

DEPARTMENT OF AGRICULTURE

	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Operating Expenditures:							
State General Fund	\$ 8,851,362	\$ 9,498,591	\$ 9,465,033	\$ 9,164,013	\$ 9,053,295	\$ 8,988,513	\$ 9,094,405
Other Funds	33,315,438	38,633,403	38,594,912	35,381,715	35,230,492	36,686,489	36,449,106
TOTAL	\$ 42,166,800	\$ 48,131,994	\$ 48,059,945	\$ 44,545,728	\$ 44,283,787	\$ 45,675,002	\$ 45,543,511
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	\$ 42,166,800	\$ 48,131,994	\$ 48,059,945	\$ 44,545,728	\$ 44,283,787	\$ 45,675,002	\$ 45,543,511
Percentage Change:							
Operating Expenditures							
State General Fund	(8.7) %	7.3 %	6.9 %	(3.5) %	(4.4) %	(1.9) %	0.5 %
All Funds	(1.2)	14.1	14.0	(7.5)	(7.9)	2.5	2.8
FTE Positions	62.0	63.0	63.0	76.0	76.0	76.0	76.0
Non-FTE							
Perm.Uncl.Pos.	261.5	283.5	283.5	287.0	287.0	287.0	287.0
TOTAL	323.5	346.5	346.5	363.0	363.0	363.0	363.0

AGENCY OVERVIEW

The Department of Agriculture is responsible for implementing food safety, consumer and environmental protection, and water resource allocation programs. This includes the assurance of a safe meat, milk, and egg supply; safety of the food supply through inspection at food processing and retail establishments; the responsible and judicious use of pesticides and nutrients; the protection of Kansas' natural and cultivated plants; the integrity of weighing and measuring devices in commerce; and that the waters of Kansas are put to

beneficial use. The agency consists of 15 programs: Administration, Meat and Poultry, Food Safety, Dairy and ACAP, Weights and Measures, Grain Warehouse, Water Resources, Water Appropriations, Water Structures, Agricultural Laboratories, Environmental Protection, Pesticide and Fertilizer, Animal Health, Conservation, and Agriculture Marketing. The Secretary of Agriculture is a gubernatorial appointee and serves as head of the agency.

MAJOR ISSUES FROM PRIOR YEARS

The **2007 Legislature** added \$584,217 from the State Water Plan Fund for the Interstate Water Issues sub-program for consultants in both the Arkansas and Republican River litigation and ongoing expenses related to compact compliance, along with \$92,340 and 1.0 non-FTE position for the Ozark Plateau Aquifer Water Initiative Strategic Plan. The 2007 Legislature also added \$145,000 from the State General Fund for the replacement of one large scale test truck for the Weights and Measures sub-program.

The **2008 Legislature** transferred the Food Service Inspection program, including regulation of food service establishments (restaurants) and lodging, from the Kansas Department of Health and Environment (KDHE) to the Department of Agriculture. The transfer included \$1,811,893, including \$184,962 from the State General Fund, and 38.0 FTE positions, from the KDHE budget to the Department of Agriculture budget. In addition, the 2008 Legislature requested an audit be conducted on the feasibility of combining several state agencies. The resulting performance audit report was entitled "Agricultural-Related Agencies: A K-GOAL Audit

Determining Whether Cost Savings Could Be Achieved By Making the Animal Health Department and the Conservation Commission Part of the Department of Agriculture."

The **2010 Legislature** deleted \$233,797, all from the State General Fund, to achieve a State General Fund reduction of approximately 2.5 percent from the Governor's recommendation for FY 2011, and added \$29,000, all from the State General Fund, to continue agricultural land valuations performed by the Agricultural Statistics program for FY 2011. The same amount was deleted from the Department of Revenue's FY 2011 budget. This amount fully funded the land valuations for FY 2011.

The **2010 Legislature** also added \$75,000, all from the Economic Development Initiatives Fund (EDIF), for Grain Warehouse Inspection program expenditures for FY 2011, and added language for FY 2011 that allowed the agency to reappropriate. The Legislature also added language establishing a new fund called the "Lodging Fee Fund" with a no limit expenditure limitation and added language stating

expenditures may be made from the fund for Lodging Inspection program expenditures.

The **2011 Legislature** approved Executive Reorganization Order (ERO) No. 40. ERO No. 40 transferred the Agriculture Products Development Division within the Department of Commerce to the Department of Agriculture and renamed it the “Marketing and Promotions” program; consolidated the Kansas Animal Health Department and the Livestock Commissioner within the Department of Agriculture as the Animal Health Division; and consolidated the State Conservation Commission within the Department of Agriculture as the Conservation Division.

The **2011 Legislature** also added \$1.0 million, all from special revenue funds, for replacement vehicles, grain warehouse inspections, the Conservation Reserve Enhancement program, streamgage monitoring, livestock market reporting, non-point source pollution, aid to conservation districts, the Compliance Education Fee Fund, and feral swine eradication. Those increases were partially offset by reductions totaling \$826,891, including \$227,025 from the State General Fund, for the Water Supply Restoration program, self-funded longevity bonus payments, office supplies, cell phone expenditures, a 5.0 percent information technology reduction, an administration activities reduction, a death and disability contribution moratorium, and an across-the-board reduction.

The **2012 Legislature** added \$468,983 and 6.0 FTE positions to restore funding and positions that were deleted for savings from the Voluntary Retirement Incentive Program for FY 2013. The 2012 Legislature also approved the addition of \$465,907, all from special revenue funds, and restored 3.0 FTE positions deleted by the Governor to the Division of Water Resources for FY 2013 to assist in the processing of water appropriation applications. The approved budget also shifted \$672,281, all from the State Water Plan Fund, from water rights

purchased to the Water Transition Assistance program and Conservation Enhancement program for FY 2013.

The **2013 Legislature** added language to allow the agency to transfer funds between line items in the State Water Plan Fund appropriation with approval from the State Finance Council for FY 2014 and FY 2015.

The **2014 Legislature** added \$321,114, all from the Veterinary Examiners Fee Fund, and 4.0 FTE positions to consolidate the Board of Veterinary Examiners into the agency in accordance with 2014 SB 278 for FY 2015.

The **2014 Legislature** added \$210,000, including \$160,000 from the State General Fund and \$50,000 from the State Water Plan Fund, to fund wheat genetics research at the Kansas Wheat Innovation Center, and directed the agency to utilize State Water Plan Fund moneys for expenditures other than salaries and wages for FY 2015.

The **2014 Legislature** deleted \$160,000, all from the State General Fund, for supplemental funding for the Weights and Measures program for FY 2015.

The **2014 Legislature** deleted \$50,000, all from the State Water Plan Fund, for streambank stabilization projects for FY 2015.

The **2015 Legislature** added language requiring the Department of Agriculture to submit a zero base budget request for use as a pilot program for the budget process.

The **2015 Legislature** also added \$500,000, all from the Economic Development Initiatives Fund, for the Agriculture Marketing program for FY 2017. The Legislature also deleted

the funding for and language authorizing the Conservation Reserve Enhancement Program for FY 2017.

The **2016 Legislature** authorized the Conservation Reserve Enhancement Program for FY 2017, funded by carry-forward expenditures from the State Water Plan Fund. Additionally, the temporary merger between the Kansas Department of Agriculture and the Board of Veterinary Examiners expired, and the Board became a separate agency again, effective FY 2017.

The **2016 Legislature** also added language authorizing the Conservation Reserve Enhancement Program and authorizing the use of State Water Plan Fund reappropriations to fund the program for FY 2017.

Additionally, the **Governor's** May 2016 allotment deleted \$395,775, all from the State General Fund, for FY 2017.

BUDGET SUMMARY AND KEY POINTS

FY 2017 Agency Estimate

The **agency** estimates FY 2017 expenditures of \$48.1 million, an increase of \$4.5 million, or 10.3 percent, above the approved amount. The revised estimate includes \$9.5 million from the State General Fund, which is no change from the

approved amount. The increase is largely attributable to increased federal funds (\$4.1 million) and State Water Plan Fund reappropriations (\$1.2 million).

FY 2017 Governor Recommendation

The **Governor** recommends FY 2017 expenditures of \$48.1 million, including \$9.5 million from the State General Fund. The recommendation is an all funds decrease of \$72,049, or 0.1 percent, and a State General Fund decrease of \$33,558, or 0.4

percent, below the agency request. The decrease is attributable to lapsing \$11,805 from the State General Fund for a "bonus pool" and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

FY 2018 Agency Request

The **agency** requests FY 2018 expenditures of \$44.5 million, a decrease of \$3.6 million, or 7.5 percent, below the FY 2017 revised estimate. The request includes \$9.2 million from the State General Fund, a decrease of \$334,578, or 3.5 percent,

below the FY 2017 revised estimate. The decrease is largely attributable to decreases in State Water Plan Fund expenditures due in part to uncertainty in carry-forward funding (\$2.4 million), and less federal grants (\$2.0 million).

FY 2018 Governor Recommendation

The **Governor** recommends FY 2018 expenditures of \$44.3 million, including \$9.1 million from the State General Fund. This recommendation is an all funds decrease of \$261,941, or 0.6 percent, and a State General Fund decrease of \$110,718, or 1.2 percent, below the agency request. The decrease is attributable to the following:

- Delete \$544,775, all from the State General Fund, to not recommend the agency's FY 2018 enhancement requests;
- Add \$508,959, all from the State General Fund, to not recommend the agency's reduced resources package; and

FY 2019 Agency Request

The **agency** requests FY 2019 expenditures of \$45.7 million, an increase of \$1.1 million, or 2.5 percent, above the FY 2018 request. The request includes \$9.0 million from the State General Fund, a decrease of \$175,500, or 1.9 percent, below the FY 2018 request. The all funds increase is largely

attributable to increased State Water Plan Fund expenditures and budgeting shrinkage at a lower level, offset in part by decreased expenditures for scientific equipment for the laboratory.

FY 2019 Governor Recommendation

The **Governor** recommends FY 2019 expenditures of \$45.5 million, a decrease of \$131,491, or 0.3 percent, below the agency request. The recommendation includes \$9.1 million from the State General Fund, an increase of \$105,892, or 1.2 percent, above the agency request.

The all funds decrease and State General Fund increase are attributable to the following:

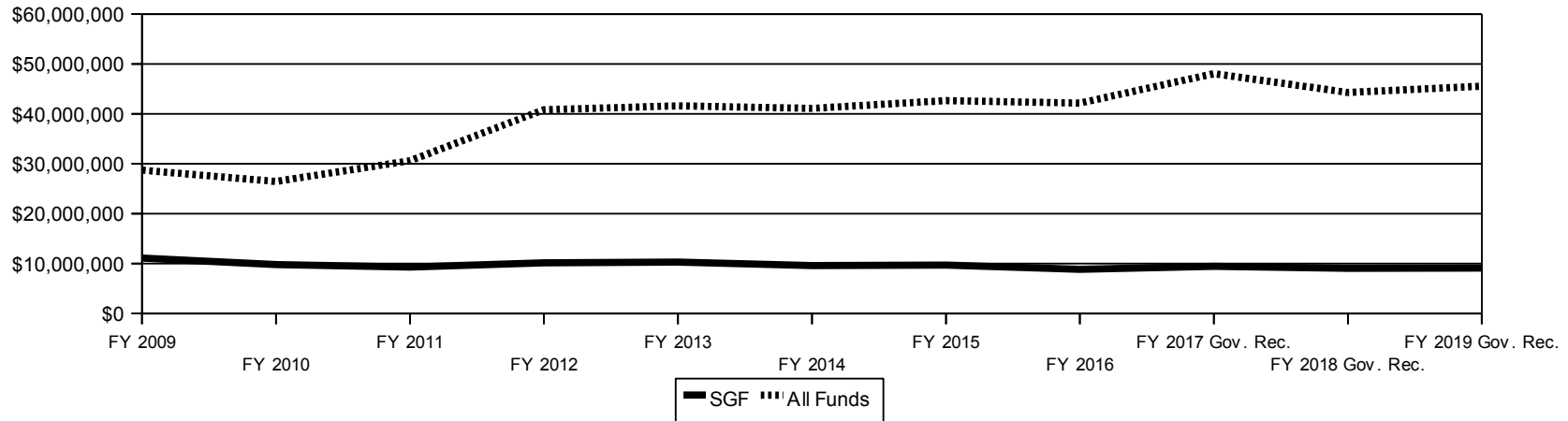
- Delete \$298,010, all from the State General Fund, to not recommend the agency's enhancement request for FY 2019;

- Delete \$226,125, including \$74,902 from the State General Fund, for the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount, which results in an all funds reduction of \$185,200, including \$61,345 from the State General Fund, and to provide a moratorium on agency employer contributions for death and disability payments for one quarter, which results in an all funds reduction of \$40,925, including \$13,557 from the State General Fund.

- Add \$512,710, all from the State General Fund, to not recommend the agency's reduced resources package; and
- Delete \$346,191, including \$108,808 from the State General Fund. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2009 – FY 2019



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2009	\$ 11,109,261	(7.5)%	\$ 28,703,135	18.6 %	344.5
2010	9,796,750	(11.8)	26,450,210	(7.8)	341.5
2011	9,306,234	(5.0)	30,611,208	15.7	341.5
2012	10,143,610	9.0	40,822,187	33.4	353.5
2013	10,309,478	1.6	41,602,901	1.9	275.2
2014	9,582,162	(7.1)	41,101,813	(1.2)	357.5
2015	9,693,976	1.2	42,664,762	3.8	104.0
2016	8,851,362	(8.7)	42,166,800	(1.2)	62.0
2017 Gov. Rec.	9,465,033	6.9	48,059,945	14.0	63.0
2018 Gov. Rec.	9,053,295	(4.4)	44,283,787	(7.9)	76.0
2019 Gov. Rec.	9,094,405	0.5	45,543,511	2.8	76.0
Eleven-Year Change	\$ (2,014,856)	(18.1)%	\$ 16,840,376	58.7 %	(268.5)

Summary of Operating Budget FY 2016 - FY 2018

	Actual 2016	Agency Estimate				Governor's Recommendation			
		Estimate FY 2017	Request FY 2018	Dollar Change from FY 17	Percent Change from FY 17	Rec. FY 2017	Rec. FY 2018	Dollar Change from FY 17	Percent Change from FY 17
By Program:									
Administration	\$ 6,341,882	\$ 7,543,269	\$ 5,843,311	\$ (1,699,958)	(22.5) %	\$ 7,523,113	\$ 6,324,997	\$ (1,198,116)	(15.9)%
Meat and Poultry	2,316,346	2,920,767	2,919,803	(964)	(0.0)	2,914,341	2,895,767	(18,574)	(0.6)
Food Safety	3,523,953	3,893,800	3,985,415	91,615	2.4	3,885,239	3,952,765	67,526	1.7
Dairy and ACAP	1,165,039	1,377,979	1,365,751	(12,228)	(0.9)	1,375,503	1,356,525	(18,978)	(1.4)
Weights and Measures	1,564,233	1,523,667	1,577,497	53,830	3.5	1,521,549	1,569,475	47,926	3.1
Grain Warehouse	507,348	511,986	600,840	88,854	17.4	510,946	545,036	34,090	6.7
Water Management	1,504,893	1,547,392	1,572,321	24,929	1.6	1,544,486	1,492,304	(52,182)	(3.4)
Water Appropriations	3,451,363	3,830,452	3,897,729	67,277	1.8	3,822,090	3,690,286	(131,804)	(3.4)
Water Structures	4,008,236	5,511,523	5,007,297	(504,226)	(9.1)	5,507,940	4,993,820	(514,120)	(9.3)
Agricultural Laboratories	1,651,977	1,677,868	2,026,667	348,799	20.8	1,675,248	1,769,217	93,969	5.6
Plant Protection	1,061,791	1,014,864	1,106,167	91,303	9.0	1,012,905	1,098,079	85,174	8.4
Pesticide and Fertilizer	1,636,768	1,671,667	1,781,625	109,958	6.6	1,667,889	1,766,613	98,724	5.9
Animal Health	3,060,691	2,633,142	2,738,049	104,907	4.0	2,629,482	2,723,183	93,701	3.6
Conservation	8,575,624	10,028,481	7,579,964	(2,448,517)	(24.4)	10,026,468	7,572,185	(2,454,283)	(24.5)
Agriculture Marketing	1,796,656	2,445,137	2,543,292	98,155	4.0	2,442,746	2,533,535	90,789	3.7
TOTAL	\$ 42,166,800	\$ 48,131,994	\$ 44,545,728	\$ (3,586,266)	(7.5) %	\$ 48,059,945	\$ 44,283,787	\$ (3,776,158)	(7.9)%
By Major Object of Expenditure:									
Salaries and Wages	\$ 21,066,728	\$ 22,459,019	\$ 22,933,829	\$ 474,810	2.1 %	\$ 22,386,970	\$ 22,918,653	\$ 531,683	2.4 %
Contractual Services	12,294,226	15,466,833	13,946,388	(1,520,445)	(9.8)	15,466,833	13,946,388	(1,520,445)	(9.8)
Commodities	721,086	944,848	950,656	5,808	0.6	944,848	950,656	5,808	0.6
Capital Outlay	1,464,648	997,843	1,087,200	89,357	9.0	997,843	840,435	(157,408)	(15.8)
Debt Service	0	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 35,546,688	\$ 39,868,543	\$ 38,918,073	\$ (950,470)	(2.4) %	\$ 39,796,494	\$ 38,656,132	\$ (1,140,362)	(2.9)%
Aid to Local Units	2,672,378	2,092,637	2,000,000	(92,637)	(4.4)	2,092,637	2,000,000	(92,637)	(4.4)
Other Assistance	3,947,734	6,170,814	3,627,655	(2,543,159)	(41.2)	6,170,814	3,627,655	(2,543,159)	(41.2)
TOTAL	\$ 42,166,800	\$ 48,131,994	\$ 44,545,728	\$ (3,586,266)	(7.5) %	\$ 48,059,945	\$ 44,283,787	\$ (3,776,158)	(7.9)%
Financing:									
State General Fund	\$ 8,851,362	\$ 9,498,591	\$ 9,164,013	\$ (334,578)	(3.5) %	\$ 9,465,033	\$ 9,053,295	\$ (411,738)	(4.4)%
All Other Funds	33,315,438	38,633,403	35,381,715	(3,251,688)	(8.4)	38,594,912	35,230,492	(3,364,420)	(8.7)
TOTAL	\$ 42,166,800	\$ 48,131,994	\$ 44,545,728	\$ (3,586,266)	(7.5) %	\$ 48,059,945	\$ 44,283,787	\$ (3,776,158)	(7.9)%

Summary of Operating Budget FY 2018 - FY 2019

	Agency Estimate				Governor's Recommendation			
	Request FY 2018	Request FY 2019	Dollar Change from FY 18	Percent Change from FY 18	Rec. FY 2018	Rec. FY 2019	Dollar Change from FY 18	Percent Change from FY 18
By Program:								
Administration	\$ 5,843,311	\$ 5,915,859	\$ 72,548	1.2 %	\$ 6,324,997	\$ 6,388,982	\$ 63,985	1.0 %
Meat and Poultry	2,919,803	2,994,343	74,540	2.6	2,895,767	2,957,451	61,684	2.1
Food Safety	3,985,415	4,081,619	96,204	2.4	3,952,765	4,030,885	78,120	2.0
Dairy and ACAP	1,365,751	1,397,661	31,910	2.3	1,356,525	1,382,342	25,817	1.9
Weights and Measures	1,577,497	1,586,543	9,046	0.6	1,569,475	1,573,631	4,156	0.3
Grain Warehouse	600,840	627,880	27,040	4.5	545,036	569,672	24,636	4.5
Water Management	1,572,321	1,664,324	92,003	5.9	1,492,304	1,578,056	85,752	5.7
Water Appropriations	3,897,729	3,849,982	(47,747)	(1.2)	3,690,286	3,628,233	(62,053)	(1.7)
Water Structures	5,007,297	5,047,756	40,459	0.8	4,993,820	5,027,499	33,679	0.7
Agricultural Laboratories	2,026,667	1,799,033	(227,634)	(11.2)	1,769,217	1,782,634	13,417	0.8
Plant Protection	1,106,167	1,181,017	74,850	6.8	1,098,079	1,168,469	70,390	6.4
Pesticide and Fertilizer	1,781,625	1,831,420	49,795	2.8	1,766,613	1,808,486	41,873	2.4
Animal Health	2,738,049	2,795,517	57,468	2.1	2,723,183	2,772,460	49,277	1.8
Conservation	7,579,964	8,443,082	863,118	11.4	7,572,185	8,431,166	858,981	11.3
Agriculture Marketing	2,543,292	2,458,966	(84,326)	(3.3)	2,533,535	2,443,545	(89,990)	(3.6)
TOTAL	\$ 44,545,728	\$ 45,675,002	\$ 1,129,274	2.5 %	\$ 44,283,787	\$ 45,543,511	\$ 1,259,724	2.8 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 22,933,829	\$ 23,531,293	\$ 597,464	2.6 %	\$ 22,918,653	\$ 23,399,802	\$ 481,149	2.1 %
Contractual Services	13,946,388	14,022,385	75,997	0.5	13,946,388	14,022,385	75,997	0.5
Commodities	950,656	953,080	2,424	0.3	950,656	953,080	2,424	0.3
Capital Outlay	1,087,200	797,968	(289,232)	(26.6)	840,435	797,968	(42,467)	(5.1)
Debt Service	0	0	0	--	0	0	0	--
Subtotal - Operations	\$ 38,918,073	\$ 39,304,726	\$ 386,653	1.0 %	\$ 38,656,132	\$ 39,173,235	\$ 517,103	1.3 %
Aid to Local Units	2,000,000	2,092,637	92,637	4.6	2,000,000	2,092,637	92,637	4.6
Other Assistance	3,627,655	4,277,639	649,984	17.9	3,627,655	4,277,639	649,984	17.9
TOTAL	\$ 44,545,728	\$ 45,675,002	\$ 1,129,274	2.5 %	\$ 44,283,787	\$ 45,543,511	\$ 1,259,724	2.8 %
Financing:								
State General Fund	\$ 9,164,013	\$ 8,988,513	\$ (175,500)	(1.9) %	\$ 9,053,295	\$ 9,094,405	\$ 41,110	0.5 %
All Other Funds	35,381,715	36,686,489	1,304,774	3.7	35,230,492	36,449,106	1,218,614	3.5
TOTAL	\$ 44,545,728	\$ 45,675,002	\$ 1,129,274	2.5 %	\$ 44,283,787	\$ 45,543,511	\$ 1,259,724	2.8 %

BUDGET OVERVIEW

A. FY 2017 – Current Year

Adjustments to Approved State General Fund Budget

The 2016 Legislature approved a State General Fund budget of \$9.5 million for the Kansas Department of Agriculture in FY 2017. No adjustments have been made subsequently to that amount.

	CHANGE FROM APPROVED BUDGET				
	Legislative Approved FY 2017	Agency Estimate FY 2017	Agency Change from Approved	Governor Rec. FY 2017	Governor Change from Approved
State General Fund	\$ 9,498,591	\$ 9,498,591	\$ 0	\$ 9,465,033	\$ (33,558)
All Other Funds	34,144,375	38,633,403	4,489,028	38,594,912	4,450,537
TOTAL	\$ 43,642,966	\$ 48,131,994	\$ 4,489,028	\$ 48,059,945	\$ 4,416,979
FTE Positions	118.0	63.0	(55.0)	63.0	(55.0)

The **agency** estimates FY 2017 expenditures of \$48.1 million, an increase of \$4.5 million, or 10.3 percent, above the approved amount. The revised estimate includes \$9.5 million from the State General Fund, which is no change from the approved amount. This increase is largely attributable to increased federal funds (\$4.1 million) and State Water Plan Fund reappropriations (\$1.2 million). The request includes the following major areas of expenditure:

- **Salaries and Wages.** The agency estimates FY 2017 salaries and wages expenditures of \$22.5

million, a decrease of \$1.1 million, or 4.7 percent, below the approved amount. The revised estimate includes \$8.1 million from the State General Fund, a decrease of \$143,632, or 1.7 percent, below the approved amount. The decrease is largely attributable to budgeting shrinkage at a higher level, and also includes salary decreases from the approved amount;

- **Contractual Services.** The agency estimates FY 2017 contractual services expenditures of \$15.5

million, an increase of \$4.5 million, or 40.4 percent, above the approved amount. The revised estimate includes \$1.1 million from the State General Fund, an increase of \$133,739, or 14.3 percent, above the approved amount. The increase is largely attributable to increased federal grants (an increase of \$2.6 million), most notably for FEMA floodplain mapping (\$1.7 million), and carrying forward State Water Plan Fund expenditures (\$907,536);

- **Commodities.** The agency estimates FY 2017 commodities expenditures of \$944,848, an increase of \$51,132, or 5.7 percent, above the approved amount. The revised estimate includes \$157,955 from the State General Fund, an increase of \$57,657, or 57.5 percent, above the approved amount. The increase is largely attributable to gasoline and equipment, offset in part by chemicals;
- **Capital Outlay.** The agency estimates FY 2017 capital outlay expenditures of \$997,843, a decrease of \$105,497, or 9.6 percent, below the approved amount. The revised estimate includes \$170,214 from the State General Fund, a decrease of \$11,093, or 6.1 percent, below the approved amount. The decrease is largely attributable to decreased expenditures for computer replacements and truck replacements,

offset in part by increased passenger car replacements;

- **Aid to Local Units of Government.** The agency estimates FY 2017 aid to local units of government expenditures of \$2.1 million, all from special revenue funds, which is no change from the approved amount. Aid to local units of government expenditures are for state aid to conservation districts funded by the State Water Plan Fund; and
- **Other Assistance.** The agency estimates FY 2017 other assistance expenditures of \$6.2 million, all from special revenue funds, an increase of \$1.2 million, or 24.0 percent, above the approved amount. The increase is largely attributable to a federal grant for the Biofuel Infrastructure Program to install ethanol-blender gas pumps (\$1.3 million).

The **Governor** recommends FY 2017 expenditures of \$48.1 million, including \$9.5 million from the State General Fund. The recommendation is an all funds decrease of \$72,049, or 0.1 percent, and a State General Fund decrease of \$33,558, or 0.4 percent, below the agency request. The decrease is attributable to lapsing \$11,805 from the State General Fund for a “bonus pool” and the Governor’s recommendation to hold KPERS employer contributions at the FY 2016 amount.

B. FY 2018 – Budget Year

FY 2018 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 44,545,728	\$ 44,283,787	\$ (261,941)
FTE Positions	76.0	76.0	0.0
Change from FY 2017:			
<i>Dollar Change:</i>			
State General Fund	\$ (334,578)	\$ (411,738)	
All Other Funds	(3,251,688)	(3,364,420)	
TOTAL	<u>\$ (3,586,266)</u>	<u>\$ (3,776,158)</u>	
<i>Percent Change:</i>			
State General Fund	(3.5) %	(4.4) %	
All Other Funds	(8.4)	(8.7)	
TOTAL	<u>(7.5) %</u>	<u>(7.9) %</u>	
Change in FTE Positions	13.0	13.0	

The **agency** requests FY 2018 expenditures of \$44.5 million, a decrease of \$3.6 million, or 7.5 percent, below the FY 2017 revised estimate. The request includes \$9.2 million from the State General Fund, a decrease of \$334,578, or 3.5 percent, below the FY 2017 revised estimate. The decrease is largely attributable to decreases in State Water Plan Fund expenditures due in part to uncertainty in carry-forward funding (\$2.4 million),

and less federal grants (\$2.0 million). The request includes the following major areas of expenditure:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$22.9 million, an increase of \$474,810, or 2.1 percent, above the FY 2017 revised estimate. The request includes \$7.3 million from the State General

Fund, a decrease of \$800,031, or 9.9 percent, below the FY 2017 revised estimate. The increase is largely attributable to increased salaries and employer contributions for fringe benefits, offset in part by increased shrinkage;

- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$13.9 million, a decrease of \$1.5 million, or 9.8 percent, below the FY 2017 revised estimate. The request includes \$7.3 million from the State General Fund, a decrease of \$800,031, or 9.9 percent, below the FY 2017 revised estimate. This decrease is largely attributable to carry-over State Water Plan Fund expenditures that appear in the FY 2017 budget and decreased federal grants;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$950,656, an increase of \$5,808, or 0.6 percent, above the FY 2017 revised estimate. The request includes \$167,005 from the State General Fund, an increase of \$9,050, or 5.7 percent, above the FY 2017 revised estimate. The increase is largely attributable to tire replacements. The largest portion of the commodities budget is for fuel (55.2 percent), which is unchanged from the FY 2017 revised estimate;
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$1.1 million, an increase of \$89,357, or 9.0 percent, above the FY 2017 revised estimate. The request includes \$380,378 from the State General Fund, an increase of \$210,164, or 123.5 percent, above

the FY 2017 revised estimate. The increase is largely attributable to scientific equipment replacements for the laboratory, offset in part by decreased expenditures for software and vehicle replacements;

- **Aid to Local Units of Government.** The agency requests FY 2018 aid to local units of government expenditures of \$2.0 million, all from special revenue funds, a decrease of \$92,637, or 4.4 percent, below the FY 2017 revised estimate. Aid to local units of government expenditures are for state aid to conservation districts funded by the State Water Plan Fund; and
- **Other Assistance.** The agency requests FY 2018 other assistance expenditures of \$3.6 million, a decrease of \$2.5 million, or 41.2 percent, below the FY 2017 revised estimate. The request includes \$35,000 from the State General Fund, a 100 percent increase from the FY 2017 revised estimate. The decrease is largely attributable to carry-forward State Water Plan Fund expenditures that appear in the FY 2017 budget (\$1.4 million) and the one-time expenditure of the federal grant for the Biofuel Infrastructure Program occurring in FY 2017.

The **Governor** recommends FY 2018 expenditures of \$44.3 million, including \$9.1 million from the State General Fund. This recommendation is an all funds decrease of \$261,941, or 0.6 percent, and a State General Fund decrease of \$110,718, or 1.2 percent, below the agency request.

The decrease is attributable to the following:

- Delete \$544,775, all from the State General Fund, to not recommend the agency's FY 2018 enhancement requests;
- Add \$508,959, all from the State General Fund, to not recommend the agency's reduced resources package; and

- Delete \$226,125, including \$74,902 from the State General Fund, for the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount, which results in an all funds reduction of \$185,200, including \$61,345 from the State General Fund, and to provide a moratorium on agency employer contributions for death and disability payments for one quarter, which results in an all funds reduction of \$40,925, including \$13,557 from the State General Fund.

Enhancements Detail

Enhancements	FY 2018 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
3.0 Environmental Scientists for Water Conservation	\$ 177,429	\$ 177,429	0.0	\$ 0	\$ 0	0.0
1.0 Engineer for the Division of Water Resources	69,000	69,000	0.0	0	0	0.0
1.0 Grain Warehouse Examiner	51,581	51,581	0.0	0	0	0.0
Replace Quattro Micro Analyzer	196,765	196,765	0.0	0	0	0.0
Replace Bentley Somatic Cell Counter	50,000	50,000	0.0	0	0	0.0
TOTAL	\$ 544,775	\$ 544,775	0.0	\$ 0	\$ 0	0.0

The **agency** requests FY 2018 enhancements of \$544,775, all from the State General Fund.

The enhancement requests are detailed in the following:

- **3.0 Environmental Scientists for Water Conservation.** The agency requests an enhancement of \$177,429, all from the State

General Fund, for three environmental scientists based in Western Kansas. The agency indicates these positions would be dedicated to assisting in the development of Water Conservation Areas, assisting water users in efficiently managing their water resources, and executing the Governor's Water Vision;

- **1.0 Engineer for the Division of Water Resources.** The agency requests an enhancement of \$69,000, all from the State General Fund, to fund one Engineer position in the Division of Water Resources. The agency indicates that this position would be dedicated to protecting Kansas water users and the state's share of critical water resources in interstate water compacts;
- **1.0 Grain Warehouse Examiner.** The agency requests an enhancement of \$51,581, all from the State General Fund, for an additional grain warehouse examiner. The agency indicates that record-breaking crop yields throughout the state have resulted in tens of millions of bushels of grain in temporary public storage, and that an additional examiner would inspect these facilities;
- **Replace Quattro Micro Analyzer.** The agency requests an enhancement of \$196,765, all from

the State General Fund, to replace the Quattro Micro analyzer for the laboratory. The agency indicates this machine tests for chemical levels in samples received from drift cases, and the existing analyzer has become periodically unreliable and is no longer supported by the manufacturer; and

- **Replace Bentley Somatic Cell Counter.** The agency requests an enhancement of \$50,000, all from the State General Fund, to replace the Bentley somatic cell counter in the laboratory. This machine is used in dairy testing. The agency indicates that when cows in a herd have an infection or inflammation, the white blood cell count increases, affecting the quality of milk, and this machine helps to estimate the white blood cell count in a given sample. The agency further notes they expect the number of cows to increase, which increases the number of milk samples to be analyzed. Finally, the agency indicates the current machine experiences increased repair costs, operates from a floppy disk, and is no longer supported by the manufacturer.

The **Governor** does not recommend the agency's FY 2018 enhancement requests.

FY 2018 Reduced Resources

The Governor has requested that specified agencies with select funds provide a reduced resources budget submission of approximately 5.0 percent for FY 2018 and FY 2019. The information below provides details of the agency’s reduced resources budget submission for the State General Fund.

FY 2018 REDUCED RESOURCES						
Item	Agency Submission			Governor’s Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Salary and Wage Reductions	\$ (508,959)	\$ (508,959)	0.0	\$ 0	\$ 0	0.0

The **agency** provides a reduced resource package of \$508,959 from the State General Fund. The agency’s reduced resource package includes reductions in salaries and wages through holding positions open and evaluating staffing levels as employees leave the agency. The agency indicates this reduced

resource package would result in positions being held open for 12 weeks and would negatively impact programs and services.

The **Governor** does not recommend the agency’s reduced resource package for FY 2018.

C. FY 2019 – Budget Year

FY 2019 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 45,675,002	\$ 45,543,511	\$ (131,491)
FTE Positions	76.0	76.0	0.0
Change from FY 2018:			
<i>Dollar Change:</i>			
State General Fund	\$ (175,500)	\$ 41,110	
All Other Funds	1,304,774	1,218,614	
TOTAL	<u>\$ 1,129,274</u>	<u>\$ 1,259,724</u>	
<i>Percent Change:</i>			
State General Fund	(1.9) %	0.5 %	
All Other Funds	3.7	3.5	
TOTAL	<u>2.5 %</u>	<u>2.8 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests FY 2019 expenditures of \$45.7 million, an increase of \$1.1 million, or 2.5 percent, above the FY 2018 request. The request includes \$9.0 million from the State General Fund, a decrease of \$175,500, or 1.9 percent, below the FY 2018 request. The all funds increase is largely attributable to increased State Water Plan Fund expenditures

and budgeting shrinkage at a lower level, offset in part by decreased expenditures for scientific equipment for the laboratory.

The request includes the following major areas of expenditure:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$23.5 million, an increase of \$597,464, or 2.6 percent, above the FY 2018 request. The request includes \$7.1 million from the State General Fund, a decrease of \$212,667, or 2.9 percent, below the FY 2018 request. The increase is largely attributable to employer contributions for fringe benefits and decreased shrinkage budgeting;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$14.0 million, an increase of \$75,997, or 0.5 percent, above the FY 2018 request. This increase is largely attributable to State Water Plan Fund expenditures for architects and engineers and expenditures for computer programming and maintenance;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$953,080, an increase of \$2,424, or 0.3 percent, above the FY 2018 request. The increase is largely attributable to supplies for the agricultural marketing program. The largest portion of the commodities budget is for fuel (55.0 percent), which is unchanged from the FY 2018 request;
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$797,968, a decrease of \$289,232, or 26.6 percent, below the FY 2018 request. The decrease is largely attributable to one-time scientific equipment replacements for the laboratory, in addition to trucks and computer replacements;

- **Aid to Local Units of Government.** The agency requests FY 2019 aid to local units of government expenditures of \$2.1 million, an increase of \$92,637, or 4.6 percent, above the FY 2018 request. Aid to local units of government expenditures are for state aid to conservation districts funded by the State Water Plan Fund; and
- **Other Assistance.** The agency requests FY 2019 other assistance expenditures of \$4.3 million, an increase of \$649,984, or 17.9 percent, above the FY 2018 request. The increase is largely attributable to State Water Plan Fund projects, with the largest increase for non-point source pollution assistance.

The **Governor** recommends FY 2019 expenditures of \$45.5 million, a decrease of \$131,491, or 0.3 percent, below the agency request. The recommendation includes \$9.1 million from the State General Fund, an increase of \$105,892, or 1.2 percent, above the agency request. The all funds decrease and State General Fund increase are attributable to the following:

- Delete \$298,010, all from the State General Fund, to not recommend the agency's enhancement request for FY 2019;
- Add \$512,710, all from the State General Fund, to not recommend the agency's reduced resources package; and
- Delete \$346,191, including \$108,808 from the State General Fund. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

Enhancements Detail

Enhancements	FY 2019 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
3.0 Environmental Scientists for Water Conservation	\$ 177,429	\$ 177,429	0.0	\$ 0	\$ 0	0.0
1.0 Engineer for the Division of Water Resources	69,000	69,000	0.0	0	0	0.0
1.0 Grain Warehouse Examiner	51,581	51,581	0.0	0	0	0.0
TOTAL	\$ 298,010	\$ 298,010	0.0	\$ 0	\$ 0	0.0

The **agency** requests FY 2019 enhancements of \$298,010, all from the State General Fund. The enhancement requests are detailed below:

- 3.0 Environmental Scientists for Water Conservation.** The agency requests an enhancement of \$177,429, all from the State General Fund, for three environmental scientists based in Western Kansas. The agency indicates these positions would be dedicated to assisting in the development of Water Conservation Areas, assisting water users in efficiently managing their water resources, and executing the Governor's Water Vision;
- 1.0 Engineer for the Division of Water Resources.** The agency requests an enhancement of \$69,000, all from the State

General Fund, to fund one Engineer position in the Division of Water Resources. The agency indicates this position would be dedicated to protecting Kansas water users and the state's share of critical water resources in interstate water compacts; and

- 1.0 Grain Warehouse Examiner.** The agency requests an enhancement of \$51,581, all from the State General Fund, for an additional grain warehouse examiner. The agency indicates that record-breaking crop yields throughout the state have resulted in tens of millions of bushels of grain in temporary public storage, and that an additional examiner would inspect these facilities.

The **Governor** does not recommend the agency's FY 2019 enhancement requests.

FY 2019 Reduced Resources

The Governor has requested that specified agencies with select funds provide a reduced resources budget submission of approximately 5.0 percent for FY 2018 and FY 2019. The information below provides details of the agency's reduced resources budget submission for the State General Fund.

FY 2019 REDUCED RESOURCES						
Item	Agency Submission			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Salary and Wage Reductions	\$ (512,710)	\$ (512,710)	0.0	\$ 0	\$ 0	0.0

The **agency** provides a reduced resource package of \$512,710 from the State General Fund. The agency's reduced resource package includes reductions in salaries and wages through holding positions open and evaluating staffing levels as employees leave the agency. The agency indicates this reduced

resource package would result in positions being held open for 12 weeks and would negatively impact programs and services.

The **Governor** does not recommend the agency's reduced resources package for FY 2019.

Governor's Recommended Salary and Wage Adjustments

27th Payroll Period. The average fiscal year contains 26 biweekly payroll periods. Because of the biweekly nature of the payroll system and how the pay dates have fallen on the calendar since the system was implemented, a 27th payroll period occurs in FY 2017. The last time this occurred was in FY 2006. The current estimate for the cost of the 27th pay period is \$107.2 million, including \$40.3 million from the State General Fund. The next anticipated occurrence of a 27th pay period will be in FY 2028.

Longevity Bonus Payments. For FY 2017, FY 2018, and FY 2019, 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 2017 payments is \$4.9 million, including \$1.8 million from the State General Fund. For FY 2018, the estimated cost is \$5.1 million, including \$1.9 million from the State General Fund. For FY 2019, the estimated cost is \$4.4 million, including \$1.6 million from the State General Fund. **For this agency, FY 2017 longevity payments total \$30,080, including \$10,845 from the State General Fund; FY 2018 longevity payments total \$31,441, including \$10,207 from the State General Fund; and FY 2019 longevity payments total \$31,441, including \$10,207 from the State General Fund.**

Kansas Public Employees Retirement System (KPERS) Adjustments.

KPERS Employer Contributions. The employer retirement contribution rate for KPERS State and School is scheduled to be 10.81 percent in FY 2017, 12.01 percent for FY 2018, and 13.21 percent for FY 2019. For FY 2017, FY 2018, and FY 2019, the Governor recommends the employer contribution amounts be reduced, with the intention of holding employer contributions in these fiscal years to a similar amount as FY 2016 actual employer contributions, which included a quarter moratorium. This proposal

also eliminates the scheduled contribution rate increases for FY 2017 through FY 2019. The estimated expenditure reduction to freeze KPERS employer contributions is \$87.8 million, including \$85.9 million from the State General Fund, in FY 2017; \$141.6 million, including \$140.2 million from the State General Fund, for FY 2018; and \$202.3 million, including \$198.5 million from the State General Fund, for FY 2019. Additionally, the Governor recommends not to pay approximately \$97.4 million, all from the State General Fund, in delayed FY 2016 employer contributions, in FY 2018 with 8.0 percent interest per annum. **For this agency, reducing employer contributions to KPERS would reduce expenditures by \$60,244, including \$21,753 from the State General Fund, in FY 2017; by \$185,200, including \$61,345 from the State General Fund, for FY 2018; and by \$346,191, including \$108,808 from the State General Fund, for FY 2019.**

Death and Disability. The Governor recommends extending the current FY 2017 moratorium on employer contributions to the Group Insurance Reserve Fund through the first quarter of FY 2018. The employer contribution rate is recommended to return to 1.0 percent for FY 2019. The estimated expenditure reduction for the recommended moratorium on the first quarter of FY 2018 contributions is \$12.6 million, including \$10.1 million from the State General Fund. **For this agency, a one quarter moratorium on Group Insurance Reserve Fund contributions would reduce expenditures by \$40,925, including \$13,557 from the State General Fund, for FY 2018.**

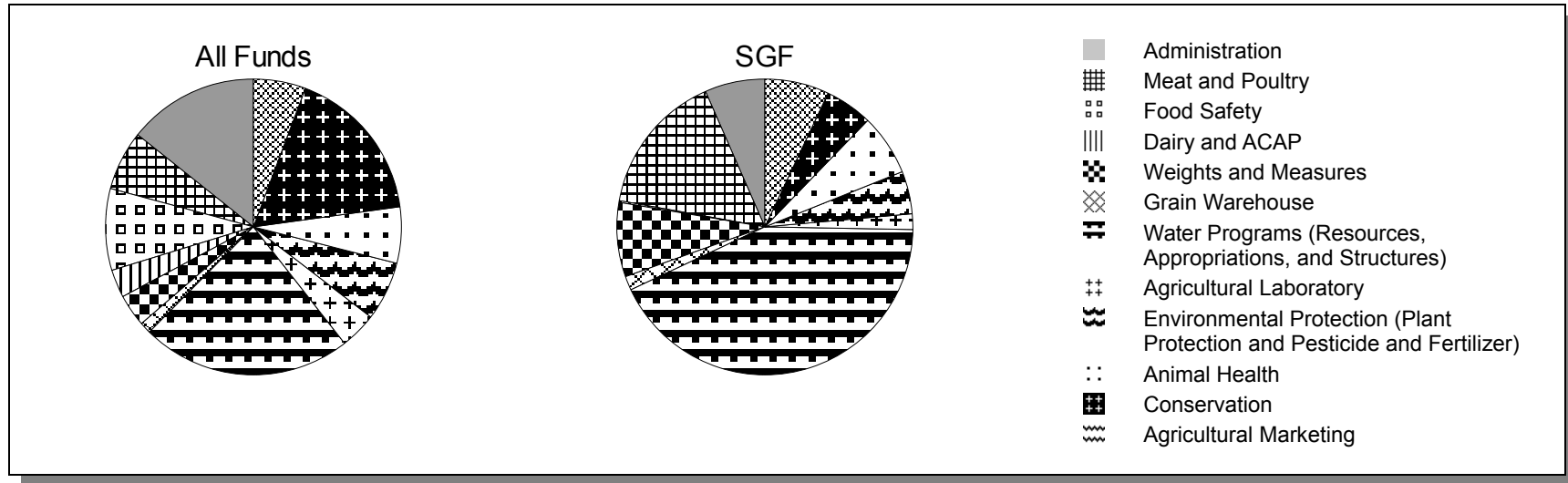
KPERS Policy Changes. The Governor recommends extending the amortization period on the unfunded actuarial liability (UAL) by ten years. Currently, the UAL is scheduled to be amortized in FY 2033. In addition, the Governor recommends the combined KPERS State and School employer contribution rate be decoupled. Currently, a contribution rate is established for the combined KPERS State and the KPERS School group. The KPERS State group has a considerably lower UAL than the KPERS School group and the actuarial recommended contribution rate for the KPERS State group is consistently below the combined KPERS State and School rate.

Funding Sources

Funding Source	Agency Req. Percent of Total FY 2018	Gov. Rec. Percent of Total FY 2018	Agency Req. Percent of Total FY 2019	Gov. Rec. Percent of Total FY 2019
State General Fund	20.6 %	20.4 %	19.7 %	20.0 %
State Water Plan Fund	15.7	15.8	17.9	17.9
Economic Development Initiatives Fund	2.4	2.4	2.3	2.3
Federal Funds	20.0	20.0	19.3	19.3
All Other Funds	41.4	41.4	40.8	40.6
TOTAL	100.0 %	100.0 %	100.0 %	100.0 %

Note: Totals may not add due to rounding.

PROGRAM DETAIL



EXPENDITURES BY PROGRAM – GOVERNOR’S FY 2018 RECOMMENDATION

Program	Gov. Rec. All Funds FY 2018	Percent of Total	Gov. Rec. SGF FY 2018	Percent of Total
Administration	\$ 6,324,997	14.3 %	\$ 569,511	6.3 %
Meat and Poultry	2,895,767	6.5	1,415,719	15.6
Food Safety	3,952,765	8.9	0	0.0
Dairy and ACAP	1,356,525	3.1	17,830	0.2
Weights and Measures	1,569,475	3.5	736,817	8.1
Grain Warehouse	545,036	1.2	138,823	1.5
Water Programs (Resources, Appropriations, and Structures)	10,176,410	23.0	3,879,024	42.8
Agricultural Laboratory	1,769,217	4.0	153,380	1.7
Environmental Protection (Plant Protection and Pesticide and Fertilizer)	2,864,692	6.5	425,147	4.7
Animal Health	2,723,183	6.1	606,130	6.7
Conservation	7,572,185	17.1	473,594	5.2
Agricultural Marketing	2,533,535	5.7	637,320	7.0
TOTAL	\$ 44,283,787	100.0 %	\$ 9,053,295	100.0 %

FTE POSITIONS BY PROGRAM FY 2016 – FY 2019

<u>Program</u>	<u>Actual FY 2016</u>	<u>Agency Est. FY 2017</u>	<u>Gov. Rec. FY 2017</u>	<u>Agency Req. FY 2018</u>	<u>Gov. Rec. FY 2018</u>	<u>Agency Req. FY 2019</u>	<u>Gov. Rec. FY 2019</u>
Administration	6.0	9.8	9.8	10.8	10.8	10.8	10.8
Meat and Poultry	0.0	0.3	0.3	1.3	1.3	1.3	1.3
Food Safety	7.0	6.0	6.0	7.0	7.0	7.0	7.0
Dairy and ACAP	5.0	5.0	5.0	6.0	6.0	6.0	6.0
Weights and Measures	5.0	3.0	3.0	4.0	4.0	4.0	4.0
Grain Warehouse	0.0	0.0	0.0	1.0	1.0	1.0	1.0
Water Resources	3.0	3.0	3.0	4.0	4.0	4.0	4.0
Water Appropriations	12.0	11.0	11.0	11.0	11.0	11.0	11.0
Water Structures	2.0	1.0	1.0	2.0	2.0	2.0	2.0
Agricultural Laboratories	2.0	2.0	2.0	3.0	3.0	3.0	3.0
Environmental Protection	1.0	2.0	2.0	3.0	3.0	3.0	3.0
Pesticide and Fertilizer	9.0	8.0	8.0	9.0	9.0	9.0	9.0
Animal Health	7.0	5.9	5.9	5.9	5.9	5.9	5.9
Conservation	3.0	6.0	6.0	7.0	7.0	7.0	7.0
Agriculture Marketing	0.0	0.0	0.0	1.0	1.0	1.0	1.0
TOTAL	62.0	63.0	63.0	76.0	76.0	76.0	76.0

A. Administration

The Administration program provides the general policy, outreach, coordination, and management functions for the agency. This program is divided into three sub-programs: Administrative Services and Support, Record Center, and Statistical Services and Support. The Administrative Services and Support sub-program provides the agency's fiscal, personnel, legal, and information resource services. The goal of the Record Center sub-program is to maintain credible records to provide consistent and equitable implementation of Kansas

statutes as they relate to the agency. This includes the issuance of licenses, permits, registrations, and certifications, and the issuance of renewal notices. The Statistical Services and Support sub-program is responsible for providing meaningful, accurate, and objective statistical information and services to Kansas residents and the Kansas agricultural industry. Agriculture marketing was been moved to a separate program beginning in FY 2016.

ADMINISTRATION							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 3,062,584	\$ 3,203,463	\$ 3,183,307	\$ 2,809,944	\$ 3,291,630	\$ 2,902,175	\$ 3,375,298
Contractual Services	2,845,035	2,847,798	2,847,798	2,832,733	2,832,733	2,828,650	2,828,650
Commodities	97,301	81,367	81,367	86,300	86,300	86,300	86,300
Capital Outlay	336,962	110,641	110,641	114,334	114,334	98,734	98,734
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 6,341,882</u>	<u>\$ 6,243,269</u>	<u>\$ 6,223,113</u>	<u>\$ 5,843,311</u>	<u>\$ 6,324,997</u>	<u>\$ 5,915,859</u>	<u>\$ 6,388,982</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	1,300,000	1,300,000	0	0	0	0
TOTAL	<u>\$ 6,341,882</u>	<u>\$ 7,543,269</u>	<u>\$ 7,523,113</u>	<u>\$ 5,843,311</u>	<u>\$ 6,324,997</u>	<u>\$ 5,915,859</u>	<u>\$ 6,388,982</u>
Financing:							
State General Fund	\$ 929,445	\$ 881,562	\$ 867,476	\$ 65,227	\$ 569,511	\$ 117,892	\$ 623,338
All Other Funds	5,412,437	6,661,707	6,655,637	5,778,084	5,755,486	5,797,967	5,765,644
TOTAL	<u>\$ 6,341,882</u>	<u>\$ 7,543,269</u>	<u>\$ 7,523,113</u>	<u>\$ 5,843,311</u>	<u>\$ 6,324,997</u>	<u>\$ 5,915,859</u>	<u>\$ 6,388,982</u>
FTE Positions	6.0	9.8	9.8	10.8	10.8	10.8	10.8
Non-FTE Uncl.Perm.Pos.	45.0	32.6	32.6	32.6	32.6	32.6	32.6
TOTAL	<u>51.0</u>	<u>42.4</u>	<u>42.4</u>	<u>43.4</u>	<u>43.4</u>	<u>43.4</u>	<u>43.4</u>

The **agency** requests FY 2018 expenditures of \$5.8 million for the Administration program, a decrease of \$1.7 million, or

22.5 percent, below the FY 2017 revised estimate. The request includes \$65,227 from the State General Fund, a decrease of

\$816,335, or 92.6 percent, below the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$2.8 million for the Administration program, including \$55,227 from the State General Fund. This request is an all funds decrease of \$393,519, or 12.3 percent, and a State General Fund decrease of \$816,335, or 93.7 percent, below the FY 2017 revised estimate. The decrease is largely attributable to increased budgeting for shrinkage for the reduced resources package;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$2.8 million for the Administration program, a decrease of \$15,065, or 0.5 percent, below the FY 2017 revised estimate. This request includes \$10,000 from the State General Fund, which is no change from the FY 2017 revised estimate. The decrease is largely attributable to meals and lodging;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$86,300, all from special revenue funds, for the Administration program, an increase of \$4,933, or 6.1 percent, above the FY 2017 revised estimate. The increase is largely attributable to office supplies;
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$114,334, all from special revenue funds, an increase of \$3,693, or 3.3 percent, above the FY 2017 revised estimate. The increase is largely attributable to computer

replacements, partially offset by decreased expenditures for vehicle replacements; and

- **Other Assistance.** The agency requests FY 2018 other assistance expenditures of \$0, a decrease of \$1.3 million, all from special revenue funds, or 100.0 percent, below the FY 2017 revised estimate. The decrease is attributable to the one-time expenditure of the federal Biofuel Infrastructure Program grant to install ethanol-blender gas pumps.

The **Governor** recommends FY 2018 expenditures in the Administration program of \$6.3 million, including \$569,511 from the State General Fund. The recommendation is an all funds increase of \$481,686, or 8.2 percent, and a State General Fund increase of \$504,284, or 773.1 percent, above the agency request. The increase is attributable to not recommending the reduced resource package to hold positions open for longer periods of time and increase shrinkage, offset in part by the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on agency employer contributions for death and disability payments for one quarter.

The **agency** requests FY 2019 expenditures of \$5.9 million for the Administration program, an increase of \$72,548, or 1.2 percent, above the FY 2018 request. The request includes \$117,892 from the State General Fund, an increase of \$52,665, or 80.7 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$2.9 million for the Administration program, including \$107,892 from the State General Fund. This

request is an all funds increase of \$92,231, or 3.3 percent, and a State General Fund increase of \$52,665, or 95.4 percent, above the FY 2018 request. The increase is largely attributable to employer contributions for fringe benefits;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$2.8 million for the Administration program, a decrease of \$4,083, or 0.1 percent, below the FY 2018 request. The request includes \$10,000 from the State General Fund, which is no change from the FY 2018 request. The decrease is largely attributable to building rental;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$86,300, all from special revenue funds, for the Administration

program, which is no change from the FY 2018 request; and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$98,734, all from special revenue funds, a decrease of \$15,600, or 13.6 percent, below the FY 2018 request. The decrease is attributable to decreased expenditures for vehicle replacements.

The **Governor** recommends FY 2019 expenditures of \$6.4 million, including \$623,338 from the State General Fund. The recommendation is an all funds increase of \$473,123, or 8.0 percent, and a State General Fund increase of \$505,446, or 428.7 percent, above the agency request. The increase is attributable to not recommending the reduced resource package to hold positions open for longer periods of time and increase shrinkage, offset in part by the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

B. Meat and Poultry

The Meat and Poultry program is a cooperative state-federal program responsible for administering the Kansas Meat and Poultry Inspection Act that governs labeling and advertising of meat and poultry products. The program conducts inspections to ensure safe and wholesome meat and poultry products and to detect and eliminate those items that pose a health threat, are improperly labeled, or serve as a source of economic fraud

to the consumer. The program provides for the inspection, labeling, and disposition of animals, poultry, carcasses, and meat and poultry products offered for sale through commercial outlets for consumption. The program inspects and registers slaughter facilities and meat and poultry processing facilities in Kansas. Federal law requires state inspection standards be “equal to” those of federally inspected operations.

MEAT AND POULTRY							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 1,886,010	\$ 2,333,511	\$ 2,327,085	\$ 2,341,015	\$ 2,316,979	\$ 2,414,181	\$ 2,377,289
Contractual Services	187,158	265,180	265,180	261,710	261,710	263,084	263,084
Commodities	108,551	182,076	182,076	182,078	182,078	182,078	182,078
Capital Outlay	134,627	140,000	140,000	135,000	135,000	135,000	135,000
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 2,316,346</i>	<i>\$ 2,920,767</i>	<i>\$ 2,914,341</i>	<i>\$ 2,919,803</i>	<i>\$ 2,895,767</i>	<i>\$ 2,994,343</i>	<i>\$ 2,957,451</i>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	\$ 2,316,346	\$ 2,920,767	\$ 2,914,341	\$ 2,919,803	\$ 2,895,767	\$ 2,994,343	\$ 2,957,451
Financing:							
State General Fund	\$ 1,224,394	\$ 1,479,889	\$ 1,476,676	\$ 1,427,737	\$ 1,415,719	\$ 1,439,737	\$ 1,421,291
All Other Funds	1,091,952	1,440,878	1,437,665	1,492,066	1,480,048	1,554,606	1,536,160
TOTAL	\$ 2,316,346	\$ 2,920,767	\$ 2,914,341	\$ 2,919,803	\$ 2,895,767	\$ 2,994,343	\$ 2,957,451
FTE Positions	0.0	0.3	0.3	1.3	1.3	1.3	1.3
Non-FTE Uncl.Perm.Pos.	30.5	38.9	38.9	38.9	38.9	38.9	38.9
TOTAL	30.5	39.2	39.2	40.2	40.2	40.2	40.2

The **agency** requests FY 2018 expenditures of \$2.9 million for the Meat and Poultry program, a decrease of \$964, or less

than 0.1 percent, below the FY 2017 revised estimate. The request includes \$1.4 million from the State General Fund, a

decrease of \$52,152, or 3.5 percent, below the FY 2017 revised estimate.

Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$2.3 million for the Meat and Poultry program, including \$1.2 million from the State General Fund. This request is an all funds increase of \$7,504, or 0.3 percent, and a State General Fund increase of \$9,507, or 0.8 percent, above the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$261,710 for the Meat and Poultry program, a decrease of \$3,470, or 1.3 percent, below the FY 2017 revised estimate. The request includes \$130,855 from the State General Fund, a decrease of \$1,735, or 1.3 percent, below the FY 2017 revised estimate. The decrease is largely attributable to computer software maintenance;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$182,078 for the Meat and Poultry program, an increase of \$2, or less than 0.1 percent, above the FY 2017 revised estimate. The request includes \$91,039 from the State General Fund, an increase of \$1, or less than 0.1 percent, above the FY 2017 revised estimate. Commodities expenditures for the Meat and Poultry program are largely for gasoline and

scientific supplies for testing of meat samples; and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$135,000 for the Meat and Poultry program, a decrease of \$5,000, or 3.6 percent, below the FY 2017 revised estimate. The request includes \$55,110 from the State General Fund, a decrease of \$59,988, or 52.1 percent, below the FY 2017 revised estimate. The decrease is attributable to decreased expenditures for vehicle replacements.

The **Governor** recommends FY 2018 expenditures of \$2.9 million for the Meat and Poultry program, including \$1.4 million from the State General Fund. This recommendation is an all funds decrease of \$24,036, or 0.8 percent, and a State General Fund decrease of \$12,018, or 0.8 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$3.0 million for the Meat and Poultry program, an increase of \$74,540, or 2.6 percent, above the FY 2018 request. The request includes \$1.4 million from the State General Fund, an increase of \$12,000, or 0.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$2.4 million for the Meat and Poultry program, including \$1.2 million from the State General Fund. This request is an all funds increase of

\$73,166, or 3.1 percent, and a State General Fund increase of \$36,583, or 3.2 percent, above the FY 2018 request. The increase is largely attributable to employer contributions for fringe benefits;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$263,084 for the Meat and Poultry program, an increase of \$1,374, or 0.5 percent, above the FY 2018 request. The request includes \$131,542 from the State General Fund, an increase of \$687, or 0.5 percent, above the FY 2018 request. The increase is largely attributable to computer software maintenance and cellular phones;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$182,078 for the Meat and Poultry program, which is no change from the FY 2018 request. The request includes \$91,039 from the State General Fund, which is no change from the FY 2018 request.

Commodities expenditures for the Meat and Poultry program are largely for gasoline and scientific supplies for testing of meat samples; and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$135,000 for the Meat and Poultry program, which is no change from the FY 2018 request. The request includes \$29,840 from the State General Fund, a decrease of \$25,270, or 45.9 percent, below the FY 2018 request. Capital outlay expenditures in the Meat and Poultry program are for computer and vehicle replacements.

The **Governor** recommends FY 2019 expenditures of \$3.0 million for the Meat and Poultry program, including \$1.4 million from the State General Fund. The recommendation is an all funds decrease of \$36,892, or 1.2 percent, and a State General Fund decrease of \$18,446, or 1.3 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

C. Food Safety and Lodging

The Kansas Department of Agriculture promotes public safety by regulating the production and sale of food products in Kansas.

The Food Safety and Lodging program is responsible for food safety inspections of food establishments, food processors, and lodging establishments. Food establishments are

operations that provide food directly to the end consumer, with or without charge. Food establishments include restaurants, grocery stores, convenience stores, schools, senior meal sites, mobile food units and food operations in lodging establishments. Food processors are operations that provide food to other food operations for further distribution, with or without charge. Food processors include food wholesalers, food warehouses, food re-packers, and food manufacturers.

FOOD SAFETY AND LODGING							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 2,968,931	\$ 3,220,230	\$ 3,211,669	\$ 3,312,344	\$ 3,279,694	\$ 3,415,782	\$ 3,365,048
Contractual Services	366,153	419,370	419,370	419,796	419,796	422,012	422,012
Commodities	82,336	119,200	119,200	121,275	121,275	121,825	121,825
Capital Outlay	106,533	135,000	135,000	132,000	132,000	122,000	122,000
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 3,523,953</i>	<i>\$ 3,893,800</i>	<i>\$ 3,885,239</i>	<i>\$ 3,985,415</i>	<i>\$ 3,952,765</i>	<i>\$ 4,081,619</i>	<i>\$ 4,030,885</i>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	\$ 3,523,953	\$ 3,893,800	\$ 3,885,239	\$ 3,985,415	\$ 3,952,765	\$ 4,081,619	\$ 4,030,885
Financing:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	3,523,953	3,893,800	3,885,239	3,985,415	3,952,765	4,081,619	4,030,885
TOTAL	\$ 3,523,953	\$ 3,893,800	\$ 3,885,239	\$ 3,985,415	\$ 3,952,765	\$ 4,081,619	\$ 4,030,885
FTE Positions	7.0	6.0	6.0	7.0	7.0	7.0	7.0
Non-FTE Uncl.Perm.Pos.	49.0	52.8	52.8	52.8	52.8	52.8	52.8
TOTAL	56.0	58.8	58.8	59.8	59.8	59.8	59.8

The **agency** requests FY 2018 expenditures of \$4.0 million for the Food Safety and Lodging program, all from special revenue funds. This request is an increase of \$91,615, or 2.4 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$3.3 million, all from special revenue funds, for the Dairy and Feed Safety program. This request is an increase of \$92,114, or 2.9 percent, above the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits and decreased shrinkage;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$419,796, all from special revenue funds, for the Food Safety and Lodging program, an increase of \$426, or 0.1 percent, above the FY 2017 revised estimate. Contractual services expenditures in the Food Safety and Lodging program include repair and service, travel and food, communication, and rents;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$121,275, all from special revenue funds, for the Food Safety and Lodging program, an increase of \$2,075, or 1.7 percent, above the FY 2017 revised estimate. The increase is attributable to vehicle parts, tires, and clothes. The majority of commodities expenditures in this program are for gasoline (71.7 percent), as 48 inspectors travel daily to conduct food safety and lodging inspections; and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$132,000, all from special revenue funds, for the Food Safety and Lodging program, a decrease of \$3,000, or 2.2 percent, below the FY 2017 revised estimate. The decrease is attributable to computer replacements, offset in part by increased expenditures for vehicle replacements.

The **Governor** recommends FY 2018 expenditures of \$4.0 million for the Food Safety and Lodging program, all from special revenue funds. This recommendation is a decrease of \$32,650, or 0.8 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERs employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$4.1 million for the Food Safety and Lodging program, all from special revenue funds. The request is an increase of \$96,204, or 2.4 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$3.4 million, all from special revenue funds, for the Food Safety and Lodging program, an increase of \$103,438, or 3.1 percent, above the FY 2018 request. The increase is largely attributable to salary increases;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$422,012, all from special revenue funds, for the Food Safety and Lodging program, an increase

of \$2,216, or 0.5 percent, above the FY 2018 request. The increase is largely attributable to rents, computer maintenance, and communication;

- **Commodities.** The agency requests FY 2019 commodities expenditures of \$121,825, all from special revenue funds, for the Food Safety and Lodging program, an increase of \$550, or 0.5 percent, above the FY 2018 request. The increase is largely attributable to tire replacements. The majority of commodities expenditures in this program are for gasoline (71.4 percent), as 48 inspectors travel daily to conduct food safety and lodging inspections; and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$122,000, all from special revenue funds, for the Food Safety and Lodging program, a decrease of \$10,000, or 7.6 percent, below the FY 2018 request. The decrease is attributable to computer replacements.

The **Governor** recommends FY 2019 expenditures of \$4.0 million for the Food Safety and Lodging program, all from special revenue funds. The recommendation is a decrease of \$50,734, or 1.2 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

D. Dairy and Feed Safety

The Dairy and Feed Safety program regulates the milk production, transportation, processing, and distribution industry in Kansas. The Dairy Inspection program protects consumers in Kansas and other states. Inspectors regulate the dairy industry, starting at the farm and continuing as the milk and milk products are transported, processed, distributed, and sold. Activities include inspection of facilities and equipment, collection and testing samples, educational activities, and consumer protection.

The core function of the Dairy Inspection program is to regulate the production, transportation, processing, and

distribution of milk and dairy products from cow to consumer. Dairy inspection staff enforces Kansas dairy laws as well as the U.S. Food and Drug Administration's Grade A Pasteurized Milk Ordinance, which is adopted by reference in Kansas.

This program also regulates feed safety. The feed safety program's major objectives are: safeguarding both human and animal health, promoting safe and effective nutrition of livestock and pets, and verifying and ensuring truth in labeling of commercial feed products.

DAIRY AND FEED SAFETY							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 928,654	\$ 938,252	\$ 935,776	\$ 944,373	\$ 935,147	\$ 1,022,718	\$ 1,007,399
Contractual Services	159,373	181,591	181,591	215,334	215,334	211,640	211,640
Commodities	34,668	53,136	53,136	68,004	68,004	69,263	69,263
Capital Outlay	42,344	205,000	205,000	138,040	138,040	94,040	94,040
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,165,039</u>	<u>\$ 1,377,979</u>	<u>\$ 1,375,503</u>	<u>\$ 1,365,751</u>	<u>\$ 1,356,525</u>	<u>\$ 1,397,661</u>	<u>\$ 1,382,342</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,165,039</u>	<u>\$ 1,377,979</u>	<u>\$ 1,375,503</u>	<u>\$ 1,365,751</u>	<u>\$ 1,356,525</u>	<u>\$ 1,397,661</u>	<u>\$ 1,382,342</u>
Financing:							
State General Fund	\$ 17,801	\$ 18,700	\$ 18,652	\$ 18,000	\$ 17,830	\$ 18,200	\$ 17,937
All Other Funds	1,147,238	1,359,279	1,356,851	1,347,751	1,338,695	1,379,461	1,364,405
TOTAL	<u>\$ 1,165,039</u>	<u>\$ 1,377,979</u>	<u>\$ 1,375,503</u>	<u>\$ 1,365,751</u>	<u>\$ 1,356,525</u>	<u>\$ 1,397,661</u>	<u>\$ 1,382,342</u>
FTE Positions	5.0	5.0	5.0	6.0	6.0	6.0	6.0
Non-FTE Uncl.Perm.Pos.	9.0	10.4	10.4	10.4	10.4	10.4	10.4
TOTAL	<u>14.0</u>	<u>15.4</u>	<u>15.4</u>	<u>16.4</u>	<u>16.4</u>	<u>16.4</u>	<u>16.4</u>

The **agency** requests FY 2018 expenditures of \$1.4 million for the Dairy and Feed Safety program, a decrease of \$12,228, or 0.9 percent, below the FY 2017 revised estimate. The request includes \$18,000 from the State General Fund, a decrease of \$700, or 3.7 percent, below the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$944,373 for the Dairy and Feed Safety program, including \$18,000 from the State General Fund. This request is an all funds increase of \$6,121, or 0.7 percent, and a State General Fund decrease of \$700, or 3.7 percent, from the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$215,334, all from special revenue funds, for the Dairy and Feed Safety program, an increase of \$33,743, or 18.6 percent, above the FY 2017 revised estimate. The increase is largely attributable to increased federal funding for the maintenance of an online licensing and payment solution;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$68,004, all from special revenue funds, for the Dairy and Feed Safety program, an increase of \$14,868, or 28.0 percent, above the FY 2017 revised estimate. The increase is largely attributable to increased federal funding for the purchase of professional supplies; and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$138,040, all from special revenue funds, for the Dairy and Feed Safety program, a decrease of \$66,960, or 32.7 percent, below the FY 2017 revised estimate. The decrease is largely attributable to decreased expenses for the purchase of an online licensing and payment solution for the program.

The **Governor** recommends FY 2018 expenditures of \$1.4 million for the Dairy and Feed Safety program, including \$17,830 from the State General Fund. This recommendation is an all funds decrease of \$9,226, or 0.7 percent, and a State General Fund decrease of \$170, or 0.9 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.4 million for the Dairy and Feed Safety program, an increase of \$31,910, or 2.3 percent, above the FY 2018 request. The request includes \$18,200 from the State General Fund, an increase of \$200, or 1.1 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.0 million for the Dairy and Feed Safety program, including \$18,200 from the State General Fund. This request is an all funds increase of \$78,345, or 8.3 percent, and a State General Fund increase of \$200, or 1.1 percent, above the FY 2018 request. The increase is largely attributable

to salary increases arising from employees shifting from classified to unclassified status;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$211,640, all from special revenue funds, for the Dairy and Feed Safety program, a decrease of \$3,694, or 1.7 percent, below the FY 2018 request. The decrease is largely attributable to professional fees;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$69,263, all from special revenue funds, for the Dairy and Feed Safety program, an increase of \$1,259, or 1.9 percent, above the FY 2018 request. The increase is largely attributable to scientific equipment for field-based employees. The majority of commodities expenditures for the Dairy and Feed Safety program are for gasoline (63.9 percent); and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$94,040, all from special revenue funds, for the Dairy and Feed Safety program, a decrease of \$44,000, or 31.9 percent, below the FY 2018 request. The decrease is largely attributable to decreased expenses for the purchase of an online licensing and payment solution for the program, offset in part by increased expenditures for vehicle replacements.

The **Governor** recommends FY 2019 expenditures of \$1.4 million for the Dairy and Feed Safety program, including \$17,937 from the State General Fund. The recommendation is an all funds decrease of \$15,319, or 1.1 percent, and a State General Fund decrease of \$263, or 1.4 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

E. Weights and Measures

The Weights and Measures sub-program is responsible for ensuring that devices involving weight, measurement, or price scanning in commerce are accurate in order to protect the consumer and provide equity in the marketplace.

WEIGHTS AND MEASURES SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 802,475	\$ 827,344	\$ 825,226	\$ 846,671	\$ 838,649	\$ 873,895	\$ 860,983
Contractual Services	552,461	477,487	477,487	529,873	529,873	536,696	536,696
Commodities	104,995	116,022	116,022	119,453	119,453	119,452	119,452
Capital Outlay	104,302	102,814	102,814	81,500	81,500	56,500	56,500
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,564,233</u>	<u>\$ 1,523,667</u>	<u>\$ 1,521,549</u>	<u>\$ 1,577,497</u>	<u>\$ 1,569,475</u>	<u>\$ 1,586,543</u>	<u>\$ 1,573,631</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,564,233</u>	<u>\$ 1,523,667</u>	<u>\$ 1,521,549</u>	<u>\$ 1,577,497</u>	<u>\$ 1,569,475</u>	<u>\$ 1,586,543</u>	<u>\$ 1,573,631</u>
Financing:							
State General Fund	\$ 685,515	\$ 691,500	\$ 690,335	\$ 741,000	\$ 736,817	\$ 706,200	\$ 699,469
All Other Funds	878,718	832,167	831,214	836,497	832,658	880,343	874,162
TOTAL	<u>\$ 1,564,233</u>	<u>\$ 1,523,667</u>	<u>\$ 1,521,549</u>	<u>\$ 1,577,497</u>	<u>\$ 1,569,475</u>	<u>\$ 1,586,543</u>	<u>\$ 1,573,631</u>
FTE Positions	5.0	3.0	3.0	4.0	4.0	4.0	4.0
Non-FTE Uncl.Perm.Pos.	9.0	12.0	12.0	12.0	12.0	12.0	12.0
TOTAL	<u>14.0</u>	<u>15.0</u>	<u>15.0</u>	<u>16.0</u>	<u>16.0</u>	<u>16.0</u>	<u>16.0</u>

The **agency** requests FY 2018 expenditures of \$1.6 million for the Weights and Measures program, an increase of \$53,830, or 3.5 percent, above the FY 2017 revised estimate. The

request includes \$741,000 from the State General Fund, an increase of \$49,500, or 7.2 percent, above the FY 2017 revised estimate.

Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages all funds expenditures of \$846,671, including \$471,917 from the State General Fund, for the Weights and Measures program. This request is an increase of \$19,327, or 2.3 percent, and a State General Fund decrease of \$23,081, or 4.7 percent, from the FY 2017 revised estimate. The increase is largely attributable to employer contributions to fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$529,873 for the Weights and Measures program, an increase of \$52,386, or 11.0 percent, above the FY 2017 revised estimate. The request includes \$138,079 from the State General Fund, an increase of \$40,009, or 40.8 percent, above the FY 2017 revised estimate. The increase is largely attributable to laboratory fees;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$119,453 for the Weights and Measures program, an increase of \$3,431, or 3.0 percent, above the FY 2017 revised estimate. The request includes \$62,464 from the State General Fund, an increase of \$10,298, or 19.7 percent, above the FY 2017 revised estimate. The increase is attributable to tire replacements. The majority of commodities expenditures in this program are attributable to fuel (67.9 percent); and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$81,500 for the Weights and Measures program, a decrease of \$21,314, or 20.7 percent, below the FY 2017 revised estimate. The request includes \$68,540 from the State General Fund, an increase of \$22,274, or 48.1 percent, above the FY 2017 revised estimate. The decrease is largely attributable to decreased expenditures for scientific equipment and truck replacements, offset in part by computer replacements.

The **Governor** recommends FY 2018 expenditures of \$1.6 million for the Weights and Measures program, including \$736,817 from the State General Fund. This recommendation is an all funds decrease of \$8,022, or 0.5 percent, and a State General Fund decrease of \$4,183, or 0.6 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.6 million for the Weights and Measures program, an increase of \$9,046, or 0.6 percent, above the FY 2018 request. The request includes \$706,200 from the State General Fund, a decrease of \$34,800, or 4.7 percent, below the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages all funds expenditures of \$873,895, including \$485,979 from the State General Fund, for the Weights and Measures program. This request is an all funds increase of \$27,224, or 3.2 percent, and a State General Fund increase of \$14,062, or 3.0 percent, above

the FY 2018 request. The increase is attributable to salary increases and employer contributions for fringe benefits;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$536,696 for the Weights and Measures program, an increase of \$6,823, or 1.3 percent, above the FY 2018 request. The request includes \$139,598 from the State General Fund, an increase of \$1,519, or 1.1 percent, above the FY 2018 request. The increase is largely attributable to laboratory fees;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$119,452 for the Weights and Measures program, a decrease of \$1, or less than 0.1 percent, below the FY 2018 request. The request includes \$62,463 from the State General Fund, a decrease of \$1, or less than 0.1 percent, below the FY 2018 request.

The majority of commodities expenditures in this program are attributable to fuel (67.9 percent); and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$56,500 for the Weights and Measures program, a decrease of \$25,000, or 30.7 percent, below the FY 2018 request. The request includes \$18,160 from the State General Fund, a decrease of \$50,380, or 73.5 percent, below the FY 2018 request. The decrease is attributable to decreased expenditures for truck replacements.

The **Governor** recommends FY 2019 expenditures of \$1.6 million for the Weights and Measures program, including \$699,469 from the State General Fund. The recommendation is an all funds decrease of \$12,912, or 0.8 percent, and a State General Fund decrease of \$6,731, or 1.0 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

F. Grain Warehouse

The Grain Warehouse Inspection program ensures depositors of grain in public warehouses are protected from fraud and warehouses maintain accurate inventory records. The program administers and enforces the Kansas Public Warehouse Law relating to grain storage. It requires any entity that stores grain for the public be licensed by either the State or federal government. It ensures Kansas grain producers have safe, solvent warehouses where they may store their commodities. To achieve this, the program examines State-licensed facilities at least once each year. More examinations are made on licensed facilities that meet only the minimum financial requirements.

A licensed elevator, with the approval of the Grain Warehouse Inspection program, may move open-stored grain to another licensed, bonded terminal elevator. This allows smaller facilities to free up bin space for the next harvest. Also, with approval from the program, licensed facilities may use emergency or conditional storage space during harvest when storage space is in short supply. This allows the elevator to better serve Kansas crop producers.

Examinations help eliminate fraud in the grain industry, ensure the quantity of stored commodities in Kansas licensed warehouses, and maintain the percentage of loss to producers at zero.

GRAIN WAREHOUSE							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 329,736	\$ 384,214	\$ 383,174	\$ 469,359	\$ 413,555	\$ 486,868	\$ 428,660
Contractual Services	119,743	101,872	101,872	103,100	103,100	103,232	103,232
Commodities	18,013	25,900	25,900	25,921	25,921	25,320	25,320
Capital Outlay	39,856	0	0	2,460	2,460	12,460	12,460
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 507,348</i>	<i>\$ 511,986</i>	<i>\$ 510,946</i>	<i>\$ 600,840</i>	<i>\$ 545,036</i>	<i>\$ 627,880</i>	<i>\$ 569,672</i>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	\$ 507,348	\$ 511,986	\$ 510,946	\$ 600,840	\$ 545,036	\$ 627,880	\$ 569,672
Financing:							
State General Fund	\$ 140,801	\$ 146,000	\$ 145,625	\$ 191,781	\$ 138,823	\$ 192,981	\$ 139,307
All Other Funds	366,547	365,986	365,321	409,059	406,213	434,899	430,365
TOTAL	\$ 507,348	\$ 511,986	\$ 510,946	\$ 600,840	\$ 545,036	\$ 627,880	\$ 569,672
FTE Positions	0.0	0.0	0.0	1.0	1.0	1.0	1.0
Non-FTE Uncl.Perm.Pos.	7.0	6.1	6.1	7.1	7.1	7.1	7.1
TOTAL	7.0	6.1	6.1	8.1	8.1	8.1	8.1

The **agency** requests FY 2018 expenditures of \$600,840 for the Grain Warehouse program, an increase of \$88,854, or 17.4 percent, above the FY 2017 revised estimate. The request includes \$191,781 from the State General Fund, an increase of \$45,781, or 31.4 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$469,359 for the Grain Warehouse program, including \$191,781 from the State General Fund. This request is an all funds increase of \$85,145, or 22.2 percent, and a State General Fund increase of \$45,781, or 31.4 percent, above the FY 2017 revised estimate. The increase is largely attributable to adding one examiner halfway through FY 2018 in anticipation of the FY 2019 retirement of two examiners;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$103,100, all from special revenue funds, for the Grain Warehouse program, an increase of \$1,228, or 1.2 percent, above the FY 2017 revised estimate. The majority of contractual services expenditures in this program are for travel and subsistence as all employees travel daily for inspections;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$25,921, all from special revenue funds, for the Grain Warehouse program, an increase of \$21, or 0.1 percent, above the FY 2017 revised estimate. The majority of commodities expenditures in this

program are for gasoline as all employees travel daily for inspections; and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$2,460, all from special revenue funds, for the Grain Warehouse program, an increase of \$2,460, or 100.0 percent, above the FY 2017 revised estimate. The increase is attributable to computer replacements.

The **Governor** recommends FY 2018 expenditures of \$545,036 for the Grain Warehouse program, including \$138,823 from the State General Fund. This recommendation is an all funds decrease of \$55,804, or 9.3 percent, and a State General Fund decrease of \$52,958, or 27.6 percent, below the agency request. The decrease is attributable to not recommending the agency enhancement for one grain warehouse examiner, and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$627,880 for the Grain Warehouse program, an increase of \$27,040, or 4.5 percent, above the FY 2018 request. The request includes \$192,981 from the State General Fund, an increase of \$1,200, or 0.6 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$486,868 for the Grain Warehouse program, including \$192,981 from the State General Fund. This request is an all funds increase of \$17,509,

or 3.7 percent, and a State General Fund increase of \$1,200, or 0.6 percent, above the FY 2018 request. The increase is largely attributable to adding an examiner at the beginning of FY 2019 in anticipation of the retirement of two examiners six months into FY 2019;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$103,232, all from special revenue funds, for the Grain Warehouse program, an increase of \$132, or 0.1 percent, above the FY 2018 request. The majority of contractual services expenditures in this program are for travel and subsistence as all employees travel daily for inspections;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$25,320, all from special revenue funds, for the Grain Warehouse program, a decrease of \$601, or 2.3 percent,

below the FY 2018 request. The majority of commodities expenditures in this program are for gasoline as all employees travel daily for inspections; and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$12,460, all from special revenue funds, for the Grain Warehouse program, an increase of \$10,000, or 406.5 percent, above the FY 2018 request. The increase is attributable to vehicle replacements.

The **Governor** recommends FY 2019 expenditures of \$569,672 for the Grain Warehouse program, including \$139,307 from the State General Fund. The recommendation is an all funds decrease of \$58,208, or 9.3 percent, and a State General Fund decrease of \$53,674, or 27.8 percent, below the agency request. The decrease is attributable to not recommending the agency enhancement for one grain warehouse examiner and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

G. Water Management

The Water Management Services program is responsible for administrative, fiscal, legal, and legislative functions, in addition to supervising water conservation issues, data entry for the Water Rights Information System, management of the

Geographic Information System, hydrologic studies, and coordination with other water-related agencies and facilitating the stakeholder process in the State.

WATER MANAGEMENT							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 1,027,341	\$ 1,070,546	\$ 1,067,640	\$ 1,162,135	\$ 1,082,118	\$ 1,195,426	\$ 1,109,158
Contractual Services	436,666	466,986	466,986	397,388	397,388	434,033	434,033
Commodities	4,410	8,400	8,400	8,600	8,600	8,600	8,600
Capital Outlay	36,476	1,460	1,460	4,198	4,198	26,265	26,265
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,504,893</u>	<u>\$ 1,547,392</u>	<u>\$ 1,544,486</u>	<u>\$ 1,572,321</u>	<u>\$ 1,492,304</u>	<u>\$ 1,664,324</u>	<u>\$ 1,578,056</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,504,893</u>	<u>\$ 1,547,392</u>	<u>\$ 1,544,486</u>	<u>\$ 1,572,321</u>	<u>\$ 1,492,304</u>	<u>\$ 1,664,324</u>	<u>\$ 1,578,056</u>
Financing:							
State General Fund	\$ 818,599	\$ 816,943	\$ 815,107	\$ 870,654	\$ 795,134	\$ 877,454	\$ 798,435
All Other Funds	686,294	730,449	729,379	701,667	697,170	786,870	779,621
TOTAL	<u>\$ 1,504,893</u>	<u>\$ 1,547,392</u>	<u>\$ 1,544,486</u>	<u>\$ 1,572,321</u>	<u>\$ 1,492,304</u>	<u>\$ 1,664,324</u>	<u>\$ 1,578,056</u>
FTE Positions	3.0	3.0	3.0	4.0	4.0	4.0	4.0
Non-FTE Uncl.Perm.Pos.	9.0	10.0	10.0	10.0	10.0	10.0	10.0
TOTAL	<u>12.0</u>	<u>13.0</u>	<u>13.0</u>	<u>14.0</u>	<u>14.0</u>	<u>14.0</u>	<u>14.0</u>

The **agency** requests FY 2018 expenditures of \$1.6 million for the Water Management program, an increase of \$24,929, or 1.6 percent, above the FY 2017 revised estimate. The request includes \$870,654 from the State General Fund, an increase of \$53,711, or 6.6 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$1.2 million for the Water Management program, including \$711,743 from the State General Fund. This request is an all funds increase of \$91,589, or 8.6 percent, and a State General Fund increase of \$46,085, or 6.9 percent, above the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$397,388 for the Water Management program, a decrease of \$69,598, or 14.9 percent, below the FY 2017 revised estimate. The request includes \$152,734 from the State General Fund, an increase of \$6,579, or 4.5 percent, above the FY 2017 revised estimate. The decrease is largely attributable to engineering contracts that fluctuate with the availability of State Water Plan Fund expenditures;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$8,600 for the Water Management program, an increase of \$200, or 2.4 percent, above the FY 2017 revised estimate. The request includes \$5,064 from the State General Fund, a decrease of \$66, or 1.3

percent, below the FY 2017 revised estimate. The increase is attributable to vehicle parts. The majority of commodities expenditures in this program are attributable to gasoline (87.2 percent); and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$4,198 for the Water Management program, an increase of \$2,738, or 187.5 percent, above the FY 2017 revised estimate. The request includes \$1,113 from the State General Fund, an increase of \$1,113, or 100.0 percent, above the FY 2017 revised estimate. The increase is attributable to computer replacements.

The **Governor** recommends FY 2018 expenditures of \$1.5 million for the Water Management program, including \$795,134 from the State General Fund. This recommendation is an all funds decrease of \$80,017, or 5.1 percent, and a State General Fund decrease of \$75,520, or 8.7 percent, below the agency request. The decrease is attributable to not recommending the agency requested enhancement for one engineer and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.7 million for the Water Management program, an increase of \$92,003, or 5.9 percent, above the FY 2018 request. The request includes \$877,454 from the State General Fund, an increase of \$6,800, or 0.8 percent, above the FY 2018 request.

Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.2 million for the Water Management program. The request includes \$718,372 from the State General Fund, an increase of \$6,629, or 0.9 percent, above the FY 2018 request. This request is an increase of \$33,291, or 2.9 percent, above the FY 2018 request. The increase is attributable to salary increases and employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$434,033 for the Water Management program, an increase of \$36,645, or 9.2 percent, above the FY 2018 request. The request includes \$150,915 from the State General Fund, a decrease of \$1,819, or 1.2 percent, below the FY 2018 request. The increase is largely attributable to engineering contracts;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$8,600 for the Water Management program, which is no change

from the FY 2018 request. The request includes \$5,064 from the State General Fund, which also is no change from the FY 2018 request. The majority of commodities expenditures in this program are attributable to gasoline (87.2 percent); and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$26,265 for the Water Management program, an increase of \$22,067, or 525.7 percent, above the FY 2018 request. The request includes \$3,103 from the State General Fund, an increase of \$1,990, or 178.8 percent, above the FY 2018 request. The increase is largely attributable to replacement of one truck.

The **Governor** recommends FY 2019 expenditures of \$1.6 million for the Water Management program, including \$798,435 from the State General Fund. The recommendation is an all funds decrease of \$86,268, or 5.2 percent, and a State General Fund decrease of \$79,019, or 9.0 percent, below the agency request. The decrease is attributable to not recommending the agency requested enhancement for one engineer and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

H. Water Appropriations

The Water Appropriation program administers the Kansas Water Appropriation Act and rules and regulations pertaining to the management of water resources. This program issues permits to appropriate water, regulates water use, and maintains records of all water rights in the State.

WATER APPROPRIATIONS SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 2,968,369	\$ 3,115,458	\$ 3,107,096	\$ 3,191,376	\$ 2,983,933	\$ 3,126,791	\$ 2,905,042
Contractual Services	372,113	595,917	595,917	603,086	603,086	609,924	609,924
Commodities	33,188	60,077	60,077	65,267	65,267	65,267	65,267
Capital Outlay	77,693	59,000	59,000	38,000	38,000	48,000	48,000
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 3,451,363</u>	<u>\$ 3,830,452</u>	<u>\$ 3,822,090</u>	<u>\$ 3,897,729</u>	<u>\$ 3,690,286</u>	<u>\$ 3,849,982</u>	<u>\$ 3,628,233</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 3,451,363</u>	<u>\$ 3,830,452</u>	<u>\$ 3,822,090</u>	<u>\$ 3,897,729</u>	<u>\$ 3,690,286</u>	<u>\$ 3,849,982</u>	<u>\$ 3,628,233</u>
Financing:							
State General Fund	\$ 2,296,770	\$ 2,471,000	\$ 2,464,469	\$ 2,552,329	\$ 2,351,414	\$ 2,521,829	\$ 2,314,695
All Other Funds	1,154,593	1,359,452	1,357,621	1,345,400	1,338,872	1,328,153	1,313,538
TOTAL	<u>\$ 3,451,363</u>	<u>\$ 3,830,452</u>	<u>\$ 3,822,090</u>	<u>\$ 3,897,729</u>	<u>\$ 3,690,286</u>	<u>\$ 3,849,982</u>	<u>\$ 3,628,233</u>
FTE Positions	12.0	11.0	11.0	11.0	11.0	11.0	11.0
Non-FTE Uncl.Perm.Pos.	34.0	38.0	38.0	39.0	39.0	39.0	39.0
TOTAL	<u>46.0</u>	<u>49.0</u>	<u>49.0</u>	<u>50.0</u>	<u>50.0</u>	<u>50.0</u>	<u>50.0</u>

The **agency** requests FY 2018 expenditures of \$3.9 million or 1.8 percent, above the FY 2017 revised estimate. The request includes \$2.6 million from the State General Fund, an increase of \$67,277,

increase of \$81,329, or 3.3 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$3.2 million, including \$2.6 million from the State General Fund, for the Water Appropriations program. This request is an all funds increase of \$75,918, or 2.4 percent, and a State General Fund increase of \$81,329, or 3.3 percent, above the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$603,086, all from special revenue funds, for the Water Appropriations program, an increase of \$7,169, or 1.2 percent, above the FY 2017 revised estimate. The increase is largely attributable to software maintenance expenditures and repair and service;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$65,267, all from special revenue funds, for the Water Appropriations program, an increase of \$5,190, or 8.6 percent, above the FY 2017 revised estimate. The increase is largely attributable to tires and computer parts. The majority of commodities expenditures in this program are attributable to gasoline (68.9 percent); and
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$38,000, all from special revenue funds, for the Water

Appropriations program, a decrease of \$21,000, or 35.6 percent, below the FY 2017 revised estimate. The decrease is largely attributable to flowmeter purchases.

The **Governor** recommends FY 2018 expenditures of \$3.7 million for the Water Appropriations program, including \$2.4 million from the State General Fund. This recommendation is an all funds decrease of \$207,443, or 5.3 percent, and a State General Fund decrease of \$200,915, or 7.9 percent, below the agency request. The decrease is attributable to not recommending the agency's requested enhancement for three environmental scientists for water conservation and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$3.8 million for the Water Appropriations program, a decrease of \$47,747, or 1.2 percent, below the FY 2018 request. The request includes \$2.5 million from the State General Fund, a decrease of \$30,500, or 1.2 percent, below the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages all funds expenditures of \$3.1 million, including \$2.2 million from the State General Fund, for the Water Appropriations program. This request is an all funds decrease of \$64,585, or 2.0 percent, and a State General Fund decrease of \$384,006, or 15.0 percent, below the FY 2018 request. The decrease is attributable to employer contributions for fringe benefits due to employees shifting to unclassified status;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$609,924, including \$299,253 from the State General Fund, for the Water Appropriations program, an all funds increase of \$6,838, or 1.1 percent, and a State General Fund increase of \$299,253, or 100.0 percent, above the FY 2018 request. The increase is largely attributable to computer maintenance;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$65,267, including \$54,253 from the State General Fund, for the Water Appropriations program, which is no change from the all funds FY 2018 request and a State General Fund increase of \$54,253, or 100.0 percent, above the FY 2018 request. The majority of commodities expenditures in this program are attributable to gasoline (68.9 percent); and

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$48,000, all from special revenue funds, for the Water Appropriations program, an increase of \$10,000, or 26.3 percent, above the FY 2018 request. The increase is largely attributable to the purchase of a flowmeter.

The **Governor** recommends FY 2019 expenditures of \$3.6 million for the Water Appropriations program, including \$2.3 million from the State General Fund. The recommendation is an all funds decrease of \$221,749, or 5.8 percent, and a State General Fund decrease of \$207,134, or 8.2 percent, below the agency request. The decrease is attributable to not recommending the agency's requested enhancement for three environmental scientists for water conservation and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

I. Water Structures

The Water Structures sub-program regulates human activities that affect the flow of rivers and streams to ensure that such activities are properly planned, constructed, operated, and maintained.

WATER STRUCTURES SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 1,101,338	\$ 1,272,152	\$ 1,268,569	\$ 1,288,666	\$ 1,275,189	\$ 1,324,710	\$ 1,304,453
Contractual Services	2,873,541	4,220,103	4,220,103	3,704,092	3,704,092	3,708,507	3,708,507
Commodities	6,084	9,100	9,100	8,045	8,045	8,045	8,045
Capital Outlay	27,273	10,168	10,168	6,494	6,494	6,494	6,494
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 4,008,236</u>	<u>\$ 5,511,523</u>	<u>\$ 5,507,940</u>	<u>\$ 5,007,297</u>	<u>\$ 4,993,820</u>	<u>\$ 5,047,756</u>	<u>\$ 5,027,499</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 4,008,236</u>	<u>\$ 5,511,523</u>	<u>\$ 5,507,940</u>	<u>\$ 5,007,297</u>	<u>\$ 4,993,820</u>	<u>\$ 5,047,756</u>	<u>\$ 5,027,499</u>
Financing:							
State General Fund	\$ 722,304	\$ 769,900	\$ 767,791	\$ 740,100	\$ 732,476	\$ 746,100	\$ 734,860
All Other Funds	3,285,932	4,741,623	4,740,149	4,267,197	4,261,344	4,301,656	4,292,639
TOTAL	<u>\$ 4,008,236</u>	<u>\$ 5,511,523</u>	<u>\$ 5,507,940</u>	<u>\$ 5,007,297</u>	<u>\$ 4,993,820</u>	<u>\$ 5,047,756</u>	<u>\$ 5,027,499</u>
FTE Positions	2.0	1.0	1.0	2.0	2.0	2.0	2.0
Non-FTE Uncl.Perm.Pos.	12.0	16.0	16.0	16.0	16.0	16.0	16.0
TOTAL	<u>14.0</u>	<u>17.0</u>	<u>17.0</u>	<u>18.0</u>	<u>18.0</u>	<u>18.0</u>	<u>18.0</u>

The **agency** requests FY 2018 expenditures of \$5.0 million for the Water Structures program, a decrease of \$504,226, or 9.1 percent, below the FY 2017 revised estimate. The request

includes \$740,100 from the State General Fund, a decrease of \$29,800, or 3.9 percent, below the FY 2017 revised estimate.

Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$1.3 million, including \$740,100 from the State General Fund for the Water Structures program. This request is an all funds increase of \$16,514, or 1.3 percent, and a State General Fund decrease of \$29,800, or 3.9 percent, from the FY 2017 revised estimate. The increase is largely attributable to employer contributions to fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$3.7 million, all from special revenue funds, for the Water Structures program, a decrease of \$516,011, or 12.2 percent, below the FY 2017 revised estimate. The decrease is largely attributable to prior year encumbrances being spent and reimbursed with federal funds;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$8,045, all from special revenue funds, for the Water Structures program, a decrease of \$1,055, or 11.6 percent, below the FY 2017 revised estimate. The decrease is attributable to data processing supplies. The majority of commodities expenditures in this program are attributable to gasoline (65.9 percent); and
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$6,494, all from special revenue funds, for the Water Structures program, a decrease of \$3,674, or 36.1 percent,

below the FY 2017 revised estimate. The decrease is largely attributable to computer replacements.

The **Governor** recommends FY 2018 expenditures of \$5.0 million for the Water Structures program, including \$732,476 from the State General Fund. This recommendation is an all funds decrease of \$13,477, or 0.3 percent, and a State General Fund decrease of \$7,624, or 1.0 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$5.0 million for the Water Structures program, an increase of \$40,459, or 0.8 percent, above the FY 2018 request. The request includes \$746,100 from the State General Fund, an increase of \$6,000, or 0.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.3 million, including \$746,100 from the State General Fund, for the Water Structures program. This request is an all funds increase of \$36,044, or 2.8 percent, and a State General Fund increase of \$6,000, or 0.8 percent, above the FY 2018 request. The increase is attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$3.7 million, all from special revenue funds, for the Water Structures program, an increase of \$4,415, or 0.1 percent, above the FY 2018 request. The

increase is largely attributable to training, computer maintenance, and building rent;

- **Commodities.** The agency requests FY 2019 commodities expenditures of \$8,045, all from special revenue funds, for the Water Structures program, which is no change from the FY 2018 request. The majority of commodities expenditures in this program are attributable to gasoline (65.9 percent); and
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$6,494, all from

special revenue funds, for the Water Structures program, which is no change from the FY 2018 request.

The **Governor** recommends FY 2019 expenditures of \$5.0 million for the Water Structures program, including \$734,860 from the State General Fund. The recommendation is an all funds decrease of \$20,257, or 0.4 percent, and a State General Fund decrease of \$11,240, or 1.5 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

J. Agricultural Laboratory

The Agricultural Laboratory program provides analytical services necessary to enforce the regulatory functions of the agency. Analytical laboratory services are provided for the Meat and Poultry Inspection, Dairy Inspection, Agricultural

Commodities Assurance, and Pesticide and Fertilizer sub-programs. Sample inspections are conducted to protect the health and safety of all Kansans and to facilitate accuracy of labeling of products offered for sale in the State.

AGRICULTURAL LABORATORY							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 980,256	\$ 982,818	\$ 980,198	\$ 1,069,833	\$ 1,059,148	\$ 1,102,066	\$ 1,085,667
Contractual Services	522,704	537,714	537,714	549,535	549,535	545,254	545,254
Commodities	80,030	86,324	86,324	86,392	86,392	86,392	86,392
Capital Outlay	68,987	71,012	71,012	320,907	74,142	65,321	65,321
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,651,977</u>	<u>\$ 1,677,868</u>	<u>\$ 1,675,248</u>	<u>\$ 2,026,667</u>	<u>\$ 1,769,217</u>	<u>\$ 1,799,033</u>	<u>\$ 1,782,634</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,651,977</u>	<u>\$ 1,677,868</u>	<u>\$ 1,675,248</u>	<u>\$ 2,026,667</u>	<u>\$ 1,769,217</u>	<u>\$ 1,799,033</u>	<u>\$ 1,782,634</u>
Financing:							
State General Fund	\$ 96,246	\$ 119,700	\$ 119,387	\$ 401,665	\$ 153,380	\$ 196,200	\$ 193,320
All Other Funds	1,555,731	1,558,168	1,555,861	1,625,002	1,615,837	1,602,833	1,589,314
TOTAL	<u>\$ 1,651,977</u>	<u>\$ 1,677,868</u>	<u>\$ 1,675,248</u>	<u>\$ 2,026,667</u>	<u>\$ 1,769,217</u>	<u>\$ 1,799,033</u>	<u>\$ 1,782,634</u>
FTE Positions	2.0	2.0	2.0	3.0	3.0	3.0	3.0
Non-FTE Uncl.Perm.Pos.	14.5	13.6	13.6	15.1	15.1	15.1	15.1
TOTAL	<u>16.5</u>	<u>15.6</u>	<u>15.6</u>	<u>18.1</u>	<u>18.1</u>	<u>18.1</u>	<u>18.1</u>

The **agency** requests FY 2018 expenditures of \$2.0 million for the Agricultural Laboratory program, an increase of \$348,799, or 20.8, percent, above the FY 2017 revised estimate. The request includes \$401,665 from the State General Fund, an increase of \$281,965, or 235.6 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$1.1 million for the Agricultural Laboratory program, including \$154,900 from the State General Fund. This request is an all funds increase of \$87,015, or 8.9 percent, and a State General Fund increase of \$35,200, or 29.4 percent, above the FY 2017 revised estimate. The increase is largely attributable to increased salaries and employer contributions to fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$549,535, all from special revenue funds, for the Agricultural Laboratory program, an increase of \$11,821, or 2.2 percent, above the FY 2017 revised estimate. Contractual services expenditures in this program are for rent and maintenance agreements for lab equipment;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$86,392, all from special revenue funds, for the Agricultural Laboratory program, an increase of \$68, or 0.1 percent, above the FY 2017 revised estimate. Commodities expenditures in this program are for chemicals and other scientific supplies; and

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$320,907 for the Agricultural Laboratory program, an increase of \$249,895, or 351.9 percent, above the FY 2017 revised estimate. The request includes \$246,765 from the State General Fund, an increase of \$246,765, or 100.0 percent, above the FY 2017 revised estimate. The increase is largely attributable to one-time expenditures for replacement of a Quattro Micro analyzer (\$196,765, all from the State General Fund) and a Bentley somatic cell counter (\$50,000, all from the State General Fund). The Quattro Micro analyzer tests for chemical levels in samples received from drift cases, and the existing analyzer has become periodically unreliable and is no longer supported by the manufacturer. The Bentley somatic cell counter is used in dairy testing. The agency indicates that when cows in a herd have an infection or inflammation, the white blood cell count increases which affects the quality of milk, and this machine helps to estimate the white blood cell count in a given sample. The agency further notes they expect the number of cows to increase, which increases the number of milk samples to be analyzed. Finally, the agency indicates the current machine experiences increased repair costs, operates from a floppy disk, and is no longer supported by the manufacturer.

The **Governor** recommends FY 2018 expenditures of \$1.8 million for the Agricultural Laboratory program, including \$153,380 from the State General Fund. This recommendation is an all funds decrease of \$257,450, or 12.7 percent, and a State General Fund decrease of \$248,285, or 61.8 percent, below the agency request. The decrease is attributable to not

recommending the enhancement for one-time expenditures to replace a Quattro Micro analyzer and a Bentley somatic cell counter, and the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.8 million for the Agricultural Laboratory program, a decrease of \$227,634, or 11.2 percent, below the FY 2018 request. The request includes \$196,200 from the State General Fund, a decrease of \$205,465, or 51.2 percent, below the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.1 million for the Agricultural Laboratory program, including \$196,200 from the State General Fund. This request is an all funds increase of \$32,233, or 3.0 percent, and a State General Fund increase of \$41,300, or 26.7 percent, above the FY 2018 request. The increase is attributable to salary increases and employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$545,254, all from special revenue funds, for the Agricultural Laboratory program, a decrease of \$4,281, or 0.8 percent, below the FY 2018 request. Contractual services expenditures in this

program are for rent and maintenance agreements for lab equipment;

- **Commodities.** The agency requests FY 2019 commodities expenditures of \$86,392, all from special revenue funds, for the Agricultural Laboratory program, which is no change from the FY 2018 request. Commodities expenditures in this program are for chemicals and other scientific supplies; and
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$65,321, all from special revenue funds, for the Agricultural Laboratory program, a decrease of \$255,586, or 79.6 percent, below the FY 2018 request. The decrease is attributable to one-time expenditures for replacing the Quattro Micro analyzer and the Bentley somatic cell counter for FY 2018. The majority of capital outlay expenditures are for laboratory equipment.

The **Governor** recommends FY 2019 expenditures of \$1.8 million for the Agricultural Laboratory program, including \$193,320 from the State General Fund. The recommendation is an all funds decrease of \$16,399, or 0.9 percent, and a State General Fund decrease of \$2,880, or 1.5 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

K. Plant Protection

The Plant Protection program protects the state's natural and cultivated plant resources from pests, diseases, and weeds. Plant Protection staff work to ensure the health of the state's native and cultivated plants by excluding or controlling destructive pests, diseases, and weeds. Staff examine and analyze pest conditions in crop fields, range lands, greenhouses and nurseries. Action taken to control potential infestations of

new pests, whether they are insects, plant diseases, or weeds, is beneficial to the economy and the environment.

The program's mission is to: exclude or control harmful insects, plant diseases, and weeds; ensure Kansas plants and plant products entering commerce are free from quarantine pests; and provide customers with inspection and certification services.

PLANT PROTECTION							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 714,197	\$ 748,113	\$ 746,154	\$ 819,497	\$ 811,409	\$ 844,193	\$ 831,645
Contractual Services	227,529	179,607	179,607	178,465	178,465	179,232	179,232
Commodities	65,691	51,530	51,530	56,592	56,592	55,092	55,092
Capital Outlay	54,374	33,114	33,114	49,113	49,113	100,000	100,000
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,061,791</u>	<u>\$ 1,012,364</u>	<u>\$ 1,010,405</u>	<u>\$ 1,103,667</u>	<u>\$ 1,095,579</u>	<u>\$ 1,178,517</u>	<u>\$ 1,165,969</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	2,500	2,500	2,500	2,500	2,500	2,500
TOTAL	<u>\$ 1,061,791</u>	<u>\$ 1,014,864</u>	<u>\$ 1,012,905</u>	<u>\$ 1,106,167</u>	<u>\$ 1,098,079</u>	<u>\$ 1,181,017</u>	<u>\$ 1,168,469</u>
Financing:							
State General Fund	\$ 430,098	\$ 447,000	\$ 445,871	\$ 429,300	\$ 425,147	\$ 432,900	\$ 426,593
All Other Funds	631,693	567,864	567,034	676,867	672,932	748,117	741,876
TOTAL	<u>\$ 1,061,791</u>	<u>\$ 1,014,864</u>	<u>\$ 1,012,905</u>	<u>\$ 1,106,167</u>	<u>\$ 1,098,079</u>	<u>\$ 1,181,017</u>	<u>\$ 1,168,469</u>
FTE Positions	1.0	2.0	2.0	3.0	3.0	3.0	3.0
Non-FTE Uncl.Perm.Pos.	10.0	10.0	10.0	10.0	10.0	10.0	10.0
TOTAL	<u>11.0</u>	<u>12.0</u>	<u>12.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>	<u>13.0</u>

The **agency** requests FY 2018 expenditures of \$1.1 million for the Plant Protection program, an increase of \$91,303, or 9.0 percent, above the FY 2017 revised estimate. The request includes \$429,300 from the State General Fund, a decrease of \$17,700, or 4.0 percent, below the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$819,497 for the Plant Protection program, including \$429,300 from the State General Fund. This request is an all funds increase of \$71,384, or 9.5 percent, and a State General Fund decrease of \$17,700, or 4.0 percent, from the FY 2017 revised estimate. The increase is largely attributable to adding an environmental specialist with planned increased fees as requested by industry;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$178,465, all from special revenue funds, for the Plant Protection program, a decrease of \$1,142, or 0.6 percent, below the FY 2017 revised estimate. The decrease is attributable to temporary staffing to conduct surveys, offset in part by increased laboratory fees to test samples;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$56,592, all from special revenue funds, for the Plant Protection program, an increase of \$5,062, or 9.8 percent, above the FY 2017 revised estimate. The increase is largely attributable to insect traps and scientific supplies;

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$49,113, all from special revenue funds, for the Plant Protection program, an increase of \$15,999, or 48.3 percent, above the FY 2017 revised estimate. The increase is attributable to vehicle and computer replacements; and
- **Other Assistance.** The agency requests FY 2018 other assistance expenditures of \$2,500, all from special revenue funds, for the Plant Protection program, which is no change from the FY 2017 revised estimate. Plant Pest Emergency Response potential payments to non-state organizations make up this entire expense.

The **Governor** recommends FY 2018 expenditures of \$1.1 million for the Plant Protection program, including \$425,147 from the State General Fund. This recommendation is an all funds decrease of \$8,088, or 0.7 percent, and a State General Fund decrease of \$4,153, or 1.0 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.2 million for the Plant Protection program, an increase of \$74,850, or 6.8 percent, above the FY 2018 request. The request includes \$432,900 from the State General Fund, an increase of \$3,600, or 0.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$844,193 for the Plant Protection program,

including \$432,900 from the State General Fund. This request is an all funds increase of \$24,696, or 3.0 percent, and a State General Fund increase of \$3,600, or 0.8 percent, above the FY 2018 request. The increase is attributable to employer contributions for fringe benefits;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$179,232, all from special revenue funds, for the Plant Protection program, an increase of \$767, or 0.4 percent, above the FY 2018 request. The increase is attributable to building rent and computer maintenance;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$55,092, all from special revenue funds, for the Plant Protection program, a decrease of \$1,500, or 2.7 percent, below the FY 2018 request. The decrease is largely attributable to insect traps and scientific supplies;

- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$100,000, all from special revenue funds, for the Plant Protection program, an increase of \$50,887, or 103.6 percent, above the FY 2018 request. The increase is largely attributable to the planned purchase of an online licensing and payment product; and
- **Other Assistance.** The agency requests FY 2019 other assistance expenditures of \$2,500, all from special revenue funds, for the Plant Protection program, which is no change from the FY 2018 request. Plant Pest Emergency Response potential payments to non-state organizations make up this entire expense.

The **Governor** recommends FY 2019 expenditures of \$1.2 million for the Plant Protection program, including \$426,593 from the State General Fund. The recommendation is an all funds decrease of \$12,548, or 1.1 percent, and a State General Fund decrease of \$6,307, or 1.5 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

L. Pesticide and Fertilizer

The Pesticide and Fertilizer sub-program regulates pesticide and fertilizer products and chemical applicators. The program handles compliance assistance and outreach education, complaint investigation, and monitoring inspections. The

program covers the following laws: the Kansas Agricultural Chemical Act, Kansas Chemigation Safety Law, Kansas Fertilizer Law, Kansas Pesticide Law, and Kansas Soil Amendment Act.

PESTICIDE AND FERTILIZER SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 1,188,412	\$ 1,371,286	\$ 1,367,508	\$ 1,462,505	\$ 1,447,493	\$ 1,508,400	\$ 1,485,466
Contractual Services	134,639	193,917	193,917	240,446	240,446	276,355	276,355
Commodities	27,371	44,464	44,464	46,674	46,674	46,665	46,665
Capital Outlay	286,346	62,000	62,000	32,000	32,000	0	0
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,636,768</u>	<u>\$ 1,671,667</u>	<u>\$ 1,667,889</u>	<u>\$ 1,781,625</u>	<u>\$ 1,766,613</u>	<u>\$ 1,831,420</u>	<u>\$ 1,808,486</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 1,636,768</u>	<u>\$ 1,671,667</u>	<u>\$ 1,667,889</u>	<u>\$ 1,781,625</u>	<u>\$ 1,766,613</u>	<u>\$ 1,831,420</u>	<u>\$ 1,808,486</u>
Financing:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	1,636,768	1,671,667	1,667,889	1,781,625	1,766,613	1,831,420	1,808,486
TOTAL	<u>\$ 1,636,768</u>	<u>\$ 1,671,667</u>	<u>\$ 1,667,889</u>	<u>\$ 1,781,625</u>	<u>\$ 1,766,613</u>	<u>\$ 1,831,420</u>	<u>\$ 1,808,486</u>
FTE Positions	9.0	8.0	8.0	9.0	9.0	9.0	9.0
Non-FTE Uncl.Perm.Pos.	7.0	13.0	13.0	13.0	13.0	13.0	13.0
TOTAL	<u>16.0</u>	<u>21.0</u>	<u>21.0</u>	<u>22.0</u>	<u>22.0</u>	<u>22.0</u>	<u>22.0</u>

The **agency** requests FY 2018 expenditures of \$1.8 million for the Pesticide and Fertilizer program, all from special revenue funds, an increase of \$109,958, or 6.6 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$1.5 million for the Pesticide and Fertilizer program. This request is an increase of \$91,219, or 6.7 percent, above the FY 2017 revised estimate. The increase is largely attributable to filling two open positions six months into FY 2017 and fully funding the positions in FY 2018;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$240,446 for the Pesticide and Fertilizer program, an increase of \$46,529, or 24.0 percent, above the FY 2017 revised estimate. The increase is largely attributable to software maintenance agreements including for the online licensing and payment provider;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$46,674 for the Pesticide and Fertilizer program, an increase of \$2,210, or 5.0 percent, above the FY 2017 revised estimate. The increase is largely attributable to tire replacements. The majority of commodities expenditures in this program are attributable to gasoline for inspectors' travel (85.7 percent); and
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$32,000 for the

Pesticide and Fertilizer program, a decrease of \$30,000, or 48.4 percent, below the FY 2017 revised estimate. The decrease is attributable to decreased expenditures for passenger car replacements, offset in part by a truck replacement.

The **Governor** recommends FY 2018 expenditures of \$1.8 million for the Pesticide and Fertilizer program, all from special revenue funds. This recommendation is a decrease of \$15,012, or 0.8 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERs employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$1.8 million for the Pesticide and Fertilizer program, all from special revenue funds, an increase of \$49,795, or 2.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.5 million for the Pesticide and Fertilizer program. This request is an increase of \$45,895, or 3.1 percent, above the FY 2018 request. The increase is attributable to employer contributions for fringe benefits and salary increases;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$276,355 for the Pesticide and Fertilizer program, an increase of \$35,909, or 14.9 percent, above the FY 2018 request. The increase is largely attributable to software

maintenance agreements, including the online licensing and payment provider;

- **Commodities.** The agency requests FY 2019 commodities expenditures of \$46,665 for the Pesticide and Fertilizer program, a decrease of \$9, or less than 0.1 percent, below the FY 2018 request. The majority of commodities expenditures in this program are attributable to gasoline for inspectors' travel (85.7 percent); and
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$0 for the Pesticide

and Fertilizer program, which is a decrease of \$32,000, or 100.0 percent, below the FY 2018 request. The decrease is attributable to decreased expenditures for truck replacements and computer replacements.

The **Governor** recommends FY 2019 expenditures of \$1.8 million for the Pesticide and Fertilizer program, all from special revenue funds. The recommendation is a decrease of \$22,934, or 1.3 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERs employer contributions at the FY 2016 amount.

M. Animal Health

The Animal Health program ensures the public health, safety, and welfare of Kansas' citizens and enhances the economic viability of the state's livestock production through livestock identification, animal health planning and preparedness, disease prevention, and control and eradication of infectious and contagious livestock and domestic animal disease in the state of Kansas. The program also regulates facilities that produce, sell, board, train, rescue, offer for adoption, or harbor companion animals and enforce the laws governing such facilities. The program directs a Brand

Registration and Inspection program; identifies ownership of lost or stolen livestock; informs the public of the status of the health of livestock in the state; and promotes understanding and gains public assistance in achieving this mission. The Animal Health program was transferred to KDA in FY 2012 as part of Executive Reorganization Order No. 40. The Board of Veterinary Examiners was temporarily merged as part of the Animal Health program as part of a trial merger that expired at the end of FY 2016.

ANIMAL HEALTH							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 1,613,928	\$ 1,357,360	\$ 1,353,700	\$ 1,472,142	\$ 1,457,276	\$ 1,516,626	\$ 1,493,569
Contractual Services	1,281,223	1,222,980	1,222,980	1,207,802	1,207,802	1,220,786	1,220,786
Commodities	32,143	36,802	36,802	36,595	36,595	36,595	36,595
Capital Outlay	133,397	16,000	16,000	21,510	21,510	21,510	21,510
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 3,060,691</u>	<u>\$ 2,633,142</u>	<u>\$ 2,629,482</u>	<u>\$ 2,738,049</u>	<u>\$ 2,723,183</u>	<u>\$ 2,795,517</u>	<u>\$ 2,772,460</u>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	0	0	0	0	0	0	0
TOTAL	<u>\$ 3,060,691</u>	<u>\$ 2,633,142</u>	<u>\$ 2,629,482</u>	<u>\$ 2,738,049</u>	<u>\$ 2,723,183</u>	<u>\$ 2,795,517</u>	<u>\$ 2,772,460</u>
Financing:							
State General Fund	\$ 612,353	\$ 635,600	\$ 634,409	\$ 610,400	\$ 606,130	\$ 615,500	\$ 608,993
All Other Funds	2,448,338	1,997,542	1,995,073	2,127,649	2,117,053	2,180,017	2,163,467
TOTAL	<u>\$ 3,060,691</u>	<u>\$ 2,633,142</u>	<u>\$ 2,629,482</u>	<u>\$ 2,738,049</u>	<u>\$ 2,723,183</u>	<u>\$ 2,795,517</u>	<u>\$ 2,772,460</u>
FTE Positions	7.0	5.9	5.9	5.9	5.9	5.9	5.9
Non-FTE Uncl.Perm.Pos.	10.5	14.3	14.3	14.4	14.4	14.4	14.4
TOTAL	<u>17.5</u>	<u>20.2</u>	<u>20.2</u>	<u>20.3</u>	<u>20.3</u>	<u>20.3</u>	<u>20.3</u>

The **agency** requests FY 2018 expenditures of \$2.7 million for the Animal Health program, an increase of \$104,907, or 4.0 percent, above the FY 2017 revised estimate. The request includes \$610,400 from the State General Fund, a decrease of \$25,200, or 4.0 percent, below the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$1.5 million for the Animal Health program, including \$435,400 from the State General Fund. This request is an all funds increase of \$114,782, or 8.5 percent, and a State General Fund decrease of \$25,200, or 5.5 percent, from the FY 2017 revised estimate. The increase is largely attributable to four positions that are added halfway through FY 2017, which are funded for the full fiscal year in FY 2018 and employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$1.2 million for the Animal Health program, a decrease of \$15,178, or 1.2 percent, below the FY 2017 revised estimate. The request includes \$175,000 from the State General Fund, which is no change from the FY 2017 revised estimate. Contractual services expenditures in the Animal Health program are largely for livestock market, veterinarian fees, and back-tagging payments. These expenses also include feral swine control, payments to the Attorney General's office for a brand investigator, rents, travel, and communication;

- **Commodities.** The agency requests FY 2018 commodities expenditures of \$36,595, all from special revenue funds, for the Animal Health program, a decrease of \$207, or 0.6 percent, below the FY 2017 revised estimate. Commodities expenditures for the Animal Health program are largely for gasoline (72.1 percent); and
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$21,510, all from special revenue funds, for the Animal Health program, an increase of \$5,510, or 34.4 percent, above the FY 2017 revised estimate. The increase is largely attributable to computer replacements and radio frequency identification (RFID) wand purchases.

The **Governor** recommends FY 2018 expenditures in the Animal Health program of \$2.7 million, including \$606,130 from the State General Fund. The recommendation is an all funds decrease of \$14,866, or 0.5 percent, and a State General Fund decrease of \$4,270, or 0.7 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$2.8 million for the Animal Health program, an increase of \$57,468, or 2.1 percent, above the FY 2018 request. The request includes \$615,500 from the State General Fund, an increase of \$5,100, or 0.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.5 million for the Animal Health program, including \$440,500 from the State General Fund. This request is an all funds increase of \$44,484, or 3.0 percent, and a State General Fund increase of \$5,100, or 1.2 percent, above the FY 2018 request. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$1.2 million for the Animal Health program, an increase of \$12,984, or 1.1 percent, above the FY 2018 request. The request includes \$175,000 from the State General Fund, which is no change from the FY 2018 request. Contractual services expenditures in the Animal Health program are largely for livestock market, veterinarian fees, and back-tagging payments. These expenses also include feral swine control, payments to the Attorney General's office for a brand investigator, rents, travel, and communication;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$36,595, all from special revenue funds, for the Animal Health program, which is no change from the FY 2018 request. Commodities expenditures for the Animal Health program are largely for gasoline (72.1 percent); and
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$21,510, all from special revenue funds, for the Animal Health program, which is no change from the FY 2018 request.

The **Governor** recommends FY 2019 expenditures in the Animal Health program of \$2.8 million, including \$608,993 from the State General Fund. The recommendation is an all funds decrease of \$23,057, or 0.8 percent, and a State General Fund decrease of \$6,507, or 1.1 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

N. Conservation

Prior to FY 2012, the State Conservation Commission was a separate agency that was established in 1937 to promote soil and water conservation. The mission of the Commission was to administer conservation programs designed to enable local entities and individuals to protect and enhance Kansas' natural resources. The Conservation program operates eight sub-programs, including: Aid to Conservation Districts, Watershed

Dam Construction, Water Resource Cost-Share, Water Supply Restoration, Non-point Source Pollution, Riparian and Wetland Protection, Land Reclamation, and Water Quality Buffer Initiatives. The Conservation program was transferred to the Kansas Department of Agriculture as part of Executive Reorganization Order No. 40.

CONSERVATION							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 694,413	\$ 729,451	\$ 727,438	\$ 758,518	\$ 750,739	\$ 781,323	\$ 769,407
Contractual Services	1,465,084	2,648,688	2,648,688	1,660,244	1,660,244	1,677,013	1,677,013
Commodities	6,677	6,989	6,989	6,989	6,989	7,215	7,215
Capital Outlay	10,296	2,794	2,794	2,794	2,794	2,794	2,794
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 2,176,470</i>	<i>\$ 3,387,922</i>	<i>\$ 3,385,909</i>	<i>\$ 2,428,545</i>	<i>\$ 2,420,766</i>	<i>\$ 2,468,345</i>	<i>\$ 2,456,429</i>
Aid to Local Units	2,672,378	2,092,637	2,092,637	2,000,000	2,000,000	2,092,637	2,092,637
Other Assistance	3,726,776	4,547,922	4,547,922	3,151,419	3,151,419	3,882,100	3,882,100
TOTAL	\$ 8,575,624	\$ 10,028,481	\$ 10,026,468	\$ 7,579,964	\$ 7,572,185	\$ 8,443,082	\$ 8,431,166
Financing:							
State General Fund	\$ 480,346	\$ 498,300	\$ 496,973	\$ 478,500	\$ 473,594	\$ 482,500	\$ 475,147
All Other Funds	8,095,278	9,530,181	9,529,495	7,101,464	7,098,591	7,960,582	7,956,019
TOTAL	\$ 8,575,624	\$ 10,028,481	\$ 10,026,468	\$ 7,579,964	\$ 7,572,185	\$ 8,443,082	\$ 8,431,166
FTE Positions	3.0	6.0	6.0	7.0	7.0	7.0	7.0
Non-FTE Uncl.Perm.Pos.	6.0	3.0	3.0	3.0	3.0	3.0	3.0
TOTAL	9.0	9.0	9.0	10.0	10.0	10.0	10.0

The **agency** requests FY 2018 expenditures of \$7.6 million for the Conservation program, a decrease of \$2.4 million, or

24.4 percent, below the FY 2017 revised estimate. The request includes \$478,500 from the State General Fund, a decrease of

\$19,800, or 4.0 percent, below the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$758,518 for the Conservation program, including \$478,500 from the State General Fund. This request is an all funds increase of \$29,067, or 4.0 percent, and a State General Fund decrease of \$19,800, or 4.0 percent, from the FY 2017 revised estimate. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$1.7 million, all from special revenue funds, for the Conservation program, a decrease of \$988,444, or 37.3 percent, below the FY 2017 revised estimate. Contractual services expenditures in the Conservation program are largely for non-point source conservation technicians and architect and engineering fees related to streambank projects. Therefore, expenditures here are directly related to availability of State Water Plan Funds for these projects. Additionally, the FY 2017 budget includes carry-forward expenditures, which results in a decrease for the FY 2018 budget;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$6,989, all from special revenue funds, for the Conservation program, which is no change from the FY 2017 revised estimate. Commodities expenditures for

the Conservation program are largely for gasoline (97.5 percent);

- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$2,794, all from special revenue funds, for the Conservation program, which is no change from the FY 2017 revised estimate. Capital outlay expenditures in this program are for computer replacements and computer equipment;
- **Aid to Local Units of Government.** The agency requests FY 2018 aid to local units of government expenditures of \$2.0 million, all from special revenue funds, for the Conservation program, a decrease of \$92,637, or 4.4 percent, below the FY 2017 revised estimate. Expenditures in this category are for state aid to conservation districts, which is related to the availability of State Water Plan Funds; and
- **Other Assistance.** The agency requests FY 2018 other assistance expenditures of \$3.2 million, all from special revenue funds, for the Conservation program, a decrease of \$1.4 million, or 30.7 percent, below the FY 2017 revised estimate. Expenditures in this category are for State Water Plan Fund projects, including non-point source and water resource cost-share payments to land owners. Additionally, the FY 2017 budget includes carry-forward expenditures which results in a decrease for the FY 2018 budget.

The **Governor** recommends FY 2018 expenditures of \$7.6 million for the Conservation program, including \$473,594 from

the State General Fund. This recommendation is an all funds decrease of \$7,779, or 0.1 percent, and a State General Fund decrease of \$4,906, or 1.0 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$8.4 million for the Conservation program, an increase of \$863,118, or 11.4 percent, above the FY 2018 request. The request includes \$482,500 from the State General Fund, an increase of \$4,000, or 0.8 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$781,323 for the Conservation program, including \$482,500 from the State General Fund. This request is an all funds increase of \$22,805, or 3.0 percent, and a State General Fund increase of \$4,000, or 0.8 percent, above the FY 2018 request. The increase is largely attributable to employer contributions for fringe benefits;
- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$1.7 million, all from special revenue funds, for the Conservation program, an increase of \$16,769, or 1.0 percent, above the FY 2018 request. Contractual services expenditures in the Conservation program are largely for non-point source conservation technicians and architect and engineering fees related to streambank projects.;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$7,215, all from special revenue funds, for the Conservation program, an increase of \$226, or 3.2 percent, above the FY 2018 request. The increase is attributable to vehicle parts and supplies;
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$2,794, all from special revenue funds, for the Conservation program, which is no change from the FY 2018 request. Capital outlay expenditures in this program are for computer replacements and computer equipment;
- **Aid to Local Units of Government.** The agency requests FY 2019 aid to local units of government expenditures of \$2.1 million, all from special revenue funds, for the Conservation program, an increase of \$92,637, or 4.6 percent, above the FY 2018 request. Expenditures in this category are for state aid to conservation districts, which is related to the availability of State Water Plan Funds; and
- **Other Assistance.** The agency requests FY 2019 other assistance expenditures of \$3.9 million, all from special revenue funds, for the Conservation program, an increase of \$730,681, or 23.2 percent, above the FY 2018 request. Expenditures in this category are for State Water Plan Fund projects, including non-point source and water resource cost-share payments to land owners.

The **Governor** recommends FY 2019 expenditures of \$8.4 million for the Conservation program, including \$475,147 from the State General Fund. The recommendation is an all funds decrease of \$11,916, or 0.1 percent, and a State General Fund

decrease of \$7,353, or 1.5 percent, below the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

O. Agricultural Marketing

Agriculture marketing was transferred to the Department in FY 2011 as part of Executive Reorganization Order No. 40. This program is focused on growing the agricultural industry in Kansas through loan programs, marketing, and agricultural initiatives. The Agricultural Marketing, Advocacy, and Outreach team identifies with the following team goals: retain and serve

current farms, ranches, and agribusinesses in Kansas; grow current farms, ranches, and agribusinesses in Kansas; expand the Kansas agriculture industry; assist in maintaining/growing rural Kansas communities; raising awareness of agriculture; and create appreciation for agriculture.

AGRICULTURAL MARKETING							
SUMMARY OF EXPENDITURES FY 2016 – 2019							
Item	Actual FY 2016	Agency Est. FY 2017	Gov. Rec. FY 2017	Agency Req. FY 2018	Gov. Rec. FY 2018	Agency Req. FY 2019	Gov. Rec. FY 2019
Expenditures:							
Salaries and Wages	\$ 800,084	\$ 904,821	\$ 902,430	\$ 985,451	\$ 975,694	\$ 1,016,139	\$ 1,000,718
Contractual Services	750,804	1,107,623	1,107,623	1,042,784	1,042,784	1,005,967	1,005,967
Commodities	19,628	63,461	63,461	32,471	32,471	34,971	34,971
Capital Outlay	5,182	48,840	48,840	8,850	8,850	8,850	8,850
Debt Service	0	0	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 1,575,698</i>	<i>\$ 2,124,745</i>	<i>\$ 2,122,354</i>	<i>\$ 2,069,556</i>	<i>\$ 2,059,799</i>	<i>\$ 2,065,927</i>	<i>\$ 2,050,506</i>
Aid to Local Units	0	0	0	0	0	0	0
Other Assistance	220,958	320,392	320,392	473,736	473,736	393,039	393,039
TOTAL	<u>\$ 1,796,656</u>	<u>\$ 2,445,137</u>	<u>\$ 2,442,746</u>	<u>\$ 2,543,292</u>	<u>\$ 2,533,535</u>	<u>\$ 2,458,966</u>	<u>\$ 2,443,545</u>
Financing:							
State General Fund	\$ 396,690	\$ 522,497	\$ 522,262	\$ 637,320	\$ 637,320	\$ 641,020	\$ 641,020
All Other Funds	1,399,966	1,922,640	1,920,484	1,905,972	1,896,215	1,817,946	1,802,525
TOTAL	<u>\$ 1,796,656</u>	<u>\$ 2,445,137</u>	<u>\$ 2,442,746</u>	<u>\$ 2,543,292</u>	<u>\$ 2,533,535</u>	<u>\$ 2,458,966</u>	<u>\$ 2,443,545</u>
FTE Positions	0.0	0.0	0.0	1.0	1.0	1.0	1.0
Non-FTE Uncl.Perm.Pos.	9.0	13.0	13.0	13.0	13.0	13.0	13.0
TOTAL	<u>9.0</u>	<u>13.0</u>	<u>13.0</u>	<u>14.0</u>	<u>14.0</u>	<u>14.0</u>	<u>14.0</u>

The **agency** requests FY 2018 expenditures of \$2.5 million for the Agricultural Marketing program, an increase of \$98,155, or 4.0 percent, above the FY 2017 revised estimate. The request includes \$637,320 from the State General Fund, an increase of \$114,823, or 22.0 percent, above the FY 2017 revised estimate. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2018 salaries and wages expenditures of \$985,451 for the Agricultural Marketing program. This request is an increase of \$80,630, or 8.9 percent, above the FY 2017 revised estimate. The increase is largely attributable to adding one Agri-Business Development position to expand the promotion of Kansas agriculture;
- **Contractual Services.** The agency requests FY 2018 contractual services expenditures of \$1.0 million for the Agricultural Marketing program, a decrease of \$64,839, or 5.9 percent, below the FY 2017 revised estimate. Contractual services expenditures in this program include partnerships with Kansas State University, rent, booths at trade shows, and travel to attend meetings;
- **Commodities.** The agency requests FY 2018 commodities expenditures of \$32,471 for the Agricultural Marketing program, a decrease of \$30,990, or 48.8 percent, below the FY 2017 revised estimate. The decrease is largely attributable to one-time expenditures of a farmers' market grant in FY 2017;
- **Capital Outlay.** The agency requests FY 2018 capital outlay expenditures of \$8,850 for the Agricultural Marketing program, a decrease of

\$39,990, or 81.9 percent, below the FY 2017 revised estimate. The decrease is attributable to one-time expenditures of a farmers' market grant in FY 2017; and

- **Other Assistance.** The agency requests FY 2018 other assistance expenditures of \$473,736 for the Agricultural Marketing program, an increase of \$153,344, or 47.9 percent, above the FY 2017 revised estimate. The increase is largely attributable to federal grants for USDA Farm to School grants and special crop block grants.

The **Governor** recommends FY 2018 expenditures of \$2.5 million for the Agricultural Marketing program, including \$637,320 from the State General Fund. This recommendation is an all funds decrease of \$9,757, or 0.4 percent, and no change in State General Fund expenditures, from the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount and to provide a moratorium on employer contributions for death and disability for one quarter.

The **agency** requests FY 2019 expenditures of \$2.5 million for the Agricultural Marketing program, a decrease of \$84,326, or 3.3 percent, below the FY 2018 request. The request includes \$641,020 from the State General Fund, an increase of \$3,700, or 0.6 percent, above the FY 2018 request. Major areas of expenditure are detailed below:

- **Salaries and Wages.** The agency requests FY 2019 salaries and wages expenditures of \$1.0 million for the Agricultural Marketing program. This request is an increase of \$30,688, or 3.1 percent, above the FY 2018 request. The

increase is attributable to employer contributions for fringe benefits;

- **Contractual Services.** The agency requests FY 2019 contractual services expenditures of \$1.0 million for the Agricultural Marketing program, a decrease of \$36,817, or 3.5 percent, below the FY 2018 request. Contractual services expenditures in this program include partnerships with Kansas State University, rent, booths at trade shows, and travel to attend meetings;
- **Commodities.** The agency requests FY 2019 commodities expenditures of \$34,971 for the Agricultural Marketing program, an increase of \$2,500, or 7.7 percent, above the FY 2018 request. Commodities expenditures in this program are for purchases of product for sale; and
- **Capital Outlay.** The agency requests FY 2019 capital outlay expenditures of \$8,850 for the

Agricultural Marketing program, which is no change from the FY 2018 request. Capital outlay expenditures in this program are attributable to computer replacements.

- **Other Assistance.** The agency requests FY 2019 other assistance expenditures of \$393,039 for the Agricultural Marketing program, a decrease of \$80,697, or 17.0 percent, below the FY 2018 request. The decrease is largely attributable to federal grants for USDA Farm to School grants, offset in part by federal special crop block grants.

The **Governor** recommends FY 2019 expenditures of \$2.4 million for the Agricultural Marketing program, including \$641,020 from the State General Fund. The recommendation is an all funds decrease of \$15,421, or 0.6 percent, and no change in State General Fund expenditures, from the agency request. The decrease is attributable to the Governor's recommendation to hold KPERS employer contributions at the FY 2016 amount.

Measure	PERFORMANCE MEASURES				
	Gov. Rec. for FY 2016	Actual FY 2016	Gov. Rec. FY 2017	Gov. Rec. FY 2018	Gov. Rec. FY 2019
Percent of times in which KDA is represented at a minimum of six industry meetings	N/A	100.0%	100.0%	100.0%	100.0%
Percent of customer inquiries responded to within 24 hours	N/A	100.0%	100.0%	100.0%	100.0%
Percent of food safety orders issued less than 21 days from assignment	N/A	100.0%	100.0%	100.0%	100.0%
Dairy and feed inspection and sampling frequencies met	N/A	100.0%	100.0%	100.0%	100.0%
Percent of food establishment inspected annually	N/A	100.0%	100.0%	100.0%	100.0%
Percent of raw meat sampled within 24 hours of receipt	N/A	100.0%	100.0%	100.0%	100.0%
State and custom meat and poultry processing plants inspected	N/A	100.0%	100.0%	100.0%	100.0%
Percent of anhydrous ammonia storage facilities inspected annually	N/A	100.0%	100.0%	100.0%	100.0%
Percent of Plant Protection staff who have completed emergency preparedness training	N/A	100.0%	100.0%	100.0%	100.0%
Annual fuel dispensing and scales device inspections per FTE	N/A	3,001	3,200	3,250	3,300
Number of foreign animal disease investigations	N/A	27	25	25	25
Total livestock inspected	2,096,000	2,160,000	2,160,000	2,160,000	2,160,000
Number of licensed animal facilities inspected	N/A	950	955	960	965
Increased new brand registrations	N/A	551	600	600	600
Increased number of inbound and outbound trade missions	N/A	16	18	21	24
Complete identified objectives and indicators for agricultural workforce development	N/A	90.0%	90.0%	90.0%	90.0%
Expand Agriculture Month activities and events	N/A	11	16	20	24
Percentage of county commissions contributing at least \$25,000	N/A	80.0%	77.0%	77.0%	100.0%
Complete distribution of available funds based on watershed priority	N/A	100.0%	100.0%	100.0%	100.0%
Water conservation programs statutory limits for enrollment met within five years	N/A	46.0%	57.0%	68.0%	78.0%
Percentage of water users utilizing online reporting	N/A	12.0%	40.0%	55.0%	70.0%
Meet customer preferred time goals for resolution of impairment claim investigations	N/A	50.0%	70.0%	100.0%	100.0%
Monitoring and enforcement of streamflow orders performed timely	N/A	89.4%	90.0%	90.0%	90.0%