

Attachment A
Impact of Reappropriation Lapses Included in HB 2007

Sub HB 2007 includes the lapsing of several KDOC reappropriations totaling \$14,991,291. These funds have already been expended, obligated against existing contracts, or are otherwise budgeted. As illustrated in the table below, lapsing of these funds will require the agency to implement \$4.1 million in budget reductions in FY 2025 and another \$10.9 million in FY 2026. The following is a summary of each proposed lapse and the impact it will have on the KDOC budget.

Sub HB 2007 Lapses		
<u>Fund</u>	<u>FY 2025</u>	<u>FY 2026</u>
Evidence-Based Programs	\$ -	\$10,000,000
Regional Inpatient Juvenile Substance Abuse Treatment	\$ 2,500,000	\$ -
Purchase of Services	\$ -	\$ 906,795
Priority Capital Improvements	\$ 536,033	\$ -
El Dorado Correctional Facility Operations	\$ 382,944	\$ -
Hutchinson Correctional Facility Operations	\$ 581,890	\$ -
Winfield Correctional Facility Operations	\$ 83,629	\$ -
<u>Total</u>	<u>\$ 4,084,496</u>	<u>\$10,906,795</u>

Evidence-Based Programs - \$10.0 million

This fund had \$38.2 million carry forward to FY 2025. The lapse of \$10.0 million of the \$38.2 million reappropriation will reduce available funding in FY 2026, requiring the Juvenile Justice Oversight Committee and KDOC to implement reductions to community grants and contracts. Coupled with the Purchase of Services lapse, the addition of mandatory payments included in the bill, and pending legislation, FY 2026 reductions will total \$6.6 million. In FY 2027, the base appropriation of \$13.5 million will be insufficient to fund the \$18.0 million in legislative-mandated programs and all community-based programs and contracts would need to be terminated. Specific programs that may be impacted can be found in Attachment B.

Purchase of Services - \$906,795

This represents savings from the declined use of group homes for housing juvenile offenders in the community. Per SB 367, these savings are to be reinvested into the Evidence-Based Program fund. Funds were transferred in September 2024. To implement this lapse, KDOC would need to transfer the funds back. Coupled with the Evidence-Based Programs lapse, the addition of mandatory payments included in the bill, and pending legislation, FY 2026 reductions will total \$6.6 million. In FY 2027, the base appropriation of \$13.5 million will be insufficient to fund the \$18.0 million in legislative-mandated programs and all community-based programs and contracts would need to be terminated. Specific programs that may be impacted can be found in Attachment B.

Regional Inpatient Juvenile Substance Use Treatment - \$2.5 million

These funds have already been expended. If not reversed, this action will require KDOC to implement budget reductions in other areas so they may be available for the lapse. This appropriation was included in the 2024 Omnibus bill, with proviso language directing KDOC to make payment to The Mirror, Inc. for the purpose of establishing a juvenile substance abuse treatment facility in south central Kansas. The initial

appropriation was made late in fiscal year and reappropriated to FY 2026. In December KDOC was invoiced by The Mirror, Inc. and the payment was issued on January 14.

Priority Capital Improvements - \$536,033

The original appropriation of \$4.0 million was made to address some of the deferred maintenance and repairs at the correctional facilities. As of February 25, \$105,037 of the reappropriated balance has been expended and \$67,308 has been obligated against existing contracts. The remaining balance is budgeted for projects that are in various stages of design or bid or are held in reserve as a contingency. Lapsing these funds will require cancellation of existing contracts and implementation of budget reductions in other areas so they may be available for the lapse.

El Dorado Correctional Facility Operations - \$382,944

The reappropriated balance represents less than 1.0% of the original FY 24 appropriation. These funds were removed from the facility's budget in September and transferred to the Central Office vehicle replacement fund to allow the agency to accelerate the replacement of unreliable and unsafe vehicles. As of February 25, this fund has an unobligated balance of \$268,257. As salaries and wages accounts for over 85% of facility budgets, this lapse will require the facility to start holding open positions to remain within budget.

Hutchinson Correctional Facility Operations - \$581,890

The reappropriated balance represents 1.2% of the original FY 24 appropriation. These funds were removed from the facility's budget in September and transferred to the Central Office vehicle replacement fund to allow the agency to accelerate the replacement of unreliable and unsafe vehicles. As of February 25, this fund has an unobligated balance of \$268,257. As salaries and wages accounts for over 85% of facility budgets, this lapse will require the facility to start holding open positions to remain within budget.

Winfield Correctional Facility Operations - \$83,629

The reappropriated balance represents less than 1.0% of the original FY 24 appropriation. These funds were removed from the facility's budget in September and transferred to the Central Office vehicle replacement fund to allow the agency to accelerate the replacement of unreliable and unsafe vehicles. As of February 25, this fund has an unobligated balance of \$268,257. As salaries and wages accounts for over 85% of facility budgets, this lapse will require the facility to start holding open positions to remain within budget.