

OFFICE OF THE REVISOR OF STATUTES

	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	\$ 3,005,818	\$ 3,405,213	\$ 3,100,292	\$ 3,307,892	\$ 3,089,560	\$ 3,398,113	\$ 3,111,655
Other Funds	0	0	0	0	0	0	0
TOTAL	\$ 3,005,818	\$ 3,405,213	\$ 3,100,292	\$ 3,307,892	\$ 3,089,560	\$ 3,398,113	\$ 3,111,655
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
GRAND TOTAL	\$ 3,005,818	\$ 3,405,213	\$ 3,100,292	\$ 3,307,892	\$ 3,089,560	\$ 3,398,113	\$ 3,111,655
Percentage Change:							
Operating Expenditures							
State General Fund	0.2 %	13.3 %	3.1 %	(2.9) %	(0.3) %	2.7 %	0.7 %
All Funds	0.2	13.3	3.1	(2.9)	(0.3)	2.7	0.7
FTE Positions	31.5	31.5	31.5	31.5	31.5	31.5	31.5
Non-FTE							
Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	31.5	31.5	31.5	31.5	31.5	31.5	31.5

AGENCY OVERVIEW

The Office of Revisor of Statutes provides bill drafting and legal research services for all legislators, and the Legislative Coordinating Council. The agency is responsible for continuous statutory revision and supervising the computerized legislative information system involving bill status and bill typing. The

Revisor of Statutes also provides staff services to the Interstate Cooperation Commission. The Office of Revisor of Statutes operates under the supervision of the Legislative Coordinating Council.

MAJOR ISSUES FROM PRIOR YEARS

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

In **2003**, the Governor implemented a new placeholder budget process for all Legislative and Judicial branch agencies. The FY 2004 budget recommended by the Governor was the exact amount approved for FY 2003 by the 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.

In the **2004 Legislative Session**, additional funding was added to this agency to enhance professional development and provide additional salary resources.

In the **2006 Session** a new graduate student internship program, the Legislative Fellow, was authorized to begin in FY 2007 with funding added for two fellows.

During the **2007 Session**, the Legislature added 2.0 new FTE positions to help offset some of the agency's increasing workload.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency** requests a revised estimate of \$3,405,213, all from the State General Fund. This is a reduction of \$57,318, all from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The

agency is requesting \$57,318 from the State General Fund be lapsed, or returned to the State General Fund. The agency requests a revised estimate of 31.5 FTE positions which is the same as the approved number.

FY 2015 Governor Recommendation

The **Governor** recommends \$3,100,292, all from the State General Fund. This is a reduction of \$362,239, all from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The Governor is recommending \$362,239 from the State General Fund be

lapsed. This also is a State General Fund reduction of \$304,921, or 9.0 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 31.5 FTE positions which is the same as the approved number.

FY 2016 Agency Request

The **agency** requests an operating budget of \$3,307,892, all from the State General Fund, for FY 2016. This is a decrease of \$97,321, or 2.9 percent, all from the State General Fund, below the agency's revised estimate. The request includes a decrease

in salaries and wages of \$37,321 mainly in revised staffing patterns. Contractual services decrease by \$60,914, or 8.3 percent, primarily in printing and other fees. This is partially offset by an increase of \$914 in capital outlay.

FY 2016 Governor Recommendation

The **Governor** recommends \$3,089,560, all from the State General Fund, for FY 2016. This is a reduction of \$10,732, or 0.3 percent, all from the State General Fund below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$218,332, or 6.6 percent, below the agency's FY 2016 request. The entire reduction was from decreased salaries

and wages. Included in the reduction was \$24,314 for a lower employer contribution rate for state employee health insurance and \$194,018 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 7.4 percent. The agency did not include a shrinkage rate in its submitted budget request.

FY 2017 Agency Request

The **agency** requests an operating budget of \$3,398,113, all from the State General Fund. This is an all funds and State General Fund increase of \$90,221, or 2.7 percent, above the

amount included in the agency's FY 2016 request. The increase funds the salaries and wages necessary for the 27th payroll period that occurs during FY 2017.

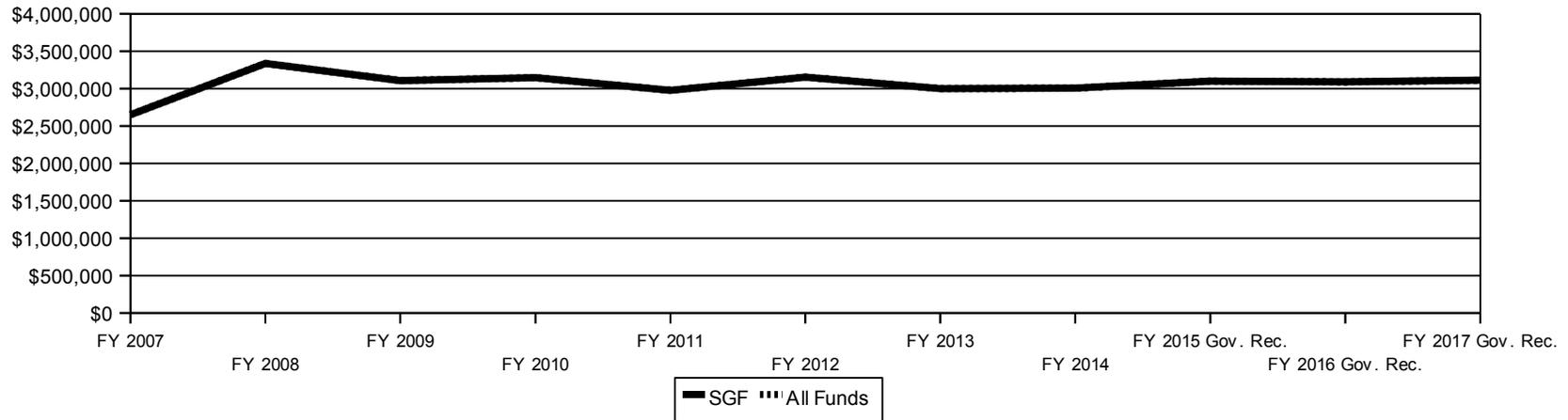
FY 2017 Governor Recommendation

The **Governor** recommends \$3,089,560, all from the State General Fund, for FY 2016. This is a reduction of \$10,732, or 0.3 percent, all from the State General Fund below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$218,332, or 6.6 percent, below the agency's FY 2016 request. The entire reduction was from decreased salaries

and wages. Included in the reduction was \$24,314 for a lower employer contribution rate for state employee health insurance and \$194,018 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 7.4 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	\$ 2,650,290	0.2 %	\$ 2,650,290	0.2 %	27.5
2008	3,338,086	26.0	3,338,086	26.0	29.5
2009	3,108,238	(6.9)	3,108,238	(6.9)	31.5
2010	3,146,055	1.2	3,146,055	1.2	31.5
2011	2,977,433	(5.4)	2,977,433	(5.4)	31.5
2012	3,153,542	5.9	3,153,542	5.9	31.5
2013	3,000,914	(4.8)	3,000,914	(4.8)	31.5
2014	3,005,818	0.2	3,005,818	0.2	31.5
2015 Gov. Rec.	3,100,292	3.1	3,100,292	3.1	31.5
2016 Gov. Rec.	3,089,560	(0.3)	3,089,560	(0.3)	31.5
2017 Gov. Rec.	3,111,655	0.7	3,111,655	0.7	31.5
Eleven-Year Change	\$ 461,365	17.4 %	\$ 461,365	17.4 %	4.0

Summary of Operating Budget FY 2014 - FY 2016

	Actual 2014	Agency Estimate				Governor's Recommendation			
		Estimate FY 2015	Request FY 2016	Dollar Change from FY 15	Percent Change from FY 15	Rec. FY 2015	Rec. FY 2016	Dollar Change from FY 15	Percent Change from FY 15
By Program:									
Administration	\$ 3,005,818	\$ 3,405,213	\$ 3,307,892	\$ (97,321)	(2.9) %	\$ 3,100,292	\$ 3,089,560	\$ (10,732)	(0.3)%
By Major Object of Expenditure:									
Salaries and Wages	\$ 2,532,932	\$ 2,655,276	\$ 2,617,955	\$ (37,321)	(1.4) %	\$ 2,350,355	\$ 2,399,623	\$ 49,268	2.1 %
Contractual Services	469,526	730,381	669,467	(60,914)	(8.3)	730,381	669,467	(60,914)	(8.3)
Commodities	3,201	7,281	7,281	0	0.0	7,281	7,281	0	0.0
Capital Outlay	159	12,275	13,189	914	7.4	12,275	13,189	914	--
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 3,005,818	\$ 3,405,213	\$ 3,307,892	\$ (97,321)	(2.9) %	\$ 3,100,292	\$ 3,089,560	\$ (10,732)	(0.3)%
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	0	--	0	0	0	--
TOTAL	\$ 3,005,818	\$ 3,405,213	\$ 3,307,892	\$ (97,321)	(2.9) %	\$ 3,100,292	\$ 3,089,560	\$ (10,732)	(0.3)%
Financing:									
State General Fund	\$ 3,005,818	\$ 3,405,213	\$ 3,307,892	\$ (97,321)	(2.9) %	\$ 3,100,292	\$ 3,089,560	\$ (10,732)	(0.3)%
All Other Funds	0	0	0	0	--	0	0	0	--
TOTAL	\$ 3,005,818	\$ 3,405,213	\$ 3,307,892	\$ (97,321)	(2.9) %	\$ 3,100,292	\$ 3,089,560	\$ (10,732)	(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
By Program:								
Administration	\$ 3,307,892	\$ 3,398,113	\$ 90,221	2.7 %	\$ 3,089,560	\$ 3,111,655	\$ 22,095	0.7 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 2,617,955	\$ 2,708,176	\$ 90,221	3.4 %	\$ 2,399,623	\$ 2,421,718	\$ 22,095	0.9 %
Contractual Services	669,467	669,467	0	0.0	669,467	669,467	0	0.0
Commodities	7,281	7,281	0	0.0	7,281	7,281	0	0.0
Capital Outlay	13,189	13,189	0	0.0	13,189	13,189	0	0.0
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 3,307,892	\$ 3,398,113	\$ 90,221	2.7 %	\$ 3,089,560	\$ 3,111,655	\$ 22,095	0.7 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	--	0	0	0	--
TOTAL	\$ 3,307,892	\$ 3,398,113	\$ 90,221	2.7 %	\$ 3,089,560	\$ 3,111,655	\$ 22,095	0.7 %
Financing:								
State General Fund	\$ 3,307,892	\$ 3,398,113	\$ 90,221	2.7 %	\$ 3,089,560	\$ 3,111,655	\$ 22,095	0.7 %
All Other Funds	0	0	0	--	0	0	0	--
TOTAL	\$ 3,307,892	\$ 3,398,113	\$ 90,221	2.7 %	\$ 3,089,560	\$ 3,111,655	\$ 22,095	0.7 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$3,186,929 for the Office of the Revisor of Statutes 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.

- An increase of \$275,602, based on the reappropriation of FY 2014 funding which was not spent in FY 2014 and has shifted to FY 2015.

This adjustment changes the FY 2015 approved State General Fund to \$3,462,531. That amount is reflected in the table below as the currently approved FY 2015 State General Fund amount.

	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	\$ 3,462,531	\$ 3,405,213	\$ (57,318)	\$ 3,100,292	\$ (362,239)
All Other Funds	0	0	0	0	0
TOTAL	<u>\$ 3,462,531</u>	<u>\$ 3,405,213</u>	<u>\$ (57,318)</u>	<u>\$ 3,100,292</u>	<u>\$ (362,239)</u>
FTE Positions	31.5	31.5	0.0	31.5	0.0

The **agency** requests a revised estimate of \$3,405,213, all from the State General Fund. This is a reduction of \$57,318, all from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The agency is requesting \$57,318 from the State General Fund be

lapsed, or returned to the State General Fund. The agency requests a revised estimate of 31.5 FTE positions which is the same as the approved number.

The **Governor** recommends \$3,100,292, all from the State General Fund. This is a reduction of \$362,239, all from the State General Fund, below the amount approved by the 2014 Legislature for FY 2015, after all adjustments. The Governor is recommending \$362,239 from the State General Fund be

lapsed. This also is a State General Fund reduction of \$304,921, or 9.0 percent, below the agency's revised estimate. The recommended reduction was all made in salaries and wages. The Governor recommends 31.5 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 \$304,921 with \$282,023 in salaries and wages shrinkage and \$22,898 in reduced KPERs employer contributions.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY				
	Agency Request		Governor's Recommendation	Difference
Total Request/Recommendation	\$ 3,307,892	\$	3,089,560	\$ (218,332)
FTE Positions	31.5		31.5	0.0
Change from FY 2015:				
<i>Dollar Change:</i>				
State General Fund	\$ (97,321)	\$	(10,732)	
All Other Funds	0		0	
TOTAL	<u>\$ (97,321)</u>	\$	<u>(10,732)</u>	
<i>Percent Change:</i>				
State General Fund	(2.9) %		(0.3) %	
All Other Funds	--		--	
TOTAL	<u>(2.9) %</u>		<u>(0.3) %</u>	
Change in FTE Positions	0.0		0.0	

The **agency** requests an operating budget of \$3,307,892, all from the State General Fund, for FY 2016. This is a decrease of \$97,321, or 2.9 percent, all from the State General Fund, below the agency's revised estimate. The request includes a decrease in salaries and wages of \$37,321 mainly in revised staffing patterns. Contractual services decrease by \$60,914, or 8.3 percent, primarily in printing and other fees. This is partially offset by an increase of \$914 in capital outlay.

The **Governor** recommends \$3,089,560, all from the State General Fund, for FY 2016. This is a reduction of \$10,732, or

0.3 percent, all from the State General Fund below the FY 2015 Governor's Recommendation. This also is a State General Fund reduction of \$218,332, or 6.6 percent, below the agency's FY 2016 request. The entire reduction was from decreased salaries and wages. Included in the reduction was \$24,314 for a lower employer contribution rate for state employee health insurance and \$194,018 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 7.4 percent. The agency did not include a shrinkage rate in its submitted budget request.

Enhancements Detail

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

FY 2016 Reduced Resources

FY 2016 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						

C. FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY				
	Agency Request		Governor's Recommendation	Difference
Total Request/Recommendation	\$ 3,398,113	\$	3,111,655	\$ (286,458)
FTE Positions	31.5		31.5	0.0
<i>Change from FY 2016:</i>				
<i>Dollar Change:</i>				
State General Fund	\$ 90,221	\$	22,095	
All Other Funds	0		0	
TOTAL	<u>\$ 90,221</u>	\$	<u>22,095</u>	
<i>Percent Change:</i>				
State General Fund	2.7 %		0.7 %	
All Other Funds	--		--	
TOTAL	<u>2.7 %</u>		<u>0.7 %</u>	
Change in FTE Positions	0.0		0.0	

The **agency** requests an operating budget of \$3,398,113, all from the State General Fund. This is an all funds and State General Fund increase of \$90,221, or 2.7 percent, above the amount included in the agency's FY 2016 request. The increase funds the salaries and wages necessary for the 27th payroll period that occurs during FY 2017.

The **Governor** recommends \$3,111,655, all from the State General Fund, for FY 2017. This is an increase of \$22,095 or

0.7 percent, all from the State General Fund above the FY 2016 Governor's Recommendation. This also is a State General Fund reduction of \$286,458, or 8.4 percent, below the agency's FY 2017 request. The entire reduction was from decreased salaries and wages. Included in the reduction was \$25,466 for a lower employer contribution rate for state employee health insurance and \$260,992 for increased salaries and wages shrinkage rate. This would create a shrinkage rate of 9.6 percent. The agency did not include a shrinkage rate in its submitted budget request.

Enhancements Detail

FY 2017 ENHANCEMENTS						
<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 2017 Reduced Resources

FY 2017 REDUCED RESOURCES						
<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						

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 \$9,316, all from the State General Fund, and affects 31 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 \$8,280, all from the State General Fund, and FY 2017 longevity payments total \$9,280, all from the State General Fund.**

Group Health Insurance. The Governor recommends Group Health and Hospitalization employer contributions of \$282.8 million, including \$108.2 million from the State General Fund, for FY 2016 and \$289.2 million, including \$110.7 million from the State General Fund, for FY 2017. For FY 2016 and FY 2017, the Governor recommends reducing the employer contributions for group health insurance by 8.5 percent. **For this agency this is a reduction of \$24,314, all from the State General Fund for FY 2016. This is a reduction of \$25,466, all from the State General Fund, for FY 2017.**

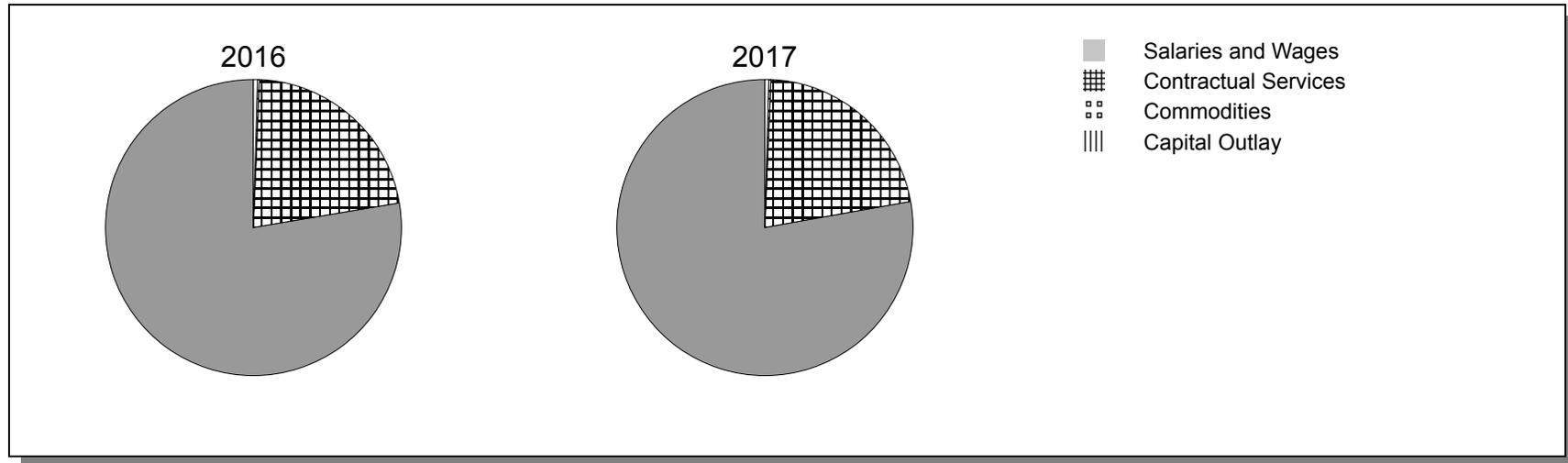
Kansas Public Employees Retirement System (KPERs) Rate Adjustments. The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 percent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

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

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

PROGRAM DETAIL

EXPENDITURES BY OBJECT—GOVERNOR’S RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Salaries and Wages	\$ 2,399,623	77.7 %	\$ 2,421,718	77.8 %
Contractual Services	669,467	21.7	669,467	21.5
Commodities	7,281	0.2	7,281	0.2
Capital Outlay	13,189	0.4	13,189	0.4
TOTAL	\$ 3,089,560	100.0 %	\$ 3,111,655	100.0 %

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	31.5	31.5	31.5	31.5	31.5	31.5	31.5

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>
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The agency does not have performance measures.