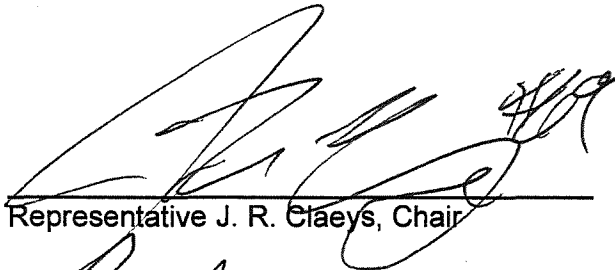


FY 2015, FY 2016, and FY 2017

Transportation and Public Safety Budget Committee

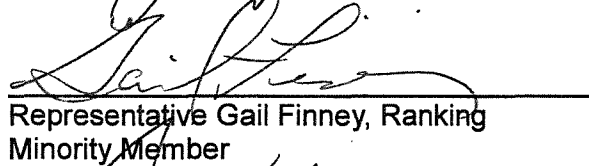
Kansas Department of Transportation



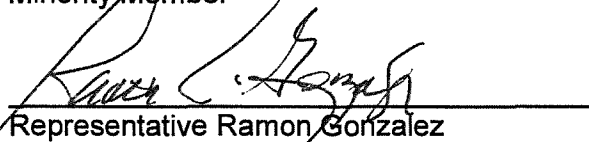
Representative J. R. Claeys, Chair



Representative Russell Jennings, Vice-Chair



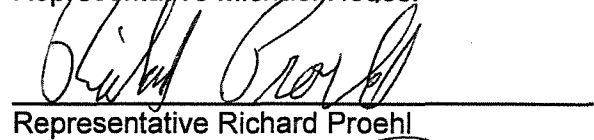
Representative Gail Finney, Ranking
Minority Member



Representative Ramon Gonzalez



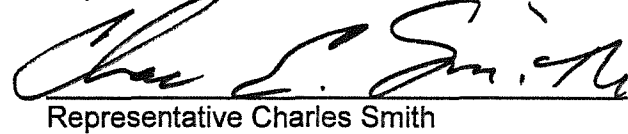
Representative Michael Houser



Representative Richard Proehl



Representative Melissa Rooker



Representative Charles Smith



Representative Annie Tietze

House Budget Committee Report

Agency: Kansas Department of Transportation

Bill No. H. Sub. for SB 4

Bill Sec. 53

Analyst: Klaassen

Analysis Pg. No. 799

Budget Page No. 418

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	644,113,493	635,894,658	0
Subtotal	\$ 644,113,493	\$ 635,894,658	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	745,203,260	694,203,260	0
Subtotal	\$ 745,203,260	\$ 694,203,260	\$ 0
 TOTAL	 \$ 1,389,316,753	 \$ 1,330,097,918	 \$ 0
 FTE positions	 2,139.5	 2,139.5	 0.0
Non FTE Uncl. Perm. Pos.	598.0	598.0	0.0
TOTAL	2,737.5	2,737.5	0.0

Agency Estimate

The **agency's** revised reportable estimate for FY 2015 totals \$1.4 billion, all from special revenue funds, which is an increase of \$76.2 million, or 5.8 percent, above the FY 2015 approved amount. The agency notes that the increase is largely due to ongoing projects that were delayed from FY 2014 into FY 2015. The agency states that this is the 5th year of the T-WORKS program, and that fluctuations in its funding request are due to its best estimate at a given point in time as to projects being let, and subsequent funding streams for projects. The revised request includes 2,139.5 FTE positions, which is a decrease of 163.0 FTE positions from the number approved by the 2014 Legislature, but also includes a corresponding increase of 163.0 non-FTE positions. The agency states that it allowed several different classifications within the agency to go unclassified, which attributes for the shift from FTE to non-FTE positions, while still remaining at the approved positions level.

Governor's Recommendation

The **Governor** recommends a reportable FY 2015 budget totaling \$1.3 billion, all from special revenue funds, which is a decrease of \$59.2 million, or 4.3 percent, below the agency's FY 2015 revised estimate. The difference from the agency's FY 2015 revised estimate, which was submitted before the December Allotment, is due to the following recommended adjustments: 1) a reduction of \$1,446,486, all from special revenue funds, reducing the Kansas

Public Employer Regular and School Member employer contribution rate, 2) a reduction of \$58.8 million, all from special revenue funds, which includes: a) \$51.0 million in reductions to capital improvements projects, b) \$7.8 million for a 3.0 percent allotment to expenditures, and 3) a transfer of \$103,479,087, from the State Highway Fund to the State General Fund, in FY 2015. The Governor's recommendation also includes an increase of \$1.0 million to FY 2015 State Highway Fund revenues estimated by the November 2014 Highway Consensus Revenue Estimating group.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation in FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2015.

House Budget Committee Report

Agency: Kansas Department of
Transportation

Bill No. --

Bill Sec. --

Analyst: Klaassen

Analysis Pg. No. 799

Budget Page No. 418

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	625,048,333	615,977,587	0
Subtotal	\$ 625,048,333	\$ 615,977,587	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	987,576,574	489,818,042	0
Subtotal	\$ 987,576,574	\$ 489,818,042	\$ 0
 TOTAL	 <u>\$ 1,612,624,907</u>	 <u>\$ 1,105,795,629</u>	 <u>\$ 0</u>
 FTE positions	 2,139.5	 2,139.5	 0.0
Non FTE Uncl. Perm. Pos.	598.0	598.0	0.0
TOTAL	<u>2,737.5</u>	<u>2,737.5</u>	<u>0.0</u>

Agency Request

The **agency** requests a FY 2016 reportable budget of \$1.6 billion, all from special revenue funds, an increase of \$223.3 million, or 16.1 percent, above the FY 2015 revised estimate. The agency's FY 2016 budget reflects this being the 6th year of the T-WORKS program and the continuation of current and planned project expenditures, and reflects the agency's best estimate as to project expenditure schedules.

The FY 2016 request includes operating expenditures totaling \$625.0 million, which is a decrease of \$19.1 million, or 3.0 percent, below the FY 2015 revised operating budget. The FY 2016 request includes salaries and wages expenditures totaling \$159.5 million, which is an increase of \$173,571, or 0.1 percent, above the FY 2015 revised estimate. The agency states that the FY 2016 budget reflects a number of operating increases made to reflect increases for employee fringe benefits, Office of Information Technology Services expenditures, and inflation. The FY 2016 request includes 2,139.5 FTE and 598.0 non-FTE positions, which is no change from the FY 2015 revised estimate.

The agency's FY 2016 budget includes Federal and Local Aid reimbursement estimates totaling \$356.2 million. This is an increase of \$29.2 million, or 8.9 percent, above the FY 2015 revised estimate.

Governor's Recommendation

The **Governor** recommends FY 2016 reportable operating expenditures totaling \$1.1 billion, all from special revenue funds, which is a decrease of \$506.8 million, or 31.4 percent, below the agency's FY 2016 request. The difference from the agency's FY 2016 request is due to the following recommended adjustments: 1) a reduction of \$1,784,965 to reduce employer contributions for state employee health insurance; 2) \$491.0 million in budget reductions, 3) \$13.3 million for a 5.0 percent allotment to expenditures, 4) a reduction of \$1.8 million in building projects from the agency's FY 2016 request. The Governor's recommendation also includes an increase of \$1.0 million to FY 2016 State Highway Fund revenues estimated by the November 2014 Highway Consensus Revenue Estimating group.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2016.

House Budget Committee Report

Agency: Kansas Department of
Transportation

Bill No. --

Bill Sec. --

Analyst: Klaassen

Analysis Pg. No. 799

Budget Page No. 418

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	620,421,389	615,867,845	0
Subtotal	\$ 620,421,389	\$ 615,867,845	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	965,063,516	923,363,073	0
Subtotal	\$ 965,063,516	\$ 923,363,073	\$ 0
 TOTAL	 \$ 1,585,484,905	 \$ 1,539,230,918	 \$ 0
 FTE positions	 2,139.5	 2,139.5	 0.0
Non FTE Uncl. Perm. Pos.	598.0	598.0	0.0
TOTAL	2,737.5	2,737.5	0.0

Agency Request

The **agency** requests a FY 2017 reportable budget of \$1.6 billion, all from special revenue funds, a decrease of \$27.1 million, or 1.7 percent, below the FY 2016 request. The agency's FY 2017 budget reflects this being the 7th year of the T-WORKS program and the continuation of current and planned project expenditures, and reflects the agency's best estimate as to project expenditure schedules.

The FY 2017 request includes operating expenditures totaling \$620.4 million, which is a decrease of \$4.6 million, or 0.7 percent, below the FY 2016 requested reportable operating budget. The FY 2017 request includes salaries and wages expenditures totaling \$166.5 million, which is an increase of \$7.0 million, or 4.4 percent, above the FY 2016 request. The agency states that the FY 2017 budget reflects a number of operating increases made to reflect increases for employee fringe benefits, Office of Information Technology Services expenditures, and the 27 payroll period which occurs in that fiscal year. The FY 2017 request includes 2,139.5 FTE and 598.0 non-FTE positions, which is no change from the FY 2016 request.

The agency's budget submission notes Federal and Local Aid reimbursement estimates within the FY 2017 request totaling \$337.3 million. This is a decrease of \$19.0 million, or 5.3 percent, below the FY 2016 request.

Governor's Recommendation

The **Governor** recommends FY 2017 reportable operating expenditures totaling \$1.5 billion, all from special revenue funds, which is a decrease of \$46.3 million, or 2.9 percent, below the agency's FY 2017 request. The difference from the agency's FY 2017 request is due to the following recommended adjustments: 1) a reduction of \$1,820,706 to reduce employer contributions for state employee health insurance, 2) \$30.0 million in budget reductions, 3) \$13.8 million for a 5.0 percent allotment to expenditures, 4) a reduction of \$1.7 million in buildings projects from the agency's FY 2017 request. The Governor's recommendation also includes an increase of \$1.0 million to FY 2017 State Highway Fund revenues estimated by the November 2014 Highway Consensus Revenue Estimating group.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2017.