

House Committee Recommendation Feedback Template

Prepared on 02/16/2016

Alvarez and Marsal Recommendations													Committee Chair Feedback			
House Committee	Action Type	Unique Identifier	Category	Recommendation Name	Recommendation Description	Total Savings and Revenue Estimate [\$000s]							Pros of Implementing Recommendation	Cons of Implementing Recommendations	Issues/Concerns w/ Implementation	
						FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	Total			Timeline	Issues/Concerns w/ Savings Estimates
Ag&NR Budget	Legislative Action	COM.02		Implement a Community Finance Fees and Cost Recovery	Implement a Community Finance Administrative Fee, Tax Incentive Application Fee, and Administrative Cost Recovery on Grants (EDIF)	-	3,018	3,018	3,018	3,018	3,018	15,090				
	Immediate Action	MED.03		Expansion of Federal Grants	The state should pursue additional Medicaid and healthcare Federal grant funding that it could be eligible for	-	1,462	1,462	1,181	1,091	1,091	6,287				
	Immediate Action	REAL.04		RFP for Ground Lease for Lot #4	Enter into a long-term ground lease agreement for Lot #4, a State-owned piece of property adjacent to the State Judicial Complex in Topeka.	-	2,500	-	-	-	-	2,500				
Total Ag&NR Budget						-	6,980	4,480	4,199	4,109	4,109	23,877				
Education Budget	Legislative Action	ED.01		Excess Cash Carryover Balances	Excess cash reserves could be used to offset future education funding, provided that the USDs have assurance of stability and reliability of funding. We recommend absorbing this "one-shot" over a five year period	-	40,000	40,000	40,000	40,000	33,000	193,000				
	Legislative Action	ED.05		Collaboratively Source Select Categories on a Statewide Basis	The school districts should join with the Department of Administration and strategically source specific spend categories to drive greater cost savings for the school districts	-	7,200	9,000	9,000	9,000	9,000	43,200				
	Legislative Action	ED.06		K-12 USDs Insurance Pool Participation	Expand participation of USDs in group-purchased "Pool" insurance programs designed for school districts. The premium cost savings for Pool participation is estimated at 20% of an average \$100,000 P&C premium each for 140 of the 286 total USDs; and 10% of an average \$500,000 P&C premium each for 6 of 10 largest USDs, on a phased roll in basis from FY16 to FY21. Ten USDs current participate in an Insurance Pool program.	75	725	1,375	1,875	2,375	2,875	9,300				
	Immediate Action	DOA.09		Optimize facility operations to reduce energy usage	Short Term: Reconfigure facility heating and cooling systems to operate in an energy efficient manner by reprogramming settings to match occupancy level as well as environmental conditions.	-	3,600	3,600	3,600	3,600	3,600	18,000				
	Immediate Action	DOA.08		Implement networked printers at universities	Medium Term: Conduct a statewide assessment to identify which universities and agencies should move to network based printers/copiers to reduce procurement and maintenance costs.	-	673	673	673	673	673	3,365				
	Executive Action	ED.03		Reorganization of KSDE IT functions	There are opportunities to eliminate overlapping positions and re-align KSDE services with articulated vision and strategy set by the Commissioner. IT is a particularly important area of inquiry and may lend itself to reducing the current 59 FTEs that service this function at KSDE	-	500	500	500	500	500	2,500				
Total Education Budget						75	52,698	55,148	55,648	56,148	49,648	269,365				
General Government Budget	Budget Considerations	DOA.01		Strategically source top categories	Short Term - Conduct a statewide strategic sourcing exercise of a select group of high spend categories. This sourcing event will involve taking each category through a complete strategic sourcing exercise which will include the followings steps: spend analysis, category assessment, category strategy, sourcing event, negotiation and selection, contracting and supplier transition. A&M can lead the execution with assistance from DOA category managers to ensure that the approach can be repeated by DOA staff in future events.	-	10,875	15,000	15,000	15,000	15,000	70,875				
	Budget Considerations	DOA.02		Implement a category management structure	Medium Term - Establish a standardized, unified, center-led strategic sourcing and category management capability within DOA. The purpose of this function should be to develop deep expertise in the highest spend categories that state agencies consume, track and report spend across the state, maintain a list of key local/agency requirements for each category, have deep market place knowledge and be responsible for offering creative, viable solutions for satisfying needs for goods and services.	-	-	4,125	8,250	8,250	8,250	28,875				