

# LEGISLATURE

	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	\$ 16,794,148	\$ 18,399,857	\$ 17,641,548	\$ 18,409,610	\$ 17,620,691	\$ 18,679,275	\$ 17,532,620
Other Funds	164,547	105,810	105,810	73,600	73,600	71,600	71,600
TOTAL	\$ 16,958,695	\$ 18,505,667	\$ 17,747,358	\$ 18,483,210	\$ 17,694,291	\$ 18,750,875	\$ 17,604,220
Capital Improvements:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>GRAND TOTAL</b>	<b>\$ 16,958,695</b>	<b>\$ 18,505,667</b>	<b>\$ 17,747,358</b>	<b>\$ 18,483,210</b>	<b>\$ 17,694,291</b>	<b>\$ 18,750,875</b>	<b>\$ 17,604,220</b>
Percentage Change:							
Operating Expenditures							
State General Fund	(1.2) %	9.6 %	5.0 %	0.1 %	(0.1) %	1.5 %	(0.5) %
All Funds	(0.3)	9.1	4.7	(0.1)	(0.3)	1.4	(0.5)
FTE Positions	48.0	48.0	48.0	48.0	48.0	48.0	48.0
Non-FTE							
Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	48.0	48.0	48.0	48.0	48.0	48.0	48.0

## AGENCY OVERVIEW

---

The legislative power of the State of Kansas is vested in a House of Representatives (125 members) and a Senate (40 members). The budget for this agency finances the operations of the House and the Senate, joint expenses, legislative claims,

special maintenance and repair expenses, special expenses authorized by the Legislative Coordinating Council, and the retirement program for session only employees of the Legislature.

### MAJOR ISSUES FROM PRIOR YEARS

In **2003**, the Governor implemented a new placeholder budget process for all Legislative and Judicial branch agencies. The FY 2004 budget recommended by the Governor was the exact amount approved for FY 2003 by the 2002 Legislature. This process left all the budget decisions to be made by the Legislature during the session.

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

The **2003** Legislature reduced the legislative budget for FY 2004 by \$170,055 in out-of-state travel and \$150,000 for reduced interim days.

### BUDGET SUMMARY AND KEY POINTS

#### FY 2015 Agency Estimate

The **agency** requests a revised estimate of \$18,505,667, including \$18,399,857 from the State General Fund. This is an all funds reduction of \$68,430, including \$967,633 from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The agency is requesting \$502,369 from the State General Fund be reappropriated from FY 2015 to FY 2016 to help with funding the agency request for FY 2016. Of the \$1.2 million

reappropriation to FY 2015, the Legislature is lapsing \$465,264 to assist in closing the current year budget deficit.

Included in the revised request is an increase in salaries and wages for office assistants and committee assistants. Legislative salaries are budgeted at \$88.66 per day and subsistence is budgeted at \$129 per day, based on the latest federal reimbursement rates available at the time of the budget submission. Also included is \$780,000 in contracted support

services to enhance and maintain the legislative computer system (KLISS). This contract amount has been reduced as the agency moves from contract support and development to

providing those services internally. The agency requests a revised estimate of 48.0 FTE positions which is the same as the approved number.

### **FY 2015 Governor Recommendation**

The **Governor** recommends \$17,747,358, including \$17,641,548 from the State General Fund. This is an all funds reduction of \$1,794,372, including \$1,725,942 from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The Governor is recommending \$1,794,372 from the State General Fund be

lapsed. This also is a State General Fund reduction of \$758,308, or 4.1 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 48.0 FTE positions which is the same as the approved number.

### **FY 2016 Agency Request**

The **agency** requests an operating budget of \$18,483,210, including \$18,409,610 from the State General Fund, which is a decrease of \$22,457, or 0.1 percent, below the agency's revised estimate for FY 2015. Reductions primarily in contractual services (\$44,021) and capital outlay (\$27,203) are partially offset by increases in salaries and wages (\$52,044). Salary

increases are mainly reflected in computer services. Legislative salaries are budgeted at \$88.66 per day and subsistence is budgeted at \$129 per day, based on the latest federal reimbursement rates available at the time of the budget submission. The agency request includes 48 FTE positions, the same as FY 2015 revised estimate.

### **FY 2016 Governor Recommendation**

The **Governor** recommends \$17,694,291, including \$17,620,691 from the State General Fund, for FY 2016. This is an all funds reduction of \$53,067, or 0.3 percent, and a State General Fund reduction of \$20,857, or 0.1 percent, below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$788,919, or 4.3 percent, below the agency's FY 2016 request. The entire reduction was from

decreased salaries and wages. Included in the reduction was \$135,810 for a lower employer contribution rate for state employee health insurance and \$653,109 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 5.7 percent. The agency did not include a shrinkage rate in its submitted budget request.

## **FY 2017 Agency Request**

The **agency's** revised estimate is \$17,694,291, including \$17,620,691 from the State General Fund, for FY 2016. This is an all funds reduction of \$53,067, or 0.3 percent, and a State General Fund reduction of \$20,857, or 0.1 percent, below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$788,919, or 4.3 percent, below the agency's FY 2016 request. The entire reduction was from

decreased salaries and wages. Included in the reduction was \$135,810 for the Governor's recommended reduction for employer contributions for state employee health insurance and \$653,109 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 5.7 percent. The agency did not include a shrinkage rate in its submitted budget request.

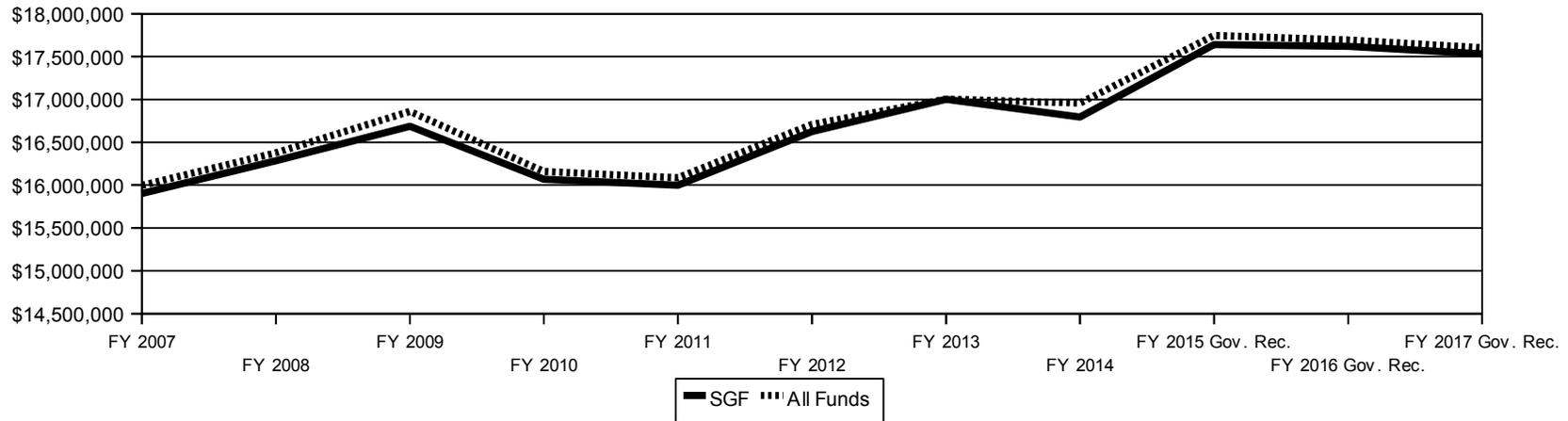
## **FY 2017 Governor Recommendation**

The **Governor** recommends \$17,604,220, including \$17,532,620 from the State General Fund, for FY 2017. This is a decrease of \$90,071, or 0.5 percent, and a State General Fund decrease of \$88,071, or 0.5 percent, below the FY 2016 Governor's Recommendation. This also is a State General Fund reduction of \$1,146,655, or 6.1 percent, below the agency's FY 2017 request. The entire reduction was from decreased salaries

and wages. Included in the reduction was \$138,527 for a lower employer contribution rate for state employee health insurance and \$1,008,128 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 8.6 percent. The agency did not include a shrinkage rate in its submitted budget request.

# BUDGET TRENDS

## OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 15,903,897	15.0 %	\$ 15,996,607	11.6 %	35.0
2008	16,283,314	2.4	16,376,594	2.4	37.0
2009	16,685,574	2.5	16,860,806	3.0	37.0
2010	16,068,969	(3.7)	16,159,059	(4.2)	37.0
2011	15,999,004	(0.4)	16,086,290	(0.5)	37.0
2012	16,625,773	3.9	16,708,781	3.9	39.0
2013	17,002,410	2.3	17,004,310	1.8	48.0
2014	16,794,148	(1.2)	16,958,695	(0.3)	48.0
2015 Gov. Rec.	17,641,548	5.0	17,747,358	4.7	48.0
2016 Gov. Rec.	17,620,691	(0.1)	17,694,291	(0.3)	48.0
2017 Gov. Rec.	17,532,620	(0.5)	17,604,220	(0.5)	48.0
Eleven-Year Change	\$ 1,628,723	10.2 %	\$ 1,607,613	10.0 %	13.0

**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	\$ 16,958,695	\$ 18,505,667	\$ 18,483,210	\$ (22,457)	(0.1) %	\$ 17,747,358	\$ 17,694,291	\$ (53,067)	(0.3)%
<b>By Major Object of Expenditure:</b>									
Salaries and Wages	\$ 10,006,693	\$ 11,463,542	\$ 11,515,586	\$ 52,044	0.5 %	\$ 10,705,233	\$ 10,726,667	\$ 21,434	0.2 %
Contractual Services	6,398,340	6,478,384	6,434,363	(44,021)	(0.7)	6,478,384	6,434,363	(44,021)	(0.7)
Commodities	73,021	79,249	75,972	(3,277)	(4.1)	79,249	75,972	(3,277)	(4.1)
Capital Outlay	335,844	376,614	349,411	(27,203)	(7.2)	376,614	349,411	(27,203)	(7.2)
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 16,813,898	\$ 18,397,789	\$ 18,375,332	\$ (22,457)	(0.1) %	\$ 17,639,480	\$ 17,586,413	\$ (53,067)	(0.3)%
Aid to Local Units	0	0	0	0	--	107,878	107,878	0	--
Other Assistance	144,797	107,878	107,878	0	0.0	0	0	0	--
TOTAL	\$ 16,958,695	\$ 18,505,667	\$ 18,483,210	\$ (22,457)	(0.1) %	\$ 17,747,358	\$ 17,694,291	\$ (53,067)	(0.3)%
<b>Financing:</b>									
State General Fund	\$ 16,794,148	\$ 18,399,857	\$ 18,409,610	\$ 9,753	0.1 %	\$ 17,641,548	\$ 17,620,691	\$ (20,857)	(0.1)%
All Other Funds	164,547	105,810	73,600	(32,210)	(30.4)	105,810	73,600	(32,210)	(30.4)
TOTAL	\$ 16,958,695	\$ 18,505,667	\$ 18,483,210	\$ (22,457)	(0.1) %	\$ 17,747,358	\$ 17,694,291	\$ (53,067)	(0.3)%

**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	\$ 18,483,210	\$ 18,750,875	\$ 267,665	1.4 %	\$ 17,694,291	\$ 17,604,220	\$ (90,071)	(0.5)%
<b>By Major Object of Expenditure:</b>								
Salaries and Wages	\$ 11,515,586	\$ 11,760,587	\$ 245,001	2.1 %	\$ 10,726,667	\$ 10,613,932	\$ (112,735)	(1.1)%
Contractual Services	6,434,363	6,453,397	19,034	0.3	6,434,363	6,453,397	19,034	0.3
Commodities	75,972	77,491	1,519	2.0	75,972	77,491	1,519	2.0
Capital Outlay	349,411	459,400	109,989	31.5	349,411	459,400	109,989	31.5
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 18,375,332	\$ 18,750,875	\$ 375,543	2.0 %	\$ 17,586,413	\$ 17,604,220	\$ 17,807	0.1 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	107,878	0	(107,878)	(100.0)	107,878	0	(107,878)	(100.0)
<b>TOTAL</b>	<b>\$ 18,483,210</b>	<b>\$ 18,750,875</b>	<b>\$ 267,665</b>	<b>1.4 %</b>	<b>\$ 17,694,291</b>	<b>\$ 17,604,220</b>	<b>\$ (90,071)</b>	<b>(0.5)%</b>
<b>Financing:</b>								
State General Fund	\$ 18,409,610	\$ 18,679,275	\$ 269,665	1.5 %	\$ 17,620,691	\$ 17,532,620	\$ (88,071)	(0.5)%
All Other Funds	73,600	71,600	(2,000)	(2.7)	73,600	71,600	(2,000)	(2.7)
<b>TOTAL</b>	<b>\$ 18,483,210</b>	<b>\$ 18,750,875</b>	<b>\$ 267,665</b>	<b>1.4 %</b>	<b>\$ 17,694,291</b>	<b>\$ 17,604,220</b>	<b>\$ (90,071)</b>	<b>(0.5)%</b>

# BUDGET OVERVIEW

## A. FY 2015 – Current Year

### Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$18,056,353 for the Legislature in FY 2015. An adjustment has subsequently been made to that amount. The adjustment changes the current year approved amount without any legislative action required. For this agency, the following adjustment has been made.

This adjustment changes the FY 2015 approved State General Fund to \$19,367,490. That amount is reflected in the table below as the currently approved FY State General Fund amount. The agency's budget was submitted prior to the December allotment, so the agency's revised budget estimates do not incorporate the allotment.

- An increase of \$1,203,259, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

	<b>CHANGE FROM APPROVED BUDGET</b>				
	Legislative Approved FY 2015	Agency Estimate FY 2015	Agency Change from Approved	Governor Rec. FY 2015	Governor Change from Approved
State General Fund	\$ 19,367,490	\$ 18,399,857	\$ (967,633)	\$ 17,641,548	\$ (1,725,942)
All Other Funds	174,240	105,810	(68,430)	105,810	(68,430)
TOTAL	<u>\$ 19,541,730</u>	<u>\$ 18,505,667</u>	<u>\$ (1,036,063)</u>	<u>\$ 17,747,358</u>	<u>\$ (1,794,372)</u>
FTE Positions	48.0	48.0	0.0	48.0	0.0

The **agency** requests a revised estimate of \$18,505,667, including \$18,399,857 from the State General Fund. This is an all funds reduction of \$68,430, including \$967,633 from the

State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The agency is requesting \$502,369 from the State General Fund be

reappropriated from FY 2015 to FY 2016 to help with funding the agency request for FY 2016. Of the \$1.2 million reappropriation to FY 2015, the Legislature is lapsing \$465,264 to assist in closing the current year budget deficit.

Included in the revised request is an increase in salaries and wages for office assistants and committee assistants. Legislative salaries are budgeted at \$88.66 per day and subsistence is budgeted at \$129 per day, based on the latest federal reimbursement rates available at the time of the budget submission. Also included is \$780,000 in contracted support services to enhance and maintain the legislative computer system (KLISS). This contract amount has been reduced as the agency moves from contract support and development to providing those services internally. The agency requests a

revised estimate of 48.0 FTE positions which is the same as the approved number.

The **Governor** recommends \$17,747,358, including \$17,641,548 from the State General Fund. This is an all funds reduction of \$1,794,372, including \$1,725,942 from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The Governor is recommending \$1,725,942 from the State General Fund be lapsed. This also is a State General Fund reduction of \$758,308, or 4.1 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 48.0 FTE positions which is the same as the approved number.

**Supplemental Detail**

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

**Governor's Allotments**

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

be made through Legislative action. For this agency the total allotment recommendation is \$758,309 with \$598,911 in salaries and wages shrinkage and \$159,398 in reduced KPERs employer contributions.

**B. FY 2016 – Budget Year**

<b>FY 2016 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 18,483,210	\$ 17,694,291	\$ (788,919)
<b>FTE Positions</b>	48.0	48.0	0.0
<b>Change from FY 2015:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ 9,753	\$ (20,857)	
All Other Funds	(32,210)	(32,210)	
TOTAL	<u>\$ (22,457)</u>	<u>\$ (53,067)</u>	
<i>Percent Change:</i>			
State General Fund	0.1 %	(0.1) %	
All Other Funds	(30.4)	(30.4)	
TOTAL	<u>(0.1) %</u>	<u>(0.3) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests an operating budget of \$18,483,210, including \$18,409,610 from the State General Fund, which is a decrease of \$22,457, or 0.1 percent, below the agency's revised estimate for FY 2015. Reductions primarily in contractual services (\$44,021) and capital outlay (\$27,203) are partially offset by an increase in salaries and wages (\$52,044). Salary increases are mainly reflected in computer services. Legislative salaries are budgeted at \$88.66 per day and subsistence is

budgeted at \$129 per day, based on the latest federal reimbursement rates available at the time of the budget submission. The agency request includes 48 FTE positions, the same as FY 2015 revised estimate.

The **Governor** recommends \$17,694,291, including \$17,620,691 from the State General Fund, for FY 2016. This is an all funds reduction of \$53,067, or 0.3 percent, and a State

General Fund reduction of \$20,857, or 0.1 percent, below the FY 2015 Governor’s Recommendation. This also is a State General Fund reduction of \$788,919, or 4.3 percent, below the agency’s FY 2016 request. The entire reduction was from decreased salaries and wages. Included in the reduction was

\$135,810 for a lower employer contribution rate for state employee health insurance and \$653,109 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 5.7 percent. The agency did not include a shrinkage rate in its submitted budget request.

**Enhancements Detail**

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

**FY 2016 Reduced Resources**

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

**C. FY 2017 – Budget Year**

<b>FY 2017 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 18,750,875	\$ 17,604,220	\$ (1,146,655)
<b>FTE Positions</b>	48.0	48.0	0.0
<b><i>Change from FY 2016:</i></b>			
<i>Dollar Change:</i>			
State General Fund	\$ 269,665	\$ (88,071)	
All Other Funds	(2,000)	0	
TOTAL	<u>\$ 267,665</u>	<u>\$ (88,071)</u>	
<i>Percent Change:</i>			
State General Fund	1.5 %	(0.5) %	
All Other Funds	(2.7)	(2.7)	
TOTAL	<u>1.4 %</u>	<u>(0.3) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests an operating budget of \$18,750,875, including \$18,679,275 from the State General Fund for FY 2017. The request is a State General Fund increase of \$269,665 partially offset by a decrease in fee funds of \$2,000. Legislative salaries continue to be budgeted at \$88.66 per day and subsistence budgeted at \$129 per day, based on the latest federal reimbursement rates available at the time of the budget submission. The salaries and wage increase (\$245,001) funds

the salaries and wages necessary for the 27<sup>th</sup> payroll period that occurs during FY 2017 and increases in computer services. The other major increase is reflected in capital outlay (\$109,989) primarily to provide an upgrade or replacement of the voting system in the chambers. These increases are partially offset by a decrease in other assistance (\$107,878) in claims against the state that are expected to be completed in FY 2016. The agency

request includes 48 FTE positions, the same as FY 2016 requested number.

The **Governor** recommends \$17,604,220, including \$17,532,620 from the State General Fund, for FY 2017. This is a decrease of \$90,071, or 0.5 percent, and a State General Fund decrease of \$88,071, or 0.5 percent, below the FY 2016 Governor's Recommendation. This also is a State General Fund

reduction of \$1,146,655, or 6.1 percent, below the agency's FY 2017 request. The entire reduction was from decreased salaries and wages. Included in the reduction was \$138,527 for a lower employer contribution rate for state employee health insurance and \$1,008,128 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 8.6 percent. The agency did not include a shrinkage rate in its submitted budget request.

**Enhancements Detail**

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

**FY 2017 Reduced Resources**

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

## Governor's Recommended Salary and Wage Adjustments

**State Employee Pay Increases.** The 2014 Legislature approved funding of \$11.3 million, including \$4.5 million from the State General Fund, in FY 2015 for a \$250 bonus for all full-time employees except elected officials who were employed on December 6, 2013, and which was paid December 6, 2014. **For this agency, the FY 2015 bonus totals \$48,641, all from the State General Fund, and affects 48 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 \$8,530, all from the State General Fund, and FY 2017 longevity payments total \$9,100, 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 \$135,810, all from the State General Fund for FY 2016. This is a reduction of \$138,527, all from the State General Fund, for FY 2017.**

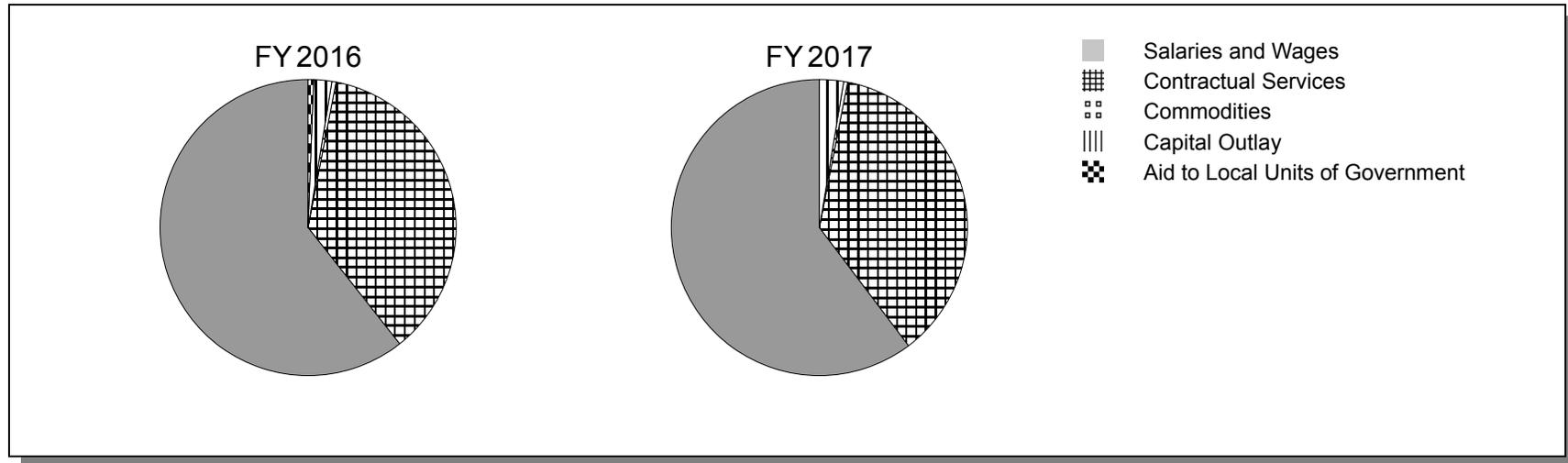
**Kansas Public Employees Retirement System (KPERs) Rate Adjustments.** The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 percent to 8.65 percent for the second half of FY 2015, for an effective contribution rate of 9.96 percent as part of the Governor's allotment plan. For FY 2016, the Governor recommends the retirement rate increase by 2.41 percent from 9.96 percent to 12.37 percent. For FY 2017, the Governor recommends the retirement rate increase by 1.2 percent from 12.37 percent to 13.57 percent. This increase is attributable to the annual statutory increase for financing the unfunded liability of the KPERs fund.

In addition, the employer contribution for the KPERs death and disability insurance rate will be increased to 1.0 percent, from 0.85 percent, for FY 2016 and for FY 2017.

The Governor further proposes offering \$1.5 billion in Pension Obligation Bonds, backed by the State General Fund, to be paid back over 30 years and extending the amortization on the current bonds by ten years to 2043. The proceeds of the bonds would be used to help reduce the future employer contribution rates of the State/School Group. The Kansas Public Employee Retirement System estimates this plan could reduce employer contributions by \$68.43 million in FY 2016 and \$132.85 in FY 2017. The Kansas Development Finance Authority estimates that the bond service would be \$90.3 million in FY 2016 through FY 2017, assuming the Kansas credit ratings are not downgraded.

# PROGRAM DETAIL

## EXPENDITURES BY PROGRAM—GOVERNOR’S FY 2016 RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Salaries and Wages	\$ 10,726,667	60.6 %	\$ 10,613,932	60.3 %
Contractual Services	6,434,363	36.4	6,453,397	36.7
Commodities	75,972	0.4	77,491	0.4
Capital Outlay	349,411	2.0	459,400	2.6
Aid to Local Units of Government	107,878	0.6	0	0.0
<b>TOTAL</b>	<b>\$ 17,694,291</b>	<b>100.0 %</b>	<b>\$ 17,604,220</b>	<b>100.0 %</b>

**FTE POSITIONS BY PROGRAM FY 2014 – FY 2017**

<u>Program</u>	<u>Actual FY 2014</u>	<u>Agency Est. FY 2015</u>	<u>Gov. Rec. FY 2015</u>	<u>Agency Req. FY 2016</u>	<u>Gov. Rec. FY 2016</u>	<u>Agency Req. FY 2017</u>	<u>Gov. Rec. FY 2017</u>
Administration	48.0	48.0	48.0	48.0	48.0	48.0	48.0

**PERFORMANCE MEASURES**

<u>Measure</u>	<u>Gov. Rec. for FY 2014</u>	<u>Actual FY 2014</u>	<u>Gov. Rec. FY 2015</u>	<u>Gov. Rec. FY 2016</u>	<u>Gov. Rec. FY 2017</u>
----------------	----------------------------------	---------------------------	------------------------------	------------------------------	------------------------------

The agency does not have performance measures.

# LEGISLATIVE RESEARCH DEPARTMENT

	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	\$ 3,491,410	\$ 3,867,490	\$ 3,642,231	\$ 3,860,584	\$ 3,631,586	\$ 3,938,786	\$ 3,666,679
Other Funds	12,000	12,000	12,000	12,000	12,000	12,000	12,000
<b>TOTAL</b>	<b>\$ 3,503,410</b>	<b>\$ 3,879,490</b>	<b>\$ 3,654,231</b>	<b>\$ 3,872,584</b>	<b>\$ 3,643,586</b>	<b>\$ 3,950,786</b>	<b>\$ 3,678,679</b>
<b>Capital Improvements:</b>							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>GRAND TOTAL</b>	<b>\$ 3,503,410</b>	<b>\$ 3,879,490</b>	<b>\$ 3,654,231</b>	<b>\$ 3,872,584</b>	<b>\$ 3,643,586</b>	<b>\$ 3,950,786</b>	<b>\$ 3,678,679</b>
<b>Percentage Change:</b>							
<b>Operating Expenditures</b>							
State General Fund	(1.6) %	10.8 %	4.3 %	(0.2) %	(0.3) %	2.0 %	1.0 %
All Funds	(1.6)	10.7	4.3	(0.2)	(0.3)	2.0	1.0
FTE Positions	40.0	40.0	40.0	40.0	40.0	40.0	40.0
Non-FTE							
Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>TOTAL</b>	<b>40.0</b>	<b>40.0</b>	<b>40.0</b>	<b>40.0</b>	<b>40.0</b>	<b>40.0</b>	<b>40.0</b>