<u>144.8</u>	<u>144.8</u>	<u>144.8</u>	<u>144.8</u>	<u>144.8</u>

The **agency** requests expenditures of \$6.8 million, including \$5.9 million from the State General Fund, all from special revenue funds, for FY 2016. This is a decrease of \$785,898, or 10.4 percent, and a State General Fund decrease of \$773,740, or 11.6 percent, below the revised FY 2015 estimate. The decrease is attributable to an adjustment to shrinkage and a decrease in salary and fringe benefit expenditures, and voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$6.7 million, including \$5.8 million from the State General Fund, for FY 2016. This is an all funds decrease of \$95,985, or 1.4 percent, all from the State General Fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

The **agency** requests expenditures of \$7.0 million, including \$6.1 million from the State General Fund, for FY 2017. This is

an all funds increase of \$209,142, or 3.1 percent, and a State General Fund increase of \$209,139, or 3.5 percent, above the FY 2016 request. The increase is attributable to an increase in salaries and fringe benefit expenditures, due to payment of the 27th payroll period, partially offset by an adjustment to shrinkage and a decrease in voluntary retirement incentive expenditures.

The **Governor** recommends expenditures of \$6.9 million, including \$6.0 million from the State General Fund, for FY 2017. This is an all funds decrease of \$97,908, or 1.4 percent, all from the State General Fund, below the agency's request. The decrease is attributable to a reduction in employer contributions for state employee health insurance.

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
Carpeting	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000
Door Replacement	3,808	3,808	3,808	3,808	3,808	3,808
TOTAL	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>
Financing:						
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	7,808	7,808	7,808	7,808	7,808	7,808
TOTAL	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>	<u>\$ 7,808</u>

Current Year Agency Estimate

FY 2015 – Current Year. Major capital improvements for the agency is primarily budgeted in KDADS budget, funded from the State Institution Building Fund, however the agency has budgeted small capital improvements within other programs from special revenue funds. In FY 2015, the agency’s revised estimate includes minor capital improvement expenditures within the State Security and Ancillary Services programs. The

agency estimates revised capital improvement expenditures of \$7,808, all from special revenue funds, in FY 2015. This is an increase of \$7,808 above the amount approved by the 2014 Legislature. The increase is attributable to the agency expending \$4,000 for carpeting and \$3,808 to replace some regular doors with cuff hole doors (doors which include a section that can be opened without opening the door completely).

Current Year Governor Recommendation

The **Governor** recommends expenditures of \$7,808, all from special revenue funds, for capital improvements in FY

2015. This is the same amount as the agency’s revised estimate.

Budget Year Agency Request

FY 2016 – Budget Year. The agency estimates revised capital improvement expenditures of \$7,808, all from special revenue funds, for FY 2016. This is the same amount as the

revised FY 2015 estimate. Capital improvement expenditures are attributable to the agency expending \$4,000 for carpeting and \$3,808 to replace some regular doors with cuff hole doors.

Budget Year Governor Recommendation

The **Governor** recommends expenditures of \$7,808, all from special revenue funds, for capital improvements for FY 2016. This is the same amount as the agency’s request.

Budget Year Agency Request

FY 2017 – Budget Year. The agency estimates revised capital improvement expenditures of \$7,808, all from special revenue funds, for FY 2017. This is the same amount as the FY

2016 request. Capital improvement expenditures are attributable to the agency expending \$4,000 for carpeting and \$3,808 to replace some regular doors with cuff hole doors.

Budget Year Governor Recommendation

The **Governor** recommends expenditures of \$7,808, all from special revenue funds, for capital improvements for FY 2017. This is the same amount as the agency’s request.

Measure	PERFORMANCE MEASURES				
	Gov. Rec. for FY 2014	Actual FY 2014	Gov. Rec. FY 2015	Gov. Rec. FY 2016	Gov. Rec. FY 2017
Average serious patient injuries from patient aggression per 1,000 inpatient days	--	0.075	0.071	0.068	0.064
Average restraint hours per 1,000 inpatient hours	--	0.093	0.088	0.084	0.080
Percent of direct care staff, clinicians and designated support staff trained in crisis intervention techniques	--	99.23%	99.23%	99.23%	99.23%