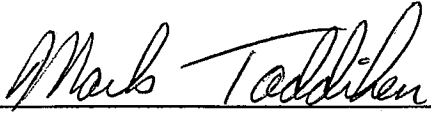


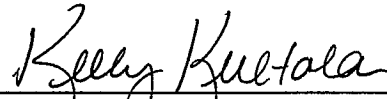
FY 2012 and FY 2013

Senate Ways and Means Subcommittee

Kansas Commission on Veterans' Affairs



Senator Mark Taddiken, Chair



Senator Kelly Kultala

Senate Ways and Means

Date: 02-08-12

Attachment: 3

Senate Subcommittee Report

Agency: Kansas Commission on Veterans' Affairs **Bill No.** 311

Bill Sec. 33

Analyst: Weir

Analysis Pg. No. --

Budget Page No. 266

Expenditure Summary	Agency Estimate FY 2012	Governor Recommendation FY 2012	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 7,775,731	\$ 7,682,999	\$ 0
Other Funds	11,609,207	10,608,855	1,196,770
Subtotal	\$ 19,384,938	\$ 18,291,854	\$ 1,196,770
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	848,090	848,090	0
Subtotal	\$ 848,090	\$ 848,090	\$ 0
TOTAL	\$ 20,233,028	\$ 19,139,944	\$ 1,196,770
FTE positions	364.0	340.0	0.0
Non FTE Uncl. Perm. Pos.	5.0	5.0	0.0
TOTAL	369.0	345.0	0.0

Agency Estimate

The **agency** estimates FY 2012 revised operating expenditures of \$19,384,938, including \$7,775,731 from the State General Fund. The agency's revised estimate is an all funds increase of \$1,027,121, or 5.6 percent, and a State General Fund increase of \$92,732, or 1.2 percent, above the amount approved by the 2011 Legislature. The agency's revised estimate includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, an increase of 24.0 FTE positions above the amount approved by the 2011 Legislature.

The agency's FY 2012 revised estimate includes four supplemental requests totaling \$1,093,084, including \$92,732 from the State General Fund. The agency's supplemental request also includes \$175,377 from the Kansas Soldiers' Home Federal Fund, \$22,566 from the Kansas Soldiers' Home Medicare Fund, \$384,514 from the Veterans' Home Federal Fund, \$262,879 from the Veterans' Home Medicare Fund, \$133,612 from the Veterans' Home Fee Fund, and \$21,404 from the VA Burial Reimbursement Federal Fund. The agency's supplemental requests include 24.0 FTE positions, which are funded through non-reportable Medicaid expenditures, and funding for a vehicle, laundry services, expansion of the VCAP program, and funding for additional residents at Kansas Veterans' Home and Kansas Soldiers' Home.

Absent the supplemental requests, the agency's estimate is \$18,291,853, including \$7,682,999 from the State General Fund. The estimate without supplemental requests is an all

funds decrease of \$65,964, or 0.4 percent, below the amount approved by the 2011 Legislature, and no change in State General Funds from the amount approved by the 2011 Legislature.

The agency requests a revised FY 2012 capital improvement budget of \$848,090, all from the State Institutions Building Fund. The request is a decrease of \$891,888, or 51.8 percent, below the agency's FY 2011 actual expenditures. The 2010 Legislature added \$833,856, all from the State Institutions Building Fund, for roof repairs at the Kansas Soldiers' Home in FY 2011, which accounts for the decrease in expenditures from FY 2011 to FY 2012. The agency's FY 2012 request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and the Kansas Veterans' Home. The request includes \$274,585 for repairs and maintenance at the Kansas Soldiers' Home, and \$573,505 for repairs and maintenance at the Kansas Veterans' Home.

Governor's Recommendation

The **Governor** recommends FY 2012 operating expenditures of \$18,291,854, including \$7,682,999 from the State General Fund. The recommendation is an all funds decrease of \$65,963, or 0.4 percent, below the amount approved by the 2011 Legislature. The Governor's recommended State General Fund expenditures are the same as the amount approved by the 2011 Legislature. The Governor's recommendation is an all funds decrease of \$1,093,084, or 5.6 percent, and a State General Fund decrease of \$92,732, or 1.2 percent, below the agency's FY 2012 revised estimate.

The Governor's FY 2012 recommendation includes 340.0 FTE positions, the same as the amount approved by the 2011 Legislature, and a decrease of 24.0 FTE positions below the agency's FY 2012 revised estimate. The recommended decrease from the agency's FY 2012 revised estimate is attributable to the Governor not recommending the agency's supplemental requests totaling \$1,093,084 in reportable expenditures, including \$92,732 from the State General Fund, and 24.0 FTE positions. By not recommending the agency's supplemental requests, the Governor's recommendation also reduces non-reportable Medicaid expenditures by \$977,577 in FY 2012. The Governor concurs with the agency's FY 2012 revised estimate for capital improvements.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's FY 2012 recommendation, with the following adjustments:

1. Add \$20,000, all from special revenue funds, for a replacement vehicle with more than 200,000 miles.
2. Add \$21,404, all from the VA Burial Reimbursement Federal Fund, to increase the cemetery plot allowance in FY 2012 from \$80,538 to \$101,942.
3. Add \$531,774 all from special revenue funds, at the Kansas Veterans' Home to expend Medicare and Medicaid funds for resident services within current facilities in FY 2012.
4. Add \$623,592 all from special revenue funds, at the Kansas Soldiers' Home to expend Medicare and Medicaid funds for resident services within current facilities in FY 2012.

5. The Subcommittee encourages the agency to transfer \$32,732, all from the State General Fund, in the Kansas Veterans' Home (\$16,366) and Kansas Soldiers' Home (\$16,366) to the Veterans' Claims Assistance Program in FY 2012. In FY 2011, HB 2014 (the appropriations bill) added language that provides the executive director the authority to shift SGF funding between line items of appropriation.

Senate Subcommittee Report

Agency: Kansas Commission on Veterans' Affairs **Bill No. --**

Bill Sec. --

Analyst: Weir

Analysis Pg. No. --

Budget Page No. 266

Expenditure Summary	Agency Request FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 8,001,498	\$ 7,465,452	\$ 0
Other Funds	12,354,596	11,854,596	45,000
Subtotal	<u>\$ 20,356,094</u>	<u>\$ 19,320,048</u>	<u>\$ 45,000</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	1,239,784	1,239,784	0
Subtotal	<u>\$ 1,239,784</u>	<u>\$ 1,239,784</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 21,595,878</u></u>	<u><u>\$ 20,559,832</u></u>	<u><u>\$ 45,000</u></u>
FTE positions	364.0	333.0	0.0
Non FTE Uncl. Perm. Pos.	5.0	5.0	0.0
TOTAL	<u><u>369.0</u></u>	<u><u>338.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2013 operating expenditures of \$20,356,094, including \$8,001,498 from the State General Fund. The agency's request is an all funds increase of \$971,156, or 5.0 percent, and a State General Fund increase of \$225,767, or 2.9 percent, above the agency's FY 2012 revised estimate. The agency's request includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, the same as the agency's FY 2012 revised estimate. The agency requests four enhancements for FY 2013, totaling \$693,886 including, \$193,886 from State General Funds, and \$599,634 from non-reportable Medicaid expenditures. No FTE positions are requested. Absent the enhancements, the agency's FY 2013 request is for \$19,662,208, including \$7,807,612 from the State General Fund. The request without enhancements would be an all funds increase of \$277,270, or 1.4 percent, and a State General Fund increase of \$31,881, or 0.4 percent, above the agency's FY 2012 revised estimate. The agency requests FY 2013 capital improvement expenditures of \$1,239,784, all from the State Institutions Building Fund. The request is an increase of \$361,694, or 42.6 percent, above the agency's FY 2012 revised estimate. The request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and Kansas Veterans' Home. The request includes \$218,729 for repairs and maintenance at the Kansas Soldiers' Home, and \$1,021,505 for repairs and maintenance at the Kansas Veterans' Home.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$19,320,048, including \$7,465,452 from the State General Fund. The recommendation is an all funds increase of \$1,028,194, or 5.6 percent, and a State General Fund decrease of \$217,547, or 2.8 percent, from the Governor's FY 2012 recommendation. The Governor's recommendation is an all funds decrease of \$1,036,046, or 5.1 percent, and a State General Fund decrease of \$536,046, or 6.7 percent, below the agency's FY 2013 request. The decrease from the agency's request is due to the Governor not recommending the agency's FY 2013 enhancements, totaling \$693,886, which includes \$193,886 from the State General Fund, and \$342,160, all from the State General Fund, in salaries and wages for savings from the state's Voluntary Retirement Incentive Program. By not recommending the agency's enhancements request, the Governor also reduced non-reportable Medicaid expenditures for Triplett Hall at the Kansas Veterans' Home, totaling \$599,634 for FY 2013. The Governor's recommendation includes 333.0 FTE positions, a decrease of 7.0 FTE positions below the Governor's FY 2012 recommendation, and a decrease of 31.0 FTE positions below the agency's FY 2013 request. The decrease is attributable to the Governor not recommending the agency's enhancements, which included 24.0 FTE positions funded through non-reportable expenditures, and a decrease of 7.0 FTE positions, to account for savings from the state's Voluntary Retirement Incentive Program. The Governor concurs with the agency's FY 2013 request for capital improvements.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2013, and makes the following adjustments:

1. Add \$45,000, all from special revenue funds, for a replacement resident transport vehicle for FY 2013.
2. The Subcommittee reflects its support of the agency's request of \$108,886 for the Veterans' Claims Assistance Program for FY 2013. The Subcommittee encourages the agency to fund the request for the program within existing resources.
3. The Subcommittee notes that the U.S. Army Command and General Staff College at Fort Leavenworth is developing a methodology for studying the delivery of veterans' services, veterans' benefits' and possible additional benefits that the state could provide to Kansas veterans. The College is preparing a scope statement, and intends to offer the study as a thesis topic or class project.

KANSAS COMMISSION ON VETERANS' AFFAIRS

Expenditure	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Operating Expenditures:					
State General Fund	\$ 8,301,274	\$ 7,775,731	\$ 7,682,999	\$ 8,001,498	\$ 7,465,452
Other Funds	10,557,824	11,609,207	10,608,855	12,354,596	11,854,596
TOTAL	\$ 18,859,098	\$ 19,384,938	\$ 18,291,854	\$ 20,356,094	\$ 19,320,048
Capital Improvements:					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	1,897,204	848,090	848,090	1,239,784	1,239,784
TOTAL	\$ 1,897,204	\$ 848,090	\$ 848,090	\$ 1,239,784	\$ 1,239,784
GRAND TOTAL	\$ 20,756,302	\$ 20,233,028	\$ 19,139,944	\$ 21,595,878	\$ 20,559,832

Percentage Change:

Operating Expenditures					
State General Fund	1.4 %	(6.3) %	(7.4) %	2.9 %	(2.8) %
All Funds	(0.6)	2.8	(3.0)	5.0	5.6
FTE Positions	319.0	364.0	340.0	364.0	333.0
Non-FTE Perm.Uncl.Pos.	5.0	5.0	5.0	5.0	5.0
TOTAL	324.0	369.0	345.0	369.0	338.0

AGENCY OVERVIEW

The mission of the Kansas Commission on Veterans' Affairs (KCVA) is to serve Kansas veterans and their families, relatives, and dependents with dignity and compassion and to be their principal advocate in ensuring that they receive information, advice direction, medical care, benefits, social support, and lasting memorials in recognition of their service to Kansas and the nation.

Services provided by the agency include long-term nursing and assisted living care to eligible veterans, completion and maintenance of four state veterans' cemeteries, and coordination with federal agencies to provide financial assistance to Kansas veterans for health care and disability income.

The agency serves veterans through 15 field offices, six service organization offices, and the central office located in Topeka. Additional services are provided through services grants to

veterans' service organizations. Nursing and assisted living care are provided through the Kansas Soldiers' Home in Fort Dodge and the Kansas Veterans' Home in Winfield.

MAJOR ISSUES FROM PRIOR YEARS

The **2004 Legislature** added \$1.3 million from the State General Fund for the Kansas Veterans' Home (KVH) and the Kansas Soldiers' Home (KSH) in FY 2004 and FY 2005 to address funding concerns at both homes. In May of 2004, the federal Department of Veterans' Affairs took over the operation of the Community-Based Outpatient Clinic at Fort Dodge.

The **2005 Legislature** added \$205,000 in FY 2005 and \$391,000 in FY 2006 from the State General Fund for operating expenditures at the Kansas Soldiers' Home, including \$41,000 in FY 2006 for vehicle purchases. Additionally, the 2005 Legislature added \$344,501 in FY 2006 from the State General Fund for direct care staff salary upgrades at the Kansas Soldiers' Home and Kansas Veterans' Home.

The **2006 Legislature** added \$71,310 from the State General Fund in FY 2007 to fund two additional veterans' service representatives for positions which were previously vacant. The Legislature also added \$48,478 from the State General Fund in FY 2007 to allow for the reclassification of veterans' service representatives.

Also, the **2006 Legislature** passed 2006 House Sub. for SB 396, which directed the KCVa to establish and administer a Veterans' Claims Assistance Program (VCAP) to be implemented through annual grant agreements with veterans' service organizations. The program was to be established and operations to commence on or before August 1, 2006. The grants are subject to appropriation by the Legislature. Additionally, the 2006 Legislature added \$500,000 from the State General Fund in FY 2007 to fund the VCAP grants.

The **2007 Legislature** included \$500,000 from the State General Fund for the FY 2008 budget for the continuation of VCAP, which was established by the 2006 Legislature. The Legislature also added, from the State General Fund, \$32,988 to replace one tractor, \$53,012 to fund salaries and wages for an additional ten resident workers, and \$18,800 for one minivan to transport Kansas Soldiers' Home residents. In addition, the Legislature added \$34,620 from the State General Fund for one nine-passenger minivan with a wheelchair lift to transport Kansas Veterans' Home residents.

In late 2007, the Department of Aging found several deficiencies at Kansas Soldiers' Home. To correct these items, a Department of Administration task force was commissioned to consult with Kansas Soldiers' Home. Several additional enhancements were requested in response to the task force.

The **2008 Legislature** added \$240,000, including \$40,000 from the State General Fund, in FY 2008 to fill the Emporia veterans' service representative position and pay for consulting fees related to the deficiencies found at Kansas Soldiers' Home in Fort Dodge. The Legislature added \$658,173, including \$408,173 from the State General Fund, in FY 2009 for operating expenses for a new cemetery at Fort Riley, salary and wage increases at Kansas Veterans' Home in Winfield, replacement of ten electric beds, replacement of a 12-passenger wheelchair lift van, and the shifting of 24.0 FTE positions to unclassified positions. The shift in staffing was an attempt to resolve issues related to insufficient nursing staff at Kansas Soldiers' Home.

The **2009 Legislature** deleted \$118,895, all from the State General Fund, in FY 2009 and \$367,964, also all from the State General Fund, in FY 2010. The Legislature also deleted \$314,784, all from the State Institutions Building Fund and placed the capital improvements projects on hold pending the outcome of the state investigation into facilities closure.

The **2010 Legislature** added \$833,856, all from the State Institutions Building Fund, for roof repairs at Kansas Soldiers' Home in FY 2011 and also added \$700,000, all from the State General Fund, to the KCVA operations budget in FY 2011. In addition, the Legislature added language allowing the KCVA to expend Scratch Lotto Funds received by the agency not only for the enhanced service delivery program but also for normal program operations in the Veterans Services Program. The Legislature also closed Triplett Hall, a long term care nursing facility, at Kansas Veterans' Home and eliminated payment of veterans' spouses' pharmacy costs at Kansas Soldiers' Home.

The **2011 Legislature** eliminated 158.0 FTE positions for FY 2012, all of which were vacant. The revised position limitation reflects the agency's FTE position funding.

BUDGET SUMMARY AND KEY POINTS

FY 2012 – Current Year. The **agency** estimates FY 2012 revised operating expenditures of \$19,384,938, including \$7,775,731 from the State General Fund. The agency's revised estimate is an all funds increase of \$1,027,121, or 5.6 percent, and a State General Fund increase of \$92,732, or 1.2 percent, above the amount approved by the 2011 Legislature. The agency's revised estimate includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, an increase of 24.0 FTE positions above the amount approved by the 2011 Legislature.

The agency's FY 2012 revised estimate includes four supplemental requests totaling \$1,093,084, including \$92,732 from the State General Fund. The agency's supplemental request also includes \$175,377 from the Kansas Soldiers' Home Federal Fund, \$22,566 from the Kansas Soldiers' Home Medicare Fund, \$384,514 from the Veterans' Home Federal Fund, \$262,879 from the Veterans' Home Medicare Fund, \$133,612 from the Veterans' Home Fee Fund, and \$21,404 from the VA Burial Reimbursement Federal Fund. The agency's supplemental requests include 24.0 FTE positions, which are funded through non-reportable Medicaid expenditures, and funding for a vehicle, laundry services, expansion of the VCAP program, and funding for additional residents at Kansas Veterans' Home and Kansas Soldiers' Home.

Absent the supplemental requests, the agency's estimate is \$18,291,853, including \$7,682,999 from the State General Fund. The estimate without supplemental requests is an all funds decrease of \$65,964, or 0.4 percent, below the amount approved by the 2011 Legislature, and no change in State General Funds from the amount approved by the 2011 Legislature.

The **agency** requests a revised FY 2012 capital improvement budget of \$848,090, all from the State Institutions Building Fund. The request is a decrease of \$891,888, or 51.8 percent, below the agency's FY 2011 actual expenditures. The 2010 Legislature added \$833,856, all from the State Institutions Building Fund, for roof repairs at the Kansas Soldiers' Home in FY 2011, which accounts for the decrease in expenditures from FY 2011 to FY 2012. The agency's FY 2012 request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and the Kansas Veterans' Home. The request includes \$274,585 for

repairs and maintenance at the Kansas Soldiers' Home, and \$573,505 for repairs and maintenance at the Kansas Veterans' Home.

The **Governor** recommends FY 2012 operating expenditures of \$18,291,854, including \$7,682,999 from the State General Fund. The recommendation is an all funds decrease of \$65,963, or 0.4 percent, below the amount approved by the 2011 Legislature. The Governor's recommended State General Fund expenditures are the same as the amount approved by the 2011 Legislature. The Governor's recommendation is an all funds decrease of \$1,093,084, or 5.6 percent, and a State General Fund decrease of \$92,732, or 1.2 percent, below the agency's FY 2012 revised estimate. The Governor's FY 2012 recommendation includes 340.0 FTE positions, the same as the amount approved by the 2011 Legislature, and a decrease of 24.0 FTE positions below the agency's FY 2012 revised estimate.

The recommended decrease from the agency's FY 2012 revised estimate is attributable to the Governor not recommending the agency's supplemental requests totaling \$1,093,084 in reportable expenditures, including \$92,732 from the State General Fund, and 24.0 FTE positions. By not recommending the agency's supplemental requests, the Governor's recommendation also reduces non-reportable Medicaid expenditures by \$977,577 in FY 2012.

The **Governor** concurs with the agency's FY 2012 revised estimate for capital improvements.

FY 2013 – Budget Year. The **agency** requests FY 2013 operating expenditures of \$20,356,094, including \$8,001,498 from the State General Fund. The agency's request is an all funds increase of \$971,156, or 5.0 percent, and a State General Fund increase of \$225,767, or 2.9 percent, above the agency's FY 2012 revised estimate. The agency's request includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, the same as the agency's FY 2012 revised estimate.

The agency requests four enhancements for FY 2013, totaling \$693,886 including, \$193,886 from State General Funds, and \$599,634 from non-reportable Medicaid expenditures. No FTE positions are requested. **Absent the enhancements**, the agency's FY 2013 request is for \$19,662,208, including \$7,807,612 from the State General Fund. The request without enhancements would be an all funds increase of \$277,270, or 1.4 percent, and a State General Fund increase of \$31,881, or 0.4 percent, above the agency's FY 2012 revised estimate.

The **agency** requests FY 2013 capital improvement expenditures of \$1,239,784, all from the State Institutions Building Fund. The request is an increase of \$361,694, or 42.6 percent, above the agency's FY 2012 revised estimate. The request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and Kansas Veterans' Home. The request includes \$218,729 for repairs and maintenance at the Kansas Soldiers' Home, and \$1,021,505 for repairs and maintenance at the Kansas Veterans' Home.

The **Governor** recommends FY 2013 operating expenditures of \$19,320,048, including \$7,465,452 from the State General Fund. The recommendation is an all funds increase of \$1,028,194, or 5.6 percent, and a State General Fund decrease of \$217,547, or 2.8 percent, from the Governor's FY 2012 recommendation. The Governor's recommendation is an all funds decrease of \$1,036,046, or 5.1 percent, and a State General Fund decrease of \$536,046, or 6.7 percent, below the agency's FY 2013 request. The decrease from the agency's request is due to the Governor not recommending the agency's FY 2013 enhancements, totaling \$693,886, which includes \$193,886 from the State General Fund, and \$342,160, all from the State General

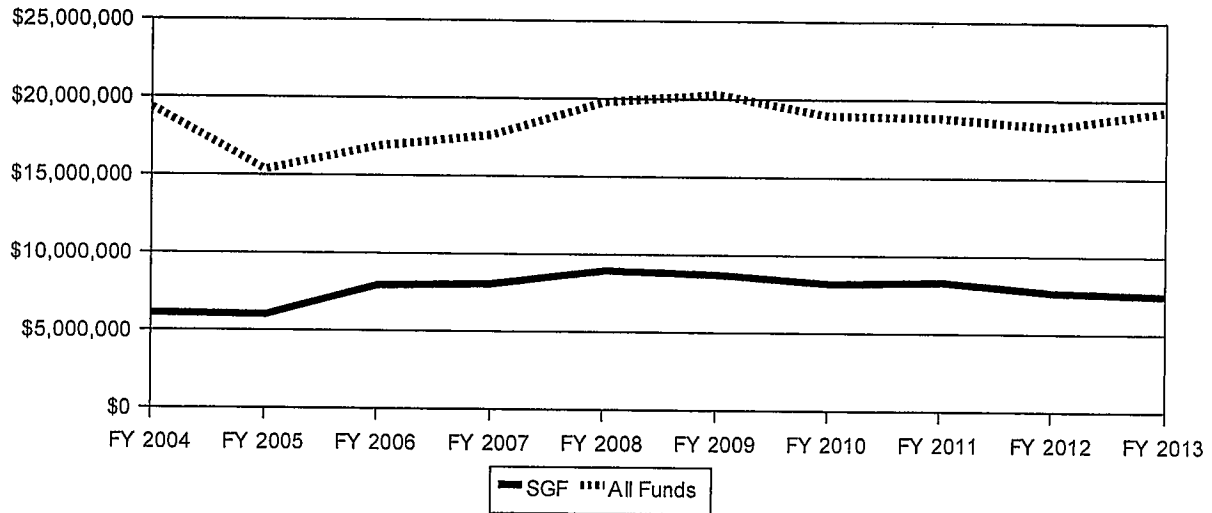
Fund, in salaries and wages for savings from the state's Voluntary Retirement Incentive Program. By not recommending the agency's enhancements request, the Governor also reduced non-reportable Medicaid expenditures for Triplett Hall at the Kansas Veterans' Home, totaling \$599,634 for FY 2013.

The Governor's recommendation includes 333.0 FTE positions, a decrease of 7.0 FTE positions below the Governor's FY 2012 recommendation, and a decrease of 31.0 FTE positions below the agency's FY 2013 request. The decrease is attributable to the Governor not recommending the agency's enhancements, which included 24.0 FTE positions funded through non-reportable expenditures, and a decrease of 7.0 FTE positions, to account for savings from the state's Voluntary Retirement Incentive Program.

The **Governor** concurs with the agency's FY 2013 request for capital improvements.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2004 – FY 2013



OPERATING EXPENDITURES FY 2004 – FY 2013

Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2004	\$ 6,101,473	42.2 %	\$ 19,353,420	49.5 %	557.8
2005	6,006,862	(1.6)	15,347,805	(20.7)	557.8
2006	7,933,871	32.1	16,881,784	10.0	557.8
2007	8,059,706	1.6	17,632,272	4.4	556.8
2008	8,955,250	11.1	19,799,498	12.3	556.8
2009	8,712,946	(2.7)	20,284,990	2.5	522.0
2010	8,189,261	(6.0)	18,970,847	(6.5)	513.0
2011	8,301,274	1.4	18,859,098	(0.6)	498.0
2012 Gov. Rec.	7,682,999	(7.4)	18,291,854	(3.0)	340.0
2013 Gov. Rec.	7,465,452	(2.8)	19,320,048	5.6	333.0
Ten-Year Change Dollars/Percent	\$ 1,363,979	22.4 %	\$ (33,372)	(0.2)%	(224.8)

Summary of Operating Budget FY 2011 - FY 2013

	Agency Request				Governor's Recommendation				
	Actual 2011	Estimate FY 2012	Request FY 2013	Dollar Change from FY 12	Percent Change from FY 12	Rec. FY 2012	Rec. FY 2013	Dollar Change from FY 12	Percent Change from FY 12
By Program:									
Administration	\$ 454,099	\$ 473,529	\$ 479,458	\$ 5,929	1.3 %	\$ 473,529	\$ 398,590	\$ (74,939)	(15.8)%
Veterans' Services	2,209,245	2,256,598	2,331,207	74,609	3.3	2,223,866	2,222,321	(1,545)	(0.1)
Kansas Soldiers' Home	6,734,324	6,597,166	6,737,326	140,160	2.1	6,339,223	6,527,837	188,614	3.0
Kansas Veterans' Home	8,673,993	9,231,801	9,959,778	727,977	7.9	8,450,796	9,344,129	893,333	10.6
Cemeteries Program	787,437	825,844	848,325	22,481	2.7	804,440	827,171	22,731	2.8
TOTAL	\$ 18,859,098	\$ 19,384,938	\$ 20,356,094	\$ 971,156	5.0 %	\$ 18,291,854	\$ 19,320,048	\$ 1,028,194	5.6 %
By Major Object of Expenditure:									
Salaries and Wages	\$ 13,967,049	\$ 15,506,737	\$ 16,218,850	\$ 712,113	4.6 %	\$ 15,506,737	\$ 15,376,690	\$ (130,047)	(0.8)%
Contractual Services	2,594,089	1,957,866	2,211,020	253,154	12.9	1,467,239	2,062,134	594,895	40.5
Commodities	2,023,065	1,775,229	1,723,876	(51,353)	(2.9)	1,192,772	1,723,876	531,104	44.5
Capital Outlay	257,129	145,106	202,348	57,242	39.4	125,106	157,348	32,242	25.8
Subtotal - Operations	\$ 18,841,332	\$ 19,384,938	\$ 20,356,094	\$ 971,156	5.0 %	\$ 18,291,854	\$ 19,320,048	\$ 1,028,194	5.6 %
Aid to Local Units	0	0	0	0	0.0	0	0	0	0.0
Other Assistance	17,766	0	0	0	0.0	0	0	0	0.0
TOTAL	\$ 18,859,098	\$ 19,384,938	\$ 20,356,094	\$ 971,156	5.0 %	\$ 18,291,854	\$ 19,320,048	\$ 1,028,194	5.6 %
Financing:									
State General Fund	\$ 8,301,274	\$ 7,775,731	\$ 8,001,498	\$ 225,767	2.9 %	\$ 7,682,999	\$ 7,465,452	\$ (217,547)	(2.8)%
All Other Funds	10,557,824	11,609,207	12,354,596	745,389	6.4	10,608,855	11,854,596	1,245,741	11.7
TOTAL	\$ 18,859,098	\$ 19,384,938	\$ 20,356,094	\$ 971,156	5.0 %	\$ 18,291,854	\$ 19,320,048	\$ 1,028,194	5.6 %

BUDGET OVERVIEW

A. FY 2012 – Current Year

Adjustments to Approved State General Fund Budget

The 2011 Legislature approved a State General Fund budget of \$7,682,999 for the Kansas Commission on Veterans' Affairs in FY 2012. No adjustments have been made to that amount.

	CHANGE FROM APPROVED BUDGET				
	Approved 2011 Legislature	Agency Estimate FY 2012	Agency Change from Approved	Governor Rec. FY 2012	Governor Change from Approved
State General Fund	\$ 7,682,999	\$ 7,775,731	\$ 92,732	\$ 7,682,999	\$ 0
All Other Funds	10,674,818	11,609,207	934,389	10,608,855	(65,963)
TOTAL	\$ 18,357,817	\$ 19,384,938	\$ 1,027,121	\$ 18,291,854	\$ (65,963)
FTE Positions	340.0	364.0	24.0	340.0	0.0

The **agency** estimates FY 2012 revised operating expenditures of \$19,384,938, including \$7,775,731 from the State General Fund. The agency's revised estimate is an all funds increase of \$1,027,121, or 5.6 percent, and a State General Fund increase of \$92,732, or 1.2 percent, above the amount approved by the 2011 Legislature. The agency's revised estimate includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, an increase of 24.0 FTE positions above the amount approved by the 2011 Legislature.

The agency's FY 2012 revised estimate includes four supplemental requests totaling \$1,093,084, including \$92,732 from the State General Fund. The agency's supplemental request also includes \$175,377 from the Kansas Soldiers' Home Federal Fund, \$22,566 from the Kansas Soldiers' Home Medicare Fund, \$384,514 from the Veterans' Home Federal Fund, \$262,879 from the Veterans' Home Medicare Fund, \$133,612 from the Veterans' Home Fee Fund, and \$21,404 from the VA Burial Reimbursement Federal Fund. The agency's supplemental requests include 24.0 FTE positions, which are funded through non-reportable Medicaid expenditures.

Absent the supplemental requests, the agency's estimate is \$18,291,853, including \$7,682,999 from the State General Fund. The estimate without supplemental requests is an all funds decrease of \$65,964, or 0.4 percent below the amount approved by the 2011 Legislature, and no change in State General Funds from the amount approved by the 2011 Legislature.

The agency's supplemental requests include:

- Kansas Soldiers' Home Vehicle Purchase.** The agency's FY 2012 revised estimate includes a supplemental request for \$20,000, all from the State General Fund, to replace a vehicle for the Kansas Soldiers' Home. The agency states that the vehicle has more than 200,000 miles, and is in regular need of repair.

The **Governor** does not recommend the agency's supplemental request.

- **Contract for Laundry Services for the Kansas Soldiers' Home.** The agency requests \$40,000, all from the State General Fund, for laundry services at the Kansas Soldiers' Home. Previously, the facility received laundry cleaning and transportation services from the Larned State Hospital. The agency states that budget cuts and reductions in staff at the Larned State Hospital caused the hospital to cease providing laundry services to the Kansas Soldiers' Home. The agency's request is for expenditures to contract with a local laundry services vendor.

The **Governor** does not recommend the agency's supplemental request.

- **Veterans' Claims Assistance Program (VCAP) Service Organization Grants.** The agency requests \$32,732, all from the State General Fund, for an increase in VCAP grant funding. The request is for increases in contractual services related to increases in staffing costs and increases in health insurance costs for hospital staff. The Veterans' Claims Assistance Program implements and administers annual service grants to eligible veterans' service organizations pursuant to grant agreements entered into with the Kansas Commission on Veterans' Affairs. Grants are provided to veteran service organizations to hire service officers through the Veterans' Claims Assistance Program, and provide support to the state's three VA medical centers. State General Funds are appropriated each year for this program, and 100.0 percent of the funds must be allocated to the participating veterans' service organizations. Grants are awarded annually through grant agreements entered into with the agency, which solicits participation from all eligible veteran service organizations that have a presence in a VA hospital in Kansas. Two organizations, the American Legion and the Veterans of Foreign Wars, elected to participate in FY 2012 and FY 2013. Grant recipients indicate that current funding for the program is below the amount initially allocated in FY 2006, and is endangering participation in the program.

The **Governor** does not recommend the agency's supplemental request.

- **Increase in Resident Population.** The agency requests reportable expenditures of \$978,948, and non-reportable expenditures of \$977,577, to accommodate an increase in the number of residents at the Kansas Soldiers' Home and Kansas Veterans' Home. As a result of increases in resident populations and increasing revenues from Medicare and Medicaid, the Kansas Veterans' Home requests an expansion of services into Triplett Hall, which was previously vacated in FY 2011 due to budget constraints. The agency's supplemental requests include 24.0 FTE positions, which are funded through non-reportable Medicaid expenditures. Details of the agency's request include:
 - **Kansas Soldiers' Home.** The agency requests reportable expenditures of \$197,943, including \$175,377 from the Kansas Soldiers' Home Federal Fund, and \$22,566 from the Soldiers' Home Medicare Fund, for commodities. The request is for food for an increased population. The agency's request also includes \$425,649 for non-reportable Medicaid expenditures for contractual services related to the facility's request for population expansion.

- **Kansas Veterans' Home.** The agency requests reportable expenditures of \$518,126, including \$384,514 from the Veterans' Home Federal Fund, and \$133,612 from the Veterans' Home Fee Fund, for food and contractual services to support an increased resident population. The agency's request also includes non-reportable Medicaid expenditures of \$13,648, for contractual services related to the facility's request for an increased population.
- **Triplett Hall Expansion.** The agency requests reportable expenditures of \$262,879, all from the Veterans' Home Medicare Fund, to increase the number of licensed beds in Triplett Hall at the Kansas Veterans' Home. Due to budget cuts in FY 2010, a reduction in licensed beds reduced the maximum possible census, which resulted in a reduced revenue generating potential from Medicare and Medicaid. The agency reduced the number of licensed beds prior to the Kansas Veterans' Home being a certified Medicare and Medicaid facility. The Kansas Veterans' Home reports a consistent occupancy rate exceeding 95.0 percent, and the agency's request will increase the total occupancy in Triplett Hall by 40 beds. The agency projects that the increased capacity will increase revenue by expanding services of Alzheimer/Special Care, Medicare, and Medicaid. The agency's plan is to relocate one of the four long-term care units in Bleckley Hall to Triplett Hall, and convert the vacated unit into an Alzheimer/Special Care unit with a capacity of 20 beds. The agency estimates that expenditures associated with the expansion will be covered by projected increases in revenue from Medicaid and Medicare, and an increase in the total population served. The agency's request also includes non-reportable expenditures of \$538,280, all from the Veterans' Home Medicaid Fund.

The **Governor** does not recommend the agency's supplemental request.

- **Cemetery Plot Allowance.** The agency requests \$21,404, all from the VA Burial Reimbursement Federal Fund, for operations. The agency's request is for the limit on the VA plot allowance to be raised to \$101,942, from the current \$80,538. The agency states that the Governor's FY 2012 reduced resources package recommended increasing expenditures from the plot allowance program in exchange for State General Funds for Veterans' Cemetery operations.

The cemetery facilities in the statewide cemetery program were built with federal funds, and subsequently transferred to the state. Minimal operational funds are provided by the National Veterans' Cemetery Program, for \$300 plot allowances for eligible veterans. The agency uses funds from the program for equipment maintenance and operations in the veterans' cemeteries.

The **Governor** does not recommend the agency's supplemental request.

Major expenditures include:

- **Salaries and Wages.** The agency estimates revised FY 2012 expenditures of \$15,506,737, including \$6,828,122 from the State General Fund, for salaries and wages. The revised estimate is an all funds increase of \$1,539,688, or 11.0 percent, and a State General Fund increase of \$942,853, or 16.0 percent, above

the agency's FY 2011 actual expenditures, and is primarily attributable to increases in staff expenditures at the Kansas Soldiers' Home and Kansas Veterans' Home, due to increases in resident population.

- **Contractual Services.** The agency estimates revised FY 2012 expenditures of \$1,957,866, including \$786,618 from the State General Fund, for contractual services. The revised estimate is an all funds decrease of \$636,223, or 24.5 percent, and a State General Fund decrease of \$639,347, or 44.8 percent, below the agency's FY 2011 actual expenditures, and is primarily attributable to a decrease in reportable expenditures for the Kansas Soldiers' Home. The agency's FY 2012 revised estimate includes \$786,664 in non-reportable Medicaid funds for contractual services related to increases in resident population, which is an increase of \$581,506, or 283.4 percent, above FY 2011 actual non-reportable expenditures for contractual services.
- **Commodities.** The agency estimates revised FY 2012 expenditures of \$1,775,229, including \$102,337 from the State General Fund, for commodities. The revised estimate is an all funds decrease of \$247,836, or 12.3 percent, and a State General Fund decrease of \$681,409, or 86.9 percent, below the agency's FY 2011 actual expenditures, and is attributable to a decrease in food for human consumption for the Kansas Veterans' Home. The agency shifted most expenditures for food from the State General Fund to the Veterans' Home Federal Fund in FY 2012.
- **Capital Outlay.** The agency estimates revised FY 2012 expenditures of \$145,106, including \$58,654 from the State General Fund, for capital outlay. The revised estimate is an all funds decrease of \$112,023, or 43.6 percent, and a State General Fund decrease of \$147,640, or 71.6 percent, below the agency's FY 2011 actual expenditures, and is primarily attributable to a decrease of \$175,829, in expenditures for office equipment for the Veterans' Services program. The estimated decrease is partially offset by increases for the resident population at the Kansas Veterans' Home, and for a mower for the Cemeteries program.

The **Governor** recommends FY 2012 operating expenditures of \$18,291,854, including \$7,682,999 from the State General Fund. The recommendation is an all funds decrease of \$65,963, or 0.4 percent, below the amount approved by the 2011 Legislature. The Governor's recommended State General Fund expenditures are the same as the amount approved by the 2011 Legislature. The Governor's recommendation is an all funds decrease of \$1,093,084, or 5.6 percent, and a State General Fund decrease of \$92,732, or 1.2 percent, below the agency's FY 2012 revised estimate. The Governor's FY 2012 recommendation includes 340.0 FTE positions, the same as the amount approved by the 2011 Legislature, and a decrease of 24.0 FTE positions below the agency's FY 2012 revised estimate.

The recommended decrease from the agency's FY 2012 revised estimate is attributable to the Governor not recommending the agency's supplemental requests totaling \$1,093,084 in reportable expenditures, including \$92,732 from the State General Fund, and 24.0 FTE positions. By not recommending the agency's supplemental requests, the Governor's recommendation also reduces non-reportable Medicaid expenditures by \$977,577 in FY 2012.

B. FY 2013– Budget Year

FY 2013 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 20,356,094	\$ 19,320,048	\$ (1,036,046)
FTE Positions	364.0	333.0	(31.0)
<i>Change from FY 2012:</i>			
<i>Dollar Change:</i>			
State General Fund	\$ 225,767	\$ (217,547)	
All Other Funds	745,389	1,245,741	
TOTAL	\$ 971,156	\$ 1,028,194	
<i>Percent Change:</i>			
State General Fund	2.9 %	(2.8) %	
All Other Funds	6.4	11.7	
TOTAL	5.0 %	5.6 %	
Change in FTE Positions	(0.0)	(7.0)	

The **agency** requests FY 2013 operating expenditures of \$20,356,094, including \$8,001,498 from the State General Fund. The agency's request is an all funds increase of \$971,156, or 5.0 percent, and a State General Fund increase of \$225,767, or 2.9 percent, above the agency's FY 2012 revised estimate. The agency's request includes 364.0 FTE positions, and 5.0 non-FTE unclassified permanent positions, the same as the agency's FY 2012 revised estimate.

Major expenditures include:

- Salaries and Wages.** The agency requests FY 2013 expenditures of \$16,218,850, including \$6,973,828 from the State General Fund, for salaries and wages. The request is an all funds increase of \$712,113 or 4.6 percent, and a State General Fund increase of \$145,706, or 2.1 percent, above the agency's FY 2012 revised estimate. The increase is attributable to several factors, including \$500,000, all from the Veterans' Home Medicare Fund for salaries and wages related to the agency's enhancement request for Triplett Hall Expansion. Other increases, totaling \$212,113, including \$146,706 from the State General Fund, are for increasing a part-time administrative specialist position to a 1.0 FTE position, funding for a vacant 1.0 FTE administrative position, market rate adjustments, and fringe benefits.
- Contractual Services.** The agency requests FY 2013 expenditures of \$2,211,020, including \$842,025 from the State General Fund, for contractual

services. The request is an all funds increase of \$253,154 or 12.9 percent, and a State General Fund increase of \$55,407, or 7.0 percent, above the agency's FY 2012 revised estimate. The all funds increase is attributable to the agency's enhancement request for the Veterans' Claims Assistance Program Service Organization grants, and for pharmaceutical and medical services related to the agency's enhancement request for expanding the resident population at the Kansas Veterans' Home.

- **Commodities.** The agency requests FY 2013 expenditures of \$1,723,876, including \$79,729 from the State General Fund, for commodities. The revised estimate is an all funds decrease of \$51,353, or 2.9 percent, and a State General Fund decrease of \$22,608, or 22.1 percent, below the agency's FY 2012 revised estimate. The decrease is attributable to a reduction of \$21,167, primarily for gasoline for the Veterans' Services Program, due to implementation of the agency's Enhanced Service Delivery Program, and a reduction of \$29,186 in household supplies for the Kansas Soldiers' Home.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$202,348, including \$105,916 from the State General Fund, for capital outlay. The request is an all funds increase of \$57,242 or 39.4 percent, and a State General Fund increase of \$47,262, or 80.6 percent, above the agency's FY 2012 revised estimate. The increase is attributable to the request for \$50,000, all from the State General Fund, for the Kansas Soldiers' Home, to purchase new vehicles, and \$9,980, all from the Veterans' Affairs Burial Reimbursement Fund, to purchase a new lawnmower for the cemeteries. The increase in State General Funds and all funds is partially offset by a decrease of \$2,738 in office equipment for the Veterans' Services program.

The **Governor** recommends FY 2013 operating expenditures of \$19,320,048, including \$7,465,452 from the State General Fund. The recommendation is an all funds increase of \$1,028,194, or 5.6 percent, and a State General Fund decrease of \$217,547, or 2.8 percent, from the Governor's FY 2012 recommendation. The Governor's recommendation is an all funds decrease of \$1,036,046, or 5.1 percent, and a State General Fund decrease of \$536,046, or 6.7 percent, below the agency's FY 2013 request. The decrease from the agency's request is due to the Governor not recommending the agency's FY 2013 enhancements, totaling \$693,886, which includes \$193,886 from the State General Fund, and \$342,160, all from the State General Fund, in salaries and wages for savings from the state's Voluntary Retirement Incentive Program. By not recommending the agency's enhancements request, the Governor also reduced non-reportable Medicaid expenditures for Triplett Hall at the Kansas Veterans' Home, totaling \$599,634 for FY 2013.

The Governor's recommendation includes 333.0 FTE positions, a decrease of 7.0 FTE positions below the Governor's FY 2012 recommendation, and a decrease of 31.0 FTE positions below the agency's FY 2013 request. The decrease is attributable to the Governor not recommending the agency's enhancements, which included 24.0 FTE positions funded through non-reportable expenditures, and a decrease of 7.0 FTE positions, to account for savings from the state's Voluntary Retirement Incentive Program.

FY 2013 ENHANCEMENTS						
Enhancements	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
VCAP Service Organizations	\$ 108,886	\$ 108,886	0.0	\$ 0	\$ 0	0.0
Kansas Soldiers' Home Transport Vehicle	45,000	45,000	0.0	0	0	0.0
Kansas Soldiers' Home Laundry Services	40,000	40,000	0.0	0	0	0.0
Triplett Hall expansion (\$599,634 non-reportable)	0	500,000	0.0	0	0	0.0
TOTAL	\$ 193,886	\$ 693,886	0.0	\$ 0	\$ 0	0.0

Enhancements Detail

The agency requests four enhancements for FY 2013, totaling \$693,886, including \$193,886 from State General Funds, \$500,000 from the Veterans' Home Medicare Fund, and \$599,634 from non-reportable Medicaid expenditures. No reportable FTE positions are requested. **Absent the enhancements**, the agency's FY 2013 request is for \$19,662,208, including \$7,807,612 from the State General Fund. The request without enhancements would be an all funds increase of \$277,270, or 1.4 percent, and a State General Fund increase of \$31,881, or 0.4 percent, above the agency's FY 2012 revised estimate.

- Veterans' Claims Assistance Program (VCAP) Service Organization Grants.** The agency requests \$108,886, all from the State General Fund, for an increase in VCAP grant funding. The request is for increases in contractual services related to increases in staffing costs, and increases in health insurance for hospital staff. The Veterans' Claims Assistance Program implements and administers annual service grants to eligible veterans service organizations pursuant to grant agreements entered into with the Kansas Commission on Veterans' Affairs. Grants are provided to veteran service organizations to hire service officers through the Veterans' Claims Assistance Program, and provide support to the state's three VA medical centers. State General Funds are appropriated each year for this program, and 100.0 percent of the funds must be allocated to the participating veterans' service organizations. Grants are awarded annually through grant agreements entered into with the agency, which solicits participation from all eligible veteran service organizations that have a presence in a VA hospital in Kansas. Two organizations, the American Legion and the Veterans of Foreign Wars, elected to participate in FY 2012 and FY 2013. Grant recipients indicate that current funding for the program is below the amount initially allocated in FY 2006, and is endangering participation in the program.

The **Governor** does not recommend the agency's enhancement request.

- Purchase of a Transport Vehicle for the Kansas Soldiers' Home.** The agency's FY 2013 request includes an enhancement request for \$45,000, all from the State General Fund, to replace a resident transportation vehicle. The

agency states that the vehicle has more than 200,000 miles, and is in regular need of repair.

The **Governor** does not recommend the agency's enhancement request.

- **Contract for Laundry Services for the Kansas Soldiers' Home.** The agency requests \$40,000, all from the State General Fund, for laundry services at the Kansas Soldiers' Home. Previously, the facility received laundry cleaning and transportation services from the Larned State Hospital. The agency states that budget cuts and reductions in staff at Larned State Hospital caused the hospital to cease providing laundry services to the Kansas Soliders' Home. The agency's request is for expenditures to contract with a local laundry service vendor.

The **Governor** does not recommend the agency's enhancement request.

- **Triplett Hall Expansion (partially non-reportable).** The agency requests \$1,099,634, including \$500,000 from the Veterans' Home Medicare Fund, and \$599,634 from the non-reportable Veterans' Home Medicaid Fund, to increase the number of licensed beds in Triplett Hall at the Kansas Veterans' Home. Due to budget cuts in FY 2010, a reduction in licensed beds reduced the maximum possible census, which resulted in a reduced revenue generating potential from Medicare and Medicaid. The agency reduced the number of licensed beds prior to the Kansas Veterans' Home being a certified Medicare and Medicaid facility. The Kansas Veterans' Home reports a consistent occupancy rate exceeding 95.0 percent, and the agency's request will increase the total occupancy in Triplett Hall by 40 beds. The agency projects that the increased capacity will increase revenue by expanding services of Alzheimer/Special Care, Medicare, and Medicaid. The agency's plan is to relocate one of the four long-term care units in Bleckley Hall to Triplett Hall, and convert the vacated unit into an Alzheimer/Special Care unit with a capacity of 20 beds. The agency estimates that expenditures associated with the expansion will be covered by projected increases in revenue from Medicaid and Medicare, and an increase in the total population served.

The **Governor** does not recommend the agency's enhancement request.

Item	FY 2013 REDUCED RESOURCES					
	Agency Recommendation			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Reduce Triplett Hall Expansion	\$ (390,381)	\$ (390,381)	0.0	\$ 0	\$ 0	0.0

FY 2013 Reduced Resources

The agency is required to submit a reduced resources budget that achieves a 5.0 percent reduction in State General Fund expenditures. The agency submits a reduced resources budget of \$390,381, all from the State General Fund, to reduce the rate of resident

expansion into Triplett and Funston Halls. The resident population has been increasing, which necessitated an expansion into the vacant buildings. The agency states that if the reduced resources budget was implemented, the Kansas Veterans' Home would need to limit the number of residents and expand a waiting list, which currently stands at 23 prospective residents. The agency's reduced resources budget would not affect the agency's FTE positions.

The **Governor** does not recommend the agency's reduced resources for FY 2013.

Governor's Recommended Salary and Wage Adjustments

State Employee Pay Increases. The Governor's FY 2013 recommendation does not include a base salary adjustment for state employees.

Classified Employee Pay Plan. During the 2007 interim, the State Employee Compensation Oversight Commission was charged with the development of a new pay plan for classified employees for the Governor, Chief Justice of the Supreme Court and 2008 Legislature to consider. The Commission endorsed the recommendation of the Hay Group that five separate pay plans be created for state employees in the classified service, with different opportunities for pay increases to acknowledge the different types of work performed. The time frame to fully implement the recommended plan was five years. Under the plan, the classified employees were divided into three groups to first address those with the greatest salary disparity to the market rate. The 2008 Legislature appropriated \$8.5 million from the State General Fund for FY 2009, the first year of the program. The 2008 Legislature also appropriated \$8.5 million from the State General Fund for each year from FY 2010 through FY 2013 to the State Finance Council. The 2011 Legislature, however, lapsed the \$8.5 million which had been previously appropriated for both FY 2012 and FY 2013. To date, not action has been taken to implement the new pay plans or the evaluation provisions of the pay plans.

Longevity Bonus Payments. For FY 2013, the Governor recommends the continuation of the current "temporary" longevity bonus payment program. The recommendation provides for a bonus of \$50 per year of service, with a 10-year minimum (\$500) and a 25-year maximum (\$1,250). The current statutory provisions of the longevity bonus payment are \$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 2013 payments is \$12.0 million, including \$4.9 million from the State General Fund. **For this agency, longevity payments total \$94,850, including \$40,784 from the State General Fund.**

Kansas Public Employees Retirement System (KPERs) Rate Adjustments. A total of \$26.1 million, including \$22.2 million from the State General Fund, is included in the Governor's FY 2013 recommendations for KPERs adjustments. The FY 2013 rate for KPERs regular and school members will increase by 0.6 percent, from 8.77 percent to 9.37 percent, when compared to FY 2012. This increase is attributable to the annual statutory increase for financing the unfunded liability of the KPERs fund.

Voluntary Retirement Incentive Program. On August 2, 2011, a Voluntary Retirement Incentive Program was announced that provided incentives to eligible State of Kansas employees in the Executive Branch who elected to retire between August 2, 2011 and October 31, 2011. The intent was to provide incentives for employees to retire in order to generate salary and benefit savings in agency budgets. A total of 1,027 employees participated in the program. Employees were given two incentive options under the program. One was a one-time \$6,500 cash payment at the time of retirement that was not factored into final average salary for KPERs benefit calculations. This option was chosen by 214 employees. The second option, accepted by the other 813 employees, was a health insurance subsidy for up to 60 months of employee only coverage or up to 42 months for employee and dependent coverage. All coverage ceases once the former employee reaches 65 years of age. Agencies were advised they could refill only a portion of the positions vacated by the program. The refilled positions, however, were not to exceed 25.0 percent of the salaries of the vacant positions. Some exceptions were made to this limitation in order to ensure agencies continued to provide acceptable levels of service. After 651 selected positions (63.4 percent) were restored, 376.0 FTE positions (36.6 percent), and estimated savings of \$22.0 million, including \$6.6 million from the State General Fund, were deleted from agency budgets. **For this agency, 7.0 positions participated with the savings totaling \$342,160, all from the State General Fund.**

Funding Sources

Funding Source	Agency Req. Percent of Total FY 2013	Gov. Rec. Percent of Total FY 2013
State General Fund	39.3 %	38.6 %
Soldiers' Home Fee Fund	8.4	8.8
Veterans' Home Fee Fund	16.2	17.1
Soldiers' Home Federal Fund	11.8	12.5
Veterans' Home Federal Fund	17.8	18.7
All Other Funds	6.5	4.3
TOTAL	100.0 %	100.0 %

Note: Percentages may not add due to rounding.

Soldiers' Home Fee Fund and Federal Fund

The Kansas Soldiers' Home is primarily financed through the State General Fund, federal Veterans' Administration (VA) per diem payments, and fees assessed to residents. Residents' fees are deposited in the Soldiers' Home Fee Fund. Beginning in FY 2005, a separate fund was created, the Soldiers' Home Federal Fund, to receive VA per diem payments.

The VA pays per diems of up to 50.0 percent of expenses, not to exceed \$38.90 per day per resident in assisted living care, or \$94.59 per day per resident in nursing care as of October 1, 2010, the start of federal fiscal year 2011. The VA per diem rate is adjusted each year on October 1. Resident fees are assessed based on ability to pay.

The following tables show the status of the Soldiers' Home Fee Fund and the Soldiers' Home Federal Fund.

Soldiers' Home Fee Fund Analysis

Resource Estimate	Actual FY 2011	Agency Estimate FY 2012	Governor Rec. FY 2012	Agency Request FY 2013	Gov. Rec. FY 2013
Beginning Balance	\$ (11,932)	\$ (1,900)	\$ (1,900)	\$ (71,583)	\$ (71,583)
Revenue	1,607,654	1,578,755	1,578,755	1,703,587	1,703,587
Transfers in	0	0	0	0	0
Total Funds Available	\$ 1,595,722	\$ 1,576,855	\$ 1,576,855	\$ 1,632,004	\$ 1,632,004
Less: Expenditures	1,595,602	1,648,438	1,648,438	1,703,587	1,703,587
Transfers Out	2,020	0	0	0	0
Off Budget Expenditures	0	0	0	0	0
Ending Balance	\$ (1,900)	\$ (71,583)	\$ (71,583)	\$ (71,583)	\$ (71,583)
Ending Balance as Percent of Expenditures	(0.1%)	(4.3%)	(4.3%)	(4.2%)	(4.2%)

Staff Note: Negative ending balances are the result of technical errors in the budgeting system.

Soldiers' Home Federal Fund Analysis

Resource Estimate	Actual FY 2011	Agency Estimate FY 2012	Governor Rec. FY 2012	Agency Request FY 2013	Gov. Rec. FY 2013
Beginning Balance	\$ 9,260	\$ 83,370	\$ 83,370	\$ (1,954)	\$ (1,954)
Revenue	2,431,561	2,342,582	2,342,582	2,411,179	2,411,179
Transfers in	0	0	0	0	0
Total Funds Available	\$ 2,440,821	\$ 2,425,952	\$ 2,425,952	\$ 2,409,225	\$ 2,409,225
Less: Expenditures	2,357,451	2,427,906	2,427,906	2,411,178	2,411,178
Transfers Out	0	0	0	0	0
Off Budget Expenditures	0	0	0	0	0
Ending Balance	\$ 83,370	\$ (1,954)	\$ (1,954)	\$ (1,953)	\$ (1,953)
Ending Balance as Percent of Expenditures	3.5%	(0.1%)	(0.1%)	(0.1%)	(0.1%)

Staff Note: Negative ending balances are the result of technical errors in the budgeting system.

Veterans' Home Fee Fund and Federal Fund

The Kansas Veterans' Home is primarily financed through the State General Fund, federal VA per diem payments, and fees assessed to residents. Residents' fees are deposited in the Veterans' Home Fee Fund. A separate fund, the Veterans' Home Federal Fund, was created to receive the VA per diem payments.

The VA pays per diems of up to 50.0 percent of expenses, not to exceed \$38.90 per day per resident in assisted living care, or \$94.59 per day per resident in nursing care as of October 1, 2010, the start of federal fiscal year 2011. The VA per diem rate is adjusted each year on October 1. Resident fees are assessed based on ability to pay.

The following tables show the status of the Veterans' Home Fee Fund and the Veterans' Home Federal Fund.

Veterans' Home Fee Fund Analysis

Resource Estimate	Actual FY 2011	Agency Estimate FY 2012	Governor Rec. FY 2012	Agency Request FY 2013	Gov. Rec. FY 2013
Beginning Balance	\$ 0	\$ (844)	\$ (844)	\$ (844)	\$ 132,768
Revenue	2,951,394	3,129,622	3,129,622	3,300,000	3,300,000
Transfers in	0	0	0	0	0
Total Funds Available	\$ 2,951,394	\$ 3,128,778	\$ 3,128,778	\$ 3,299,156	\$ 3,432,768
Less: Expenditures	2,946,942	3,129,622	2,996,010	3,300,000	3,300,000
Transfers Out	5,296	0	0	0	0
Off Budget Expenditures	0	0	0	0	0
Ending Balance	\$ (844)	\$ (844)	\$ 132,768	\$ (844)	\$ 132,768
Ending Balance as Percent of Expenditures	(0.0%)	(0.0%)	4.4%	(0.0%)	4.0%

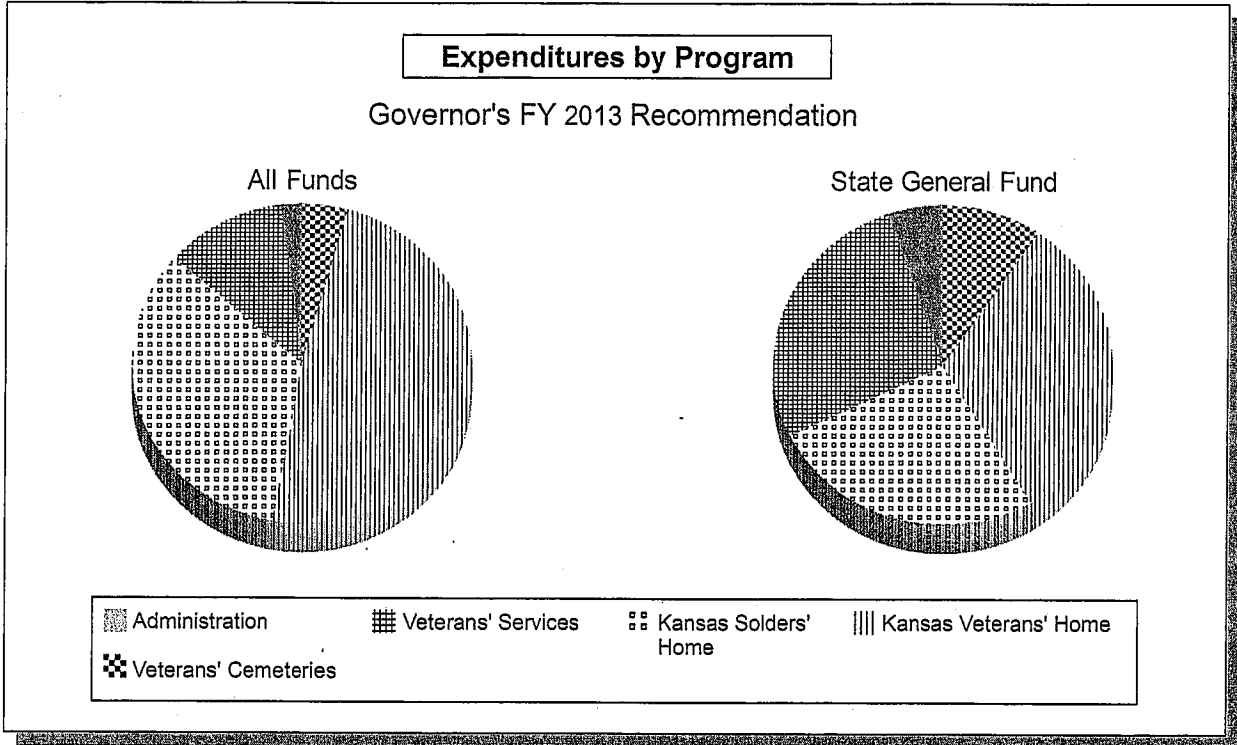
Staff Note: Negative ending balances are the result of technical errors in the budgeting system.

Veterans' Home Federal Fund Analysis

Resource Estimate	Actual FY 2011	Agency Estimate FY 2012	Governor Rec. FY 2012	Agency Request FY 2013	Gov. Rec. FY 2013
Beginning Balance	\$ (52,364)	\$ 91,608	\$ 91,608	\$ (16)	\$ 559,875
Revenue	3,083,361	3,213,128	3,213,128	3,615,424	3,615,424
Transfers in	0	0	0	0	0
Total Funds Available	\$ 3,030,997	\$ 3,304,736	\$ 3,304,736	\$ 3,615,408	\$ 4,175,299
Less: Expenditures	2,939,389	3,304,752	2,744,861	3,615,424	3,615,424
Transfers Out	0	0	0	0	0
Off Budget Expenditures	0	0	0	0	0
Ending Balance	\$ 91,608	\$ (16)	\$ 559,875	\$ (16)	\$ 559,875
Ending Balance as Percent of Expenditures	3.1%	(0.0%)	20.4%	(0.0%)	15.5%

Staff Note: Negative ending balances are the result of technical errors in the budgeting system.

PROGRAM DETAIL



Program	Gov. Rec. All Funds FY 2013	Percent of Total	Gov. Rec. SGF FY 2013	Percent of Total
Administration	\$ 398,590	2.1 %	\$ 398,590	5.3 %
Veterans' Services	2,222,321	11.5	2,009,417	26.9
Kansas Soldiers' Home	6,527,837	33.8	1,974,592	26.4
Kansas Veterans' Home	9,344,129	48.4	2,381,205	31.9
Veterans' Cemeteries	827,171	4.3	701,648	9.4
TOTAL	\$ 19,320,048	100.0 %	\$ 7,465,452	100.0 %

FTE POSITIONS BY PROGRAM – FY 2011- FY 2013					
Program	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Administration	5.0	5.9	5.9	5.9	5.9
Veterans' Services	24.0	28.0	28.0	28.0	23.0
Kansas Soldiers' Home	111.0	109.0	109.0	109.0	109.0
Kansas Veterans' Home	164.0	204.3	180.3	204.3	180.3
Veterans' Cemeteries	15.0	16.8	16.8	16.8	14.8
TOTAL	319.0	364.0	340.0	364.0	333.0

A. Administration

The Administration program provides central management and staff support from the main office located in Topeka for all other programs within KCVA. The Administration program contains the agency's fiscal services, human resources, and information technology functions. The program was split off from the Veterans' Services program for budgetary reasons beginning in FY 2006. It also contains funding, where relevant, for the Persian Gulf War Veterans' Health Initiative Board.

ADMINISTRATION SUMMARY OF EXPENDITURES FY 2011-FY 2013					
Item	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Expenditures:					
Salaries and Wages	\$ 366,636	\$ 391,211	\$ 391,211	\$ 397,075	\$ 316,207
Contractual Services	72,539	70,245	70,245	70,310	70,310
Commodities	13,217	10,366	10,366	10,366	10,366
Capital Outlay	1,707	1,707	1,707	1,707	1,707
Subtotal - Operations	\$ 454,099	\$ 473,529	\$ 473,529	\$ 479,458	\$ 398,590
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
TOTAL	\$ 454,099	\$ 473,529	\$ 473,529	\$ 479,458	\$ 398,590
Financing:					
State General Fund	\$ 454,099	\$ 473,529	\$ 473,529	\$ 479,458	\$ 398,590
All Other Funds	0	0	0	0	0
TOTAL	\$ 454,099	\$ 473,529	\$ 473,529	\$ 479,458	\$ 398,590
FTE Positions	5.0	5.9	5.9	5.9	5.9
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	5.0	5.9	5.9	5.9	5.9

The **agency** requests FY 2013 operating expenditures of \$479,458, all from the State General Fund. The request is a State General Fund increase of \$5,929, or 1.3 percent, above the agency's revised FY 2012 estimate, and is for salaries and wages.

The agency's request includes 5.9 FTE positions.

Major expenditures include:

- **Salaries and Wages.** The agency requests \$397,075, all from the State General Fund, for salaries and wages for FY 2013. The request is an increase of \$5,864, or 1.5 percent, above the agency's FY 2012 revised estimate. The increase is for salaries and wages, and is attributable to the expansion of the part-time administrative specialist position to a full-time, 1.0 FTE position.
- **Contractual Services.** The agency requests FY 2013 expenditures of \$70,310, all from the State General Fund, for contractual services. The request is a decrease of \$65, or less than 0.1 percent, below the agency's FY 2012 revised estimate.
- **Commodities.** The agency requests FY 2013 expenditures of \$10,366, all from the State General Fund, for commodities. The request is the same as the agency's FY 2012 revised estimate, and includes processing supplies and office supplies for printers and fax machines.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$1,707, all from the State General Fund, for capital outlay. The request is the same as the agency's FY 2012 revised estimate, and includes the replacement of an agency computer, which is more than four years old.

The **Governor** recommends FY 2013 operating expenditures of \$398,590, all from the State General Fund, for the agency's Administration program. The recommendation is a decrease of \$74,939, or 15.8 percent, below the Governor's FY 2012 recommendation, and a decrease of \$80,868, or 16.9 percent, below the agency's FY 2013 request. The decrease from the agency's request is attributable to a decrease of the same amount in salaries and wages, due to savings from the state's Voluntary Retirement Incentive Program. The Governor's recommendation includes 5.9 FTE positions, the same as FY 2012.

B. Veterans' Services

The purpose of the Veterans' Services program is to provide and administer a system by which the eligible residents of Kansas can obtain assistance and advice in procuring benefits from the state and federal governments in the area of veterans' or survivors' benefits. Services are provided through 15 field offices located throughout the state and six offices located in the federal Department of Veterans' Affairs (VA) Medical Centers in Topeka, Leavenworth, and Wichita.

Additional services are provided through service grants to Veterans' Service Organizations (VSOs). Where services through VSOs are not available, the KCVA Veterans' Service Representatives (VSRs) provide services. Quality control measures are performed at the Wichita VA Medical Center. Services provided by the program include assistance with

obtaining services in the areas of education, health, vocational guidance, and economic security. KCVVA is the State Approving Agency (SAA) for the federal GI Bill Education program.

VETERANS' SERVICES					
SUMMARY OF EXPENDITURES FY 2011-FY 2013					
Item	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Expenditures:					
Salaries and Wages	\$ 1,176,588	\$ 1,434,440	\$ 1,434,440	\$ 1,489,827	\$ 1,489,827
Contractual Services	681,266	738,353	705,621	782,480	673,594
Commodities	158,615	66,858	66,858	44,691	44,691
Capital Outlay	192,776	16,947	16,947	14,209	14,209
Subtotal - Operations	<u>\$ 2,209,245</u>	<u>\$ 2,256,598</u>	<u>\$ 2,223,866</u>	<u>\$ 2,331,207</u>	<u>\$ 2,222,321</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
TOTAL	<u><u>\$ 2,209,245</u></u>	<u><u>\$ 2,256,598</u></u>	<u><u>\$ 2,223,866</u></u>	<u><u>\$ 2,331,207</u></u>	<u><u>\$ 2,222,321</u></u>
Financing:					
State General Fund	\$ 2,049,551	\$ 2,045,819	\$ 2,013,087	\$ 2,118,303	\$ 2,009,417
All Other Funds	159,694	210,779	210,779	212,904	212,904
TOTAL	<u><u>\$ 2,209,245</u></u>	<u><u>\$ 2,256,598</u></u>	<u><u>\$ 2,223,866</u></u>	<u><u>\$ 2,331,207</u></u>	<u><u>\$ 2,222,321</u></u>
FTE Positions	24.0	28.0	28.0	28.0	23.0
Non-FTE Uncl. Perm. Pos.	2.0	2.0	2.0	2.0	2.0
TOTAL	<u><u>26.0</u></u>	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>25.0</u></u>

FY 2012 – Current Year. The agency estimates revised FY 2012 operating expenditures of \$2,256,598, including \$2,045,819 from the State General Fund, for the Veterans' Services program. The agency's revised estimate is an all funds increase of \$47,353, or 2.1 percent, above FY 2011 actual expenditures, and a State General Fund decrease of \$3,732, or 0.2 percent, below FY 2011 actual expenditures. The increase in all funds is primarily attributable to salaries and wages expenditures, resulting from the agency's opening of a new office in Kansas City in FY 2012, and a supplemental request for the Veterans' Claims Assistance Program. The decrease in State General Funds is due to decreases of \$175,829 in capital outlay, and \$86,372 in commodities, which were partially offset by increases in salaries and wages and contractual services

The agency's revised estimate includes a supplemental request of \$32,732, all from the State General Fund, Veterans' Claims Assistance Program (VCAP) Service Grant program, for veterans' service organizations that participate in the program. The Veterans' Claims Assistance Program implements and administers annual service grants to eligible veterans service organizations pursuant to grant agreements entered into with the Kansas Commission on Veterans' Affairs. Grants are provided to veteran service organizations to hire service officers through the Veterans' Claims Assistance Program, and provide support to the state's three VA medical centers. State General Funds are appropriated each year for this program, and 100.0 percent of the funds must be allocated to the participating veterans service organizations. Grants are awarded annually through grant agreements entered into with the agency, which solicits participation from all eligible veterans' service organizations that have a presence in a VA hospital in Kansas. Two organizations, the American Legion and the Veterans of Foreign Wars, elected to participate in FY 2012 and FY 2013. The agency's supplemental request would raise VCAP grants awarded in FY 2012 to \$500,000, the same amount awarded

by the agency in FY 2011. **Absent the supplemental request**, the agency's revised FY 2012 estimate is \$2,223,866, including \$2,013,087 from the State General Fund, an all funds increase of \$14,621 or 0.7 percent above the agency's FY 2011 actual expenditures, and a State General Fund decrease of \$36,464, or 1.8 percent, below the agency's FY 2011 actual expenditures.

The agency's FY 2012 revised estimate includes 28.0 FTE positions, an increase of 4.0 FTE positions, due to the opening of the Kansas City office.

The **Governor** recommends FY 2012 operating expenditures of \$2,223,866, including \$2,013,087 from the State General Fund. The recommendation is an all funds decrease of \$32,732, or 1.5 percent, below the agency's FY 2012 revised estimate, and a State General Fund decrease of the same amount. The decrease from the agency's request is attributable to the Governor not recommending the agency's supplemental request for \$32,732, all from the State General Fund, for the Veterans' Claims Assistance Program. The Governor's recommendation includes 28.0 FTE positions, the same as the approved.

FY 2013 – Budget Year. The **agency** requests FY 2013 operating expenditures of \$2,331,207, including \$2,118,303 from the State General Fund. The agency's request is an all funds increase of \$74,609, or 3.3 percent, and a State General Fund increase of \$72,484, or 3.5 percent, above the agency's FY 2012 revised estimate. The increase is primarily attributable to salaries and wages expenditures, resulting from the agency's anticipated filling of a vacant 1.0 FTE administrative position for FY 2013, and an increase of \$44,127 for contractual services related to the Veterans' Claims Assistance Program.

The agency's FY 2013 request includes an enhancement request of \$108,886, all from the State General Fund, for the Veterans' Claims Assistance Program (VCAP) Service Grant program for veterans service organizations that participate in the program. The agency's request is for increases in contractual services related to increases in staffing costs, and increases in health care for hospital staff. The agency's enhancement request would raise VCAP grants awarded in FY 2013 to \$576,154, an increase of \$76,154 above the agency's FY 2012 revised estimate. **Absent the enhancement request**, the agency's FY 2013 request is \$2,222,321, including \$2,009,417 from the State General Fund, an all funds decrease of \$34,277 or 1.5 percent, and a State General Fund decrease of \$36,402, or 1.8 percent, below the agency's FY 2012 revised estimate.

The agency's FY 2013 revised request includes 28.0 FTE positions, the same as the FY 2012 revised estimate.

Major expenditures include:

- **Salaries and Wages.** The agency requests FY 2013 expenditures of \$1,489,827 for salaries and wages, including \$1,356,356 from the State General Fund. The request is an all funds increase of \$55,387, or 3.9 percent, and a State General Fund increase of \$53,262, or 4.1 percent, above the agency's FY 2012 revised estimate. The increase is mainly attributable to the agency's anticipated filling of a vacant 1.0 FTE administrative position for FY 2013.
- **Contractual Services.** The agency requests FY 2013 expenditures of \$782,480 for contractual services, including \$703,047 from the State General Fund. The request is an all funds increase of \$44,127, or 6.0 percent, and a State General Fund increase of \$44,127, or 6.7 percent, above the agency's revised FY 2012 revised estimate. The increase is attributable to the agency's enhancement

request of \$108,886, for health and staffing costs associated with the Veterans' Claims Assistance Program. **Absent the enhancement request**, the agency's request is a decrease of \$64,759, or 8.8 percent, below the agency's FY 2012 revised estimate.

- **Commodities.** The agency requests FY 2013 expenditures of \$44,691, all from the State General Fund, a decrease of \$22,167, or 33.2 percent, below the agency's FY 2012 revised estimate. The decrease is attributable to a reduction of \$22,167 in gasoline expenditures, which is due to cost savings in the agency's Enhanced Service Delivery Program.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$14,209, all from the State General Fund. The request is a State General Fund decrease of \$2,738, or 16.2 percent, below the agency's FY 2012 revised estimate. The decrease is attributable to a reduction in the agency's office equipment request.

The **Governor** recommends FY 2013 operating expenditures of \$2,222,321, including \$2,009,417 from the State General Fund, for the Veterans' Services program. The recommendation is an all funds decrease of \$1,545, or 0.1 percent, and a State General Fund decrease of \$3,670, or 0.2 percent, below the Governor's FY 2012 recommendation. The recommendation is an all funds decrease of \$108,886, or 4.7 percent, and a State General Fund decrease of the same amount, below the agency's FY 2013 request. The decrease is attributable to the Governor not recommending the agency's enhancement request for \$108,886, all from the State General Fund, for the Veterans' Claims Assistance Program. The Governor's recommendation includes 23.0 FTE positions, a decrease of 5.0 FTE positions, below the FY 2012 recommendation, for savings related to the state's Voluntary Retirement Incentive Program.

C. Kansas Soldiers' Home

The mission of the Kansas Soldiers' Home (Kansas Soldiers' Home) in Fort Dodge is to provide quality, long-term health care and enhance the overall well-being of honorably discharged veterans and their dependents in an environment that supports the individuals' biological, sociological, and psychological needs.

Kansas Soldiers' Home offers different levels of care including residential cottages, assisted living, and nursing home care. Cottage residency is open to any eligible veteran and his or her spouse; it provides independent living with assistance from social and health services staff available. Domiciliary care, or assisted living, provides residents with support services such as meal preparation and medication monitoring. Nursing home care is also available for residents who are not capable of supporting and caring for themselves.

**KANSAS SOLDIERS' HOME
SUMMARY OF EXPENDITURES FY 2011-FY 2013**

Item	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Expenditures:					
Salaries and Wages	\$ 4,893,291	\$ 5,476,789	\$ 5,476,789	\$ 5,594,770	\$ 5,470,281
Contractual Services	1,344,217	361,242	321,242	362,607	322,607
Commodities	496,816	718,976	521,033	689,790	689,790
Capital Outlay	0	40,159	20,159	90,159	45,159
Subtotal - Operations	<u>\$ 6,734,324</u>	<u>\$ 6,597,166</u>	<u>\$ 6,339,223</u>	<u>\$ 6,737,326</u>	<u>\$ 6,527,837</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
TOTAL	<u><u>\$ 6,734,324</u></u>	<u><u>\$ 6,597,166</u></u>	<u><u>\$ 6,339,223</u></u>	<u><u>\$ 6,737,326</u></u>	<u><u>\$ 6,527,837</u></u>
Financing:					
State General Fund	\$ 2,237,199	\$ 2,100,654	\$ 2,040,654	\$ 2,184,081	\$ 1,974,592
All Other Funds	4,497,125	4,496,512	4,298,569	4,553,245	4,553,245
TOTAL	<u><u>\$ 6,734,324</u></u>	<u><u>\$ 6,597,166</u></u>	<u><u>\$ 6,339,223</u></u>	<u><u>\$ 6,737,326</u></u>	<u><u>\$ 6,527,837</u></u>
FTE Positions	111.0	109.0	109.0	109.0	109.0
Non-FTE Uncl. Perm. Pos.	3.0	3.0	3.0	3.0	3.0
TOTAL	<u><u>114.0</u></u>	<u><u>112.0</u></u>	<u><u>112.0</u></u>	<u><u>112.0</u></u>	<u><u>112.0</u></u>

FY 2012 - Current Year. The agency estimates revised FY 2012 operating expenditures of \$6,597,166, including \$2,100,654 from the State General Fund. The agency's revised estimate is an all funds decrease of \$137,158, or 2.0 percent, and a State General Fund decrease of \$136,545, or 6.1 percent, below the agency's FY 2011 actual expenditures. The decrease is primarily attributable to a decrease of \$982,975, or 73.1 percent, in contractual services, due to a shift in budgeting to non-reportable Medicaid expenditures. The decrease in contractual services is partially offset by an increase of \$583,498, or 11.9 percent, for salaries and wages, including market adjustments and workers compensation contribution increases, an increase of \$222,160, or 44.7 percent, for commodities, including pharmaceutical supplies, and \$40,159 for capital outlay, including computer hardware and telecommunications.

The agency's revised estimate includes three supplemental requests in FY 2012:

- **Kansas Soldiers' Home Vehicle Purchase.** The agency's FY 2012 revised estimate includes a supplemental request for \$20,000, all from the State General Fund, to replace a vehicle for the Kansas Soldiers' Home. The agency states that the vehicle has more than 200,000 miles, and is in regular need of repair.
- **Contract for Laundry Services for the Kansas Soldiers' Home.** The agency requests \$40,000, all from the State General Fund, for laundry services at the Kansas Soldiers' Home. Previously, the facility received laundry cleaning and transportation services from the Larned State Hospital. The agency states that budget cuts and reductions in staff at the Larned State Hospital caused the hospital to cease providing laundry services to the Kansas Soldiers' Home. The agency's request is for expenditures to contract with a local laundry service vendor.

- **Kansas Soldiers' Home (partially non-reportable).** The agency requests reportable expenditures of \$197,943, including \$175,377 from the Kansas Soldiers' Home Federal Fund, and \$22,566 from the Soldiers' Home Medicare Fund, for commodities. The request is for food for an increased population. The agency's request also includes \$425,649 for non-reportable Medicaid expenditures for contractual services related to the facility's request for population expansion.

Absent the supplemental requests, the agency's FY 2012 revised estimate for reportable expenditures is \$6,339,223, which includes \$2,040,654 from the State General Fund. It is an all funds decrease of \$395,101, or 5.9 percent, and a State General Fund decrease of \$196,545, or 8.8 percent, below FY 2011 actual expenditures. The decrease is attributable to a reduction in contractual services, resulting from the facility's certification as a Medicare and Medicaid facility. Some expenditures previously budgeted in contractual services are now non-reportable Medicaid expenditures.

The **Governor** recommends FY 2012 operating expenditures of \$6,339,223, including \$2,040,654 from the State General Fund. The recommendation is an all funds decrease of \$257,943, or 3.9 percent, and a State General Fund decrease of \$60,000, or 2.9 percent, below the agency's FY 2012 revised estimate. The recommendation also includes a decrease in non-reportable Medicaid expenditures of \$425,649 for contractual services related to the facility's request for population expansion. The decrease from the agency's request is attributable to the Governor not recommending the agency's three supplemental requests, totaling \$257,943 in reportable expenditures, including \$60,000 from the State General Fund in FY 2012. The Governor's recommendation includes 109.0 FTE positions, the same as the approved.

FY 2013 - Budget Year. The **agency** requests FY 2013 operating expenditures of \$6,737,326 including \$2,184,081 from the State General Fund. The request is an all funds increase of \$140,160, or 2.1 percent, and a State General Fund increase of \$83,427, or 4.0 percent, above the agency's FY 2012 revised estimate.

The agency's FY 2013 request includes an enhancement request for \$45,000, all from the State General Fund, to replace a resident transportation vehicle. The agency states that the vehicle has more than 200,000 miles, and is in regular need of repair. **Absent the enhancement request,** the agency's request is \$6,692,326, including \$2,139,081 from the State General Fund. This would be an all funds increase of \$95,160, or 1.4 percent, and a State General Fund increase of \$38,427 or 1.8 percent, above the agency's FY 2012 revised estimate.

Major expenditures include:

- **Salaries and Wages.** The agency requests FY 2013 expenditures of \$5,594,770, including \$2,014,081 from the State General Fund. The request is an all funds increase of \$117,981 or 2.2 percent, and a State General Fund increase of \$33,427, or 1.7 percent, above the agency's FY 2012 revised estimate. The increase is primarily attributable to market rate adjustments, an increase in workers compensation contributions, and longevity pay.
- **Contractual Services.** The agency requests FY 2013 expenditures of \$362,607, including 54,887 from the State General Fund. The request is an all funds increase of \$1,365, or 0.4 percent, above the agency's FY 2012 revised estimate, and no change in State General Funds.

- **Commodities.** The agency requests FY 2013 expenditures of \$689,790, including \$25,113 from the State General Fund. The request is an all funds decrease of \$29,186, or 4.1 percent, which is no change in State General Funds from the agency's FY 2012 revised estimate, and is attributable to a decrease in household supplies for the physical plant at the Kansas Soldiers' Home.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$90,159, including \$90,000 from the State General Fund. The request is an all funds increase of \$50,000, or 124.5 percent, and a State General Fund increase of \$50,000, or 125.0 percent, above the agency's FY 2012 revised estimate. The agency's request includes \$45,000 for the purchase of one agency vehicle.

Included in the agency's request is an enhancement request, totaling \$45,000, all from the State General Fund, for the purchase of an additional agency vehicle. The agency states that the vehicle to be replaced has more than 200,000 miles, and is in regular need of repair. Combined, the two vehicle requests account for the agency's entire capital outlay request for the Kansas Soldiers' Home.

The **Governor** recommends FY 2013 operating expenditures of \$6,527,837, including \$1,974,592 from the State General Fund, for the Kansas Soldiers' Home. The recommendation is an all funds increase of \$188,614, or 3.0 percent, and a State General Fund decrease of \$66,062, or 3.2 percent, from the Governor's FY 2012 recommendation. The recommendation is an all funds decrease of \$209,489, or 3.1 percent, and a State General Fund decrease of the same amount, below the agency's FY 2013 request. The decrease from the agency's request is attributable to the Governor not recommending the agency's enhancement request for \$45,000, all from the State General Fund, to replace a resident transportation vehicle, a decrease of \$124,489, all from the State General Fund, in salaries and wages, from savings from the state's Voluntary Retirement Incentive Program, and a decrease of \$40,000, all from the State General Fund, in contractual services, related to the Governor not recommending the agency's FY 2012 supplemental request for a laundry service contract, which would have continued for FY 2013 and beyond. The Governor's recommendation includes 109.0 FTE positions, the same as the FY 2012 recommendation.

D. Kansas Veterans' Home

The primary mission of the Kansas Veterans' Home (Kansas Veterans' Home) in Winfield is to provide three levels of nursing care to veterans and their eligible dependents. Kansas Veterans' Home officially opened May 1, 2000, on the grounds of the former Winfield State Hospital and Training Center.

The 80-bed domiciliary, or assisted living program, in Donlon Hall provides shelter, food, and other necessary services required by each resident, while allowing the resident to maintain a certain level of independence. The third wing of Donlon Hall was opened on July 14, 2003.

The 104-bed Bleckley Hall was opened June 12, 2000, and is equipped for 78 residents in need of skilled nursing care and 26 residents in need of care related to Alzheimer's disease. The first floor of Triplett Hall was opened on October 27, 2003.

**KANSAS VETERANS' HOME
SUMMARY OF EXPENDITURES FY 2011-FY 2013**

Item	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Expenditures:					
Salaries and Wages	\$ 6,905,073	\$ 7,507,336	\$ 7,507,336	\$ 8,027,716	\$ 7,412,067
Contractual Services	433,364	724,092	327,601	931,689	931,689
Commodities	1,288,279	924,100	539,586	924,100	924,100
Capital Outlay	29,511	76,273	76,273	76,273	76,273
Subtotal - Operations	<u>\$ 8,656,227</u>	<u>\$ 9,231,801</u>	<u>\$ 8,450,796</u>	<u>\$ 9,959,778</u>	<u>\$ 9,344,129</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	17,766	0	0	0	0
TOTAL	<u><u>\$ 8,673,993</u></u>	<u><u>\$ 9,231,801</u></u>	<u><u>\$ 8,450,796</u></u>	<u><u>\$ 9,959,778</u></u>	<u><u>\$ 9,344,129</u></u>
Financing:					
State General Fund	\$ 2,802,482	\$ 2,432,427	\$ 2,432,427	\$ 2,496,854	\$ 2,381,205
All Other Funds	5,871,511	6,799,374	6,018,369	7,462,924	6,962,924
TOTAL	<u><u>\$ 8,673,993</u></u>	<u><u>\$ 9,231,801</u></u>	<u><u>\$ 8,450,796</u></u>	<u><u>\$ 9,959,778</u></u>	<u><u>\$ 9,344,129</u></u>
FTE Positions	164.0	204.3	180.3	204.3	180.3
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u><u>164.0</u></u>	<u><u>204.3</u></u>	<u><u>180.3</u></u>	<u><u>204.3</u></u>	<u><u>180.3</u></u>

FY 2012 - Current Year. The agency estimates revised FY 2012 operating expenditures of \$9,231,801, including \$2,432,427 from the State General Fund. The agency's revised estimate is an all funds increase of \$557,808, or 6.4 percent, above the agency's FY 2011 actual expenditures, and a State General Fund decrease of \$370,055, or 13.2 percent, below the agency's FY 2011 actual expenditures.

The agency's revised estimate includes two supplemental requests totaling \$781,005 in reportable expenditures, all from special revenue funds, and \$551,928 in non-reportable Medicaid expenditures.

- **Triplett Hall Expansion (partially non-reportable).** The agency requests reportable expenditures of \$262,879, all from the Veterans' Home Medicare Fund, to increase the number of licensed beds in Triplett Hall at the Kansas Veterans' Home. Due to budget cuts in FY 2010, a reduction in licensed beds reduced the maximum possible census, which resulted in a reduced revenue generating potential from Medicare and Medicaid. The agency reduced the number of licensed beds prior to the Kansas Veterans' Home being a certified Medicare and Medicaid facility. The Kansas Veterans' Home reports a consistent occupancy rate exceeding 95.0 percent, and the agency's request will increase the total occupancy in Triplett Hall by 40 beds. The agency projects that the increased capacity will increase revenue by expanding services of Alzheimer/Special Care, Medicare, and Medicaid. The agency's plan is to relocate one of the four long-term care units in Bleckley Hall to Triplett Hall, and convert the vacated unit into an Alzheimer/Special Care unit with a capacity of 20 beds. The agency estimates that expenditures associated with the expansion will be covered by projected increases in revenue from Medicaid and Medicare, and an increase in the total population served. The agency's request also

includes non-reportable expenditures of \$538,280, all from the Veterans' Home Medicaid Fund.

- **Increase Resident Population (partially non-reportable).** The agency requests reportable expenditures of \$518,126, including \$384,514 from the Veterans' Home Federal Fund, and \$133,612 from the Veterans' Home Fee Fund, for food and contractual services to support an increased resident population. The agency's request also includes non-reportable Medicaid expenditures of \$13,648, for contractual services related to the facility's request for an increased population.

Absent the supplemental request, the agency's FY 2012 revised estimate is \$8,450,796, including \$2,432,427 from the State General Fund. The revised estimate is an all funds decrease of \$223,197, or 2.6 percent, below FY 2011 actual expenditures, and a State General Fund decrease of \$370,055, or 13.2 percent, below FY 2011 actual expenditures. The decrease is attributable to decreases of \$105,763 in contractual services, \$748,693 in commodities, and \$17,766 in other assistance, which was partially offset by increases of \$602,263 in salaries and wages and \$46,762 in capital outlay. The changes are the result of an increase in the average daily census in FY 2012, with Medicare and Medicaid funding portions of the expenditures related to the increased population.

The **Governor** recommends FY 2012 operating expenditures of \$8,450,796, including \$2,432,427 from the State General Fund. The recommendation is an all funds decrease of \$781,005, or 8.5 percent, and no change in State General Funds, from the agency's FY 2012 revised estimate. The recommended decrease from the agency's request is attributable to the Governor not recommending the agency's two supplemental requests, totaling \$781,005 in reportable expenditures from all funds in FY 2012. By not recommending the agency's supplemental request, the Governor's recommendation results in a decrease of \$551,928 in non-reportable Medicaid funds. The Governor's recommendation includes 180.3 FTE positions for FY 2012, a decrease of 20.0 FTE positions below the agency's FY 2012 revised estimate, which is due to the Governor not recommending the agency's supplemental requests.

FY 2013 - Budget Year. The **agency** requests FY 2013 operating expenditures of \$9,959,778, including \$2,496,854 from the State General Fund. The request is an all funds increase of \$727,977, or 7.9 percent, and a State General Fund increase of \$64,427, or 2.6 percent, above the agency's FY 2012 revised estimate. The agency's request includes 204.3 FTE positions, the same as in the FY 2012 revised estimate.

The agency's request includes an enhancement request of \$1,099,634, including reportable expenditures of \$500,000 from the Veterans' Home Medicare Fund, and \$599,634 from the non-reportable Veterans' Home Medicaid Fund, to increase the number of licensed beds in Triplett Hall at the Kansas Veterans' Home. Due to budget cuts in FY 2010, a reduction in licensed beds reduced the maximum possible census, which resulted in a reduced revenue generating potential from Medicare and Medicaid. The agency reduced the number of licensed beds prior to the Kansas Veterans' Home being a certified Medicare and Medicaid facility. The Kansas Veterans' Home reports a consistent occupancy rate exceeding 95.0 percent, and the agency's request will increase the total occupancy in Triplett Hall by 40 beds. The agency projects that the increased capacity will increase revenue by expanding services of Alzheimer/Special Care, Medicare, and Medicaid. The agency's plan is to relocate one of the four long-term care units in Bleckley Hall to Triplett Hall, and convert the vacated unit into an Alzheimer/Special Care unit with a capacity of 20 beds. The agency estimates that expenditures associated with the expansion will be covered by projected increases in revenue from Medicaid and Medicare, and an increase in the total population served.

Absent the enhancement request, the agency's FY 2013 request is \$9,459,778 in reportable expenditures, including \$2,496,854 from the State General Fund. The request is an all funds increase of \$227,977, or 2.5 percent, and a State General Fund increase of \$64,427, or 2.6 percent, above the agency's FY 2012 revised estimate.

Major expenditures include:

- **Salaries and Wages.** The agency requests FY 2013 expenditures of \$8,027,716, including \$2,496,854 from the State General Fund, for salaries and wages. The request is an all funds increase of \$520,380, or 6.9 percent, and a State General Fund increase of \$40,652, or 1.7 percent, above the agency's FY 2012 revised estimate. The request is for program staff in the Administration program, the Resident Service Domiciliary, Long-Term Care, and Maintenance/Dietary/Housekeeping, and includes 204.3 FTE positions, which includes 15.9 FTE positions funded through non-reportable Medicaid expenditures.
- **Contractual Services.** The agency requests FY 2013 expenditures of \$931,689, including \$757,142 from the Kansas Veterans' Home Federal Fund, \$127,047 from the Kansas Veterans' Home Fee Fund, and \$47,500 from Medicare. The request is an all funds increase of \$207,597, or 28.7 percent, above the agency's FY 2012 revised estimate. The request is for a contract with the Wichita Department of Veterans' Affairs Regional Medical Center for pharmacy services, the veterans' home medical director, lab fees, electronic communication services, and repairs, and the increase is attributable to a projected increase in residents.
- **Commodities.** The agency requests FY 2013 expenditures of \$924,100, including \$896,680 from the Veterans' Home Fee Fund, and \$27,420 from the Veterans' Home Federal Fund. The request is the same as the agency's FY 2012 revised estimate. Expenditures included in the agency's request are primarily for food, which is provided through the agency's contract with ARAMARK.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$76,273, all from the Veterans' Home Fee Fund, for capital outlay in the Nursing Home subprogram. The request is the same as the agency's FY 2012 revised estimate, and is for office technology and a passenger car.

The **Governor** recommends FY 2013 operating expenditures of \$9,344,129, including \$2,381,205 from the State General Fund, for the Kansas Veterans' Home. The recommendation is an all funds increase of \$893,333, or 10.6 percent, and a State General Fund decrease of \$51,222, or 2.1 percent, from the Governor's FY 2012 recommendation. The recommendation is an all funds decrease of \$615,649 or 6.2 percent, and a State General Fund decrease of \$115,649, or 4.6 percent, below the agency's FY 2013 request. The decrease from the agency's request is attributable to the Governor not recommending the agency's enhancement request for \$500,000 in reportable expenditures, all from the Veterans' Home Medicare Fund, to increase the number of licensed beds in Triplett Hall, and a decrease of \$115,649, all from the State General Fund, in salaries and wages, for savings from the state's Voluntary Retirement Incentive Program. By not recommending the agency's enhancement request, the Governor's recommendation results in a decrease of \$499,634 in non-reportable expenditures from the Veterans' Home Medicaid Fund. The

Governor's recommendation includes 180.3 FTE positions, the same as the FY 2012 recommendation.

E. Veterans' Cemeteries

The Veterans' Cemeteries program provides veterans and their eligible dependents with a burial site and fitting memorial to honor their service to the United States. The program was designed to establish, manage, and operate four state veterans' cemeteries. Cemetery construction was 100.0 percent funded through a grant from the federal Department of Veterans' Affairs (VA), with ongoing cemetery operations largely funded by the state, with minimal federal funding. During FY 2006, the cemeteries at Fort Dodge, WaKeeney, and Winfield became fully operational. The cemetery at Fort Riley opened in FY 2009.

VETERANS' CEMETERIES SUMMARY OF EXPENDITURES FY 2011-FY 2013					
Item	Actual FY 2011	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Expenditures:					
Salaries and Wages	\$ 625,461	\$ 696,961	\$ 696,961	\$ 709,462	\$ 688,308
Contractual Services	62,703	63,934	42,530	63,934	63,934
Commodities	66,138	54,929	54,929	54,929	54,929
Capital Outlay	33,135	10,020	10,020	20,000	20,000
Subtotal - Operations	<u>\$ 787,437</u>	<u>\$ 825,844</u>	<u>\$ 804,440</u>	<u>\$ 848,325</u>	<u>\$ 827,171</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
TOTAL	<u><u>\$ 787,437</u></u>	<u><u>\$ 825,844</u></u>	<u><u>\$ 804,440</u></u>	<u><u>\$ 848,325</u></u>	<u><u>\$ 827,171</u></u>
Financing:					
State General Fund	\$ 757,943	\$ 723,302	\$ 723,302	\$ 722,802	\$ 701,648
All Other Funds	29,494	102,542	81,138	125,523	125,523
TOTAL	<u><u>\$ 787,437</u></u>	<u><u>\$ 825,844</u></u>	<u><u>\$ 804,440</u></u>	<u><u>\$ 848,325</u></u>	<u><u>\$ 827,171</u></u>
FTE Positions	15.0	16.8	16.8	16.8	14.8
Non-FTE Uncl. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u><u>15.0</u></u>	<u><u>16.8</u></u>	<u><u>16.8</u></u>	<u><u>16.8</u></u>	<u><u>14.8</u></u>

FY 2012 - Current Year. The agency estimates revised FY 2012 operating expenditures of \$825,844, including \$723,302 from the State General Fund. The agency's revised estimate is an all funds increase of \$38,407, or 4.9 percent, above the agency's FY 2011 actual expenditures, and a State General Fund decrease of \$34,641, or 5.5 percent, below the agency's FY 2011 actual expenditures.

The agency's revised estimate includes a supplemental request for \$21,404, all from the VA Burial Reimbursement Federal Fund, for operations. The agency's request is for the limit on the VA plot allowance to be raised to \$101,942, from the current \$80,538.

The agency's FY 2012 revised estimate includes 16.8 FTE positions, an increase of 1.8 FTE positions from FY 2011 actual positions.

The **Governor** recommends FY 2012 operating expenditures of \$804,440, including \$723,302 from the State General Fund. The recommendation is an all funds decrease of \$21,404, or 2.6 percent, and no change in State General Funds, from the agency's FY 2012 revised estimate. The recommended decrease from the agency's request is attributable to the Governor not recommending the agency's FY 2012 supplemental request for \$21,404, all from the VA Burial Reimbursement Federal Fund, for the VA plot allowance. The Governor's recommendation includes 16.8 FTE positions in FY 2012, the same as the agency's FY 2012 revised estimate.

FY 2013 - Budget Year. The **agency** requests FY 2013 operating expenditures of \$848,325, including \$722,802 from the State General Fund. The request is an all funds increase of \$22,481, or 2.7 percent, above the agency's FY 2012 revised estimate, and a State General Fund decrease of \$500, or 0.3 percent, below the agency's FY 2012 revised estimate. The agency's request includes 16.8 FTE positions, the same amount as in FY 2012.

Major expenditures include:

- **Salaries and Wages.** The agency requests FY 2013 expenditures of \$709,462, all from the State General Fund, for salaries and wages. The request is a State General Fund increase of \$12,501, or 1.8 percent, above the agency's FY 2012 revised estimate. The agency's request is for 16.8 FTE positions.
- **Contractual Services.** The agency requests FY 2013 expenditures of \$63,934, including \$13,781 from the State General Fund. The request is no change in all funds; and a State General Fund decrease of \$12,560, or 47.7 percent, below the agency's FY 2012 revised estimate. The request is for communications, travel, training, and utilities; and also includes \$1,200 for hospitality. The agency's requested reduction in State General Funds for FY 2013 is due to expanded eligibility criteria for a \$300 burial plot allowance to all veterans buried in state veterans' cemeteries. The federal plot allowance is paid directly to a state if a veteran is buried without charge in a state owned cemetery that is reserved solely for veteran burials. Since the Kansas state veterans' cemetery program does not charge a burial fee, the cemetery program directly receives the federal plot allowance.
- **Commodities.** The agency requests FY 2013 expenditures of \$54,929, all from the Veterans Affairs' Burial Reimbursement Fund, for commodities, which is the same as the agency's FY 2012 revised estimate. The request is for grounds maintenance materials and equipment operations.
- **Capital Outlay.** The agency requests FY 2013 expenditures of \$20,000, all from the Veterans' Affairs Burial Reimbursement Fund, for capital outlay, an increase of \$9,980, or 99.6 percent, above the agency's FY 2012 revised estimate. The request is for the purchase of one front mount lawn mower.

The **Governor** recommends FY 2013 operating expenditures of \$827,171, including \$701,648 from the State General Fund, for the Veterans' Cemeteries program. The recommendation is an all funds increase of \$22,731, or 2.8 percent, and a State General Fund decrease of \$21,654, or 3.0 percent, from the Governor's FY 2012 recommendation. The recommendation is an all funds decrease of \$21,154, or 2.5 percent, and a State General Fund decrease of the same amount, below the agency's FY 2013 request. The decrease is attributable to the Governor's recommended savings related to the state's Voluntary Retirement

Incentive Program. The recommendation includes 14.8 FTE positions, a decrease of 2.0 FTE positions, below the Governor's FY 2012 recommendation, and 2.0 FTE positions below the agency's FY 2013 request, and is also attributable to the state's Voluntary Retirement Incentive Program.

CAPITAL IMPROVEMENTS

CAPITAL IMPROVEMENTS				
Project	Agency Est. FY 2012	Gov. Rec. FY 2012	Agency Req. FY 2013	Gov. Rec. FY 2013
Rehabilitation and Repair	\$ 848,090	\$ 848,090	\$ 1,239,784	\$ 1,239,784
Financing:				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
State Institutions Building Fund	848,090	848,090	1,239,784	1,239,784
TOTAL	<u>\$ 848,090</u>	<u>\$ 848,090</u>	<u>\$ 1,239,784</u>	<u>\$ 1,239,784</u>

FY 2012– Current Year. The **agency** requests a revised FY 2012 capital improvement budget of \$848,090, all from the State Institutions Building Fund. The request is a decrease of \$891,888, or 51.8 percent, below the agency's FY 2011 actual expenditures. The 2010 Legislature added \$833,856, all from the State Institutions Building Fund, for roof repairs at the Kansas Soldiers' Home in FY 2011, which accounts for the decrease in expenditures from FY 2011 to FY 2012. The agency's FY 2012 request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and the Kansas Veterans' Home. The request includes \$274,585 for repairs and maintenance at the Kansas Soldiers' Home, and \$573,505 for repairs and maintenance at the Kansas Veterans' Home.

The **Governor** concurs with the agency's FY 2012 revised estimate for capital improvements.

FY 2013– Budget Year. The **agency** requests FY 2013 capital improvement expenditures of \$1,239,784, all from the State Institutions Building Fund. The request is an increase of \$361,694, or 42.6 percent, above the agency's FY 2012 revised estimate. The request is for building and grounds repairs and maintenance at the Kansas Soldiers' Home and Kansas Veterans' Home. The request includes \$218,729 for repairs and maintenance at the Kansas Soldiers' Home, and \$1,021,505 for repairs and maintenance at the Kansas Veterans' Home.

The **Governor** concurs with the agency's FY 2013 request for capital improvements.

PERFORMANCE MEASURES

Measure	Gov. Rec. for FY 2011	Actual FY 2011	Gov. Rec. FY 2012	Gov. Rec. FY 2013
Administration				
Number of veterans, spouses, and dependents served	105,000	105,000	120,000	120,000
Veterans' Cemeteries				
Number of burials per year	250	264	250	275
Number of pre-certifications received per year	625	489	625	500
Kansas Soldiers' Home				
Average daily census (veteran)	110	125	110	150
Percentage of supervisors attending training	--	100.0%	100.0%	100.0%
Percentage of applications completed within 10 business days	--	90.0%	90.0%	90.0%
Kansas Veterans' Home				
Average daily census (veteran)	111	130	141	158
Average daily census (Medicaid)	--	16	20	24
Average daily census (Medicaid)	--	0	3	5