

**Bill Explanation for 2011 House Bill 2383****As Amended by House Committee on Appropriations**

House Bill No. 2383, as amended by the House Committee on Appropriations, contains FY 2011 supplemental expenditures for a number of state agencies, FY 2012 funding for state agencies, and FY 2011 and FY 2012 capital improvement expenditures. An overview of the Governor's amended budget recommendations, and the House Committee's adjustments to the Governor's amended recommendations, are reflected below.

**FY 2011 (Current Year) Adjustments**

Based on actions of the 2011 Legislature, it was estimated by the Research Department that FY 2011 expenditures from all funds would total \$13.853 billion. The *Governor's Budget Report*, as amended by the Governor's Allotment issued March 11, 2011 and the Governor's Budget Amendment No. 1, issued March 16, 2011, revises the all funds FY 2011 budget to \$14.771 billion, an increase of \$918.4 million above the earlier estimate. The increase reflects State General Fund allotment reductions totaling \$6.3 million, and Economic Development Initiatives Fund allotment reductions of \$603,908. These reductions are partially offset by increases of \$429,449, including \$150,000 from the State General Fund, included in the the Governor's Budget Amendment No. 1. Other adjustments include:

- An increase of \$374.1 million from all funding sources in the budget of the **Kansas Department of Transportation**, largely for adjustments to capital improvements projects.
- An increase of \$194.6 million from all funding sources in the budget of the **Kansas Board of Regents and the Regents institutions**, primarily reflecting additional special revenue fund expenditures.
- An increase of \$89.8 million, all from special revenue (mainly federal) funds, in the budget of the **Department of Labor**, primarily for increases to estimated unemployment benefits.
- An increase of \$76.9 million from all funding sources in the budget of the **Department on Aging**, largely for Nursing Facility Provider Assessment revenues.
- An increase of \$71.7 million from all funding sources in the budget of the **Department of Social and Rehabilitation Services and the state hospitals**, primarily reflecting additional federal funds expenditures and caseload increases.

## Governor's FY 2011 Revised Recommendation

The *Governor's Budget Report* as amended by the Governor's Allotment issued March 11, 2011 and the Governor's Budget Amendment No. 1, issued March 16, 2011, revises the FY 2011 State General Fund budget to \$5.721 billion, a decrease of \$44.3 million below the approved amount. Major adjustments to the approved State General Fund amount include:

- Lapsing \$85.9 million in State General Fund General State Aid expenditures and replacing them with **Education Jobs Fund federal** dollars, resulting in a Base State Aid Per Pupil of \$3,937 for FY 2011, which is \$75 below the amount approved by the 2010 Legislature;
- Adding \$49.3 million, all from the State General Fund, for **human services caseload** increases;
- Reductions totaling \$1.2 million, all from the State General Fund, mainly from **operating adjustments** in various agencies; and
- Adjustments to the **State General Fund transfers** increase estimated revenue to the State General Fund by \$4.7 million. The major adjustments for FY 2011 include using TANF Contingency Funds totaling \$3.4 million for Earned Income Tax Credit (EITC) payments.

## House Committee Recommendations for FY 2011

In 2011 HB 2383, the Legislature reduces the Governor's recommended expenditures by \$23.5 million from all funding sources, and decreases recommended expenditures by \$48.8 million from the State General Fund. The Committee's recommendations concur with the Governor's Budget Amendment. Other adjustments include:

- Delete \$69.2 million, all from the State General Fund, for the delay of the April 15<sup>th</sup> KPERS-School payments in FY 2011 to FY 2012, which is partially offset by a State General Fund increase of \$21.2 million for federal Special Education maintenance of effort in the **Department of Education** budget in FY 2011.
- Delete \$1.3 million, including \$964,864 from the State General Fund for a **7.5 percent pay reduction** for state officers (legislators, justices, judges, statewide elected officials, and statutory agency heads) estimated for the last six pay periods in FY 2011.

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## Overview of FY 2012 Governor's Amended Recommendation

The Governor recommends expenditures of **\$13.9 billion** from all funding sources in FY 2012, including expenditures of **\$6.1 billion** from the State General Fund:

- State General Fund expenditures **increase** by \$345.3 million, or 6.0 percent.

- Expenditures from all funding sources **decrease** by \$870.6 million, or 5.9 percent.
- The Governor's amended budget provides for a **positive ending balance** of \$16.5 million in FY 2012.
- Recommended State General Fund **expenditures exceed revenues** by \$255.6 million.
- The Governor recommends the addition of \$345.9 million from the State General Fund to replace federal economic stimulus funds (ARRA) in FY 2012.
- The Governor recommends Base State Aid Per Pupil at \$3,780 or \$157 below the FY 2011 recommendation of \$3,937.
- The Governor recommends reductions of \$16.4 million, including \$8.5 million from the State General Fund, in both FY 2012 and FY 2013 to lapse funding that had previously appropriated for Executive Branch classified state employees undermarket pay adjustments.
- The Governor recommends closing Kansas Neurological Institute starting in FY 2012 and concluding by FY 2014.
- The Governor recommends a number of revenue enhancements for FY 2012, including a transfer of \$200.0 million from the **State Highway Fund** to the State General Fund. The Governor also recommends that all state revenue from **expanded gaming** be deposited in the State General Fund, anticipated to be \$18.0 million in FY 2012.

### House Committee Recommendations for FY 2012

The House Committee actions for FY 2012 decrease the Governor's recommendation by \$7.2 million from the State General Fund and expenditures from all funding sources by \$41.3 million. In addition, the Committee's actions decrease State General Fund receipts by \$0.8 million in FY 2011 and increase receipts by \$7.2 million for FY 2012 from the Governor's amended recommendation.

#### Among the House Committee's recommendations:

- Delete \$55.9 million, including \$28.3 million from the State General Fund for FY 2012 for a variety of recommendations regarding **state employee pay**. Among the recommendations, a reduction of \$5.8 million, including \$4.2 million from the State General Fund, to continue a 7.5 percent pay reduction for state officers imposed in FY 2011 and FY 2012; a reduction of \$5.3 million, all from the State General Fund, to require all agencies to self-fund state employee longevity payments; and a decrease of \$44.8 million, including \$18.8 million from the State General Fund for a 7.5 percent state employee pay reduction on a sliding scale.
- Add a total of \$57.3 million, all from the State General Fund, for FY 2012, in the **Department of Education** to reflect: the addition of \$69.2 million for the April 15, 2011 KPERs-School payment which was delayed until FY 2012; the addition of \$52,287, all

from the State General Fund for school food assistance; and a reduction, which partially offsets the other recommended increases, of \$11.9 million, all from the State General Fund, from General State Aid for FY 2012. The reduction would equate to an \$18 reduction in the Base State Aid Per Pupil below the Governor's recommended \$3,780 BSAPP. The Committee's recommended FY 2012 Base State Aid Per Pupil is \$3,762.

- Delete \$23.2 million, including \$8.6 million from the State General Fund, for a 10.0 percent reduction to **information technology expenditures** for FY 2012.
- Delete \$5.3 million, all from the State General Fund, for a prohibition on State General Fund expenditures for **membership and subscription dues** for FY 2012.
- Delete \$2.0 million, including \$416,111 from the State General Fund, for reducing **cell phone contracts** by 50.0 percent for FY 2012.
- Delete \$6.0 million, all from the State General Fund, in the **Judicial Branch** budget to hold the agency's FY 2012 budget to the FY 2011 approved amount.
- Delete \$588,839, all from the State General Fund, and 3.0 FTE positions in the **Judicial Branch** budget to remove expenditures for the implementation of the 14<sup>th</sup> Court of Appeals judge and staff for FY 2012.
- Add \$7.2 million, all from the State General Fund, for FY 2012 in the budget of the **Department of Social and Rehabilitation Services** to increase funding for mental health state aid distributed to Community Mental Health Centers.
- Delete \$9.9 million, all from the State General Fund, in the budget of the **Department of Social and Rehabilitation Services**, to reflect a five percent reduction to State General Fund expenditures excluding human service consensus caseload programs and the Medicaid Home and Community Based Services Waivers.
- Delete \$3.2 million, including \$2.8 million from the State General Fund, for FY 2012 in the budget of the **Department of Social and Rehabilitation Services** to maintain foster care contract rates at the FY 2011 level.
- Delete \$5.5 million, all from the State General Fund, in the Board of Regents budget to reduce the Municipal University Operating Grant (Washburn University) for FY 2012 by half, leaving \$5.5 million for the operating grant for FY 2012.
- Delete \$5.0 million, all from the Economic Development Initiatives Fund, to delete funding for the Fair Fares Affordable Airfare in the **Department of Commerce**, and transfer the savings to the State General Fund.

**COMPARISON OF FY 2011-FY 2012 RECOMMENDED EXPENDITURES  
GOVERNOR'S RECOMMENDATION\* AND HB 2382 and HB 2383 AS RECOMMENDED BY THE COMMITTEE ON  
APPROPRIATIONS**

**FY 2011:**

	<u>State General Fund</u>	<u>All Funds</u>	<u>FTE Positions</u>
Governor's Recommendation*	\$ 5,724,879,007	\$ 14,771,062,343	41,147.1
House Adjustments	(48,816,296)	(23,508,065)	0.0
<b>House Committee Recommendation</b>	<b><u>5,676,062,711</u></b>	<b><u>14,747,554,278</u></b>	<b><u>41,147.1</u></b>
<i>Difference From Governor's Recommendation</i>	<i><u>\$ (48,816,296)</u></i>	<i><u>\$ (23,508,065)</u></i>	<i><u>0.0</u></i>

**FY 2012:**

	<u>State General Fund</u>	<u>All Funds</u>	<u>FTE Positions</u>
Governor's Recommendation*	\$ 6,066,155,005	\$ 13,893,716,616	39,144.9
House Adjustments	(7,231,361)	(41,311,972)	15.0
<b>House Committee Recommendation</b>	<b><u>6,058,923,644</u></b>	<b><u>13,852,404,644</u></b>	<b><u>39,159.9</u></b>
<i>Difference From Governor's Recommendation</i>	<i><u>\$ (7,231,361)</u></i>	<i><u>\$ (41,311,972)</u></i>	<i><u>15.0</u></i>
<b>Two-Year Change from Governor's Recommendation</b>	<b><u>\$ (56,047,657)</u></b>	<b><u>\$ (64,820,037)</u></b>	

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment 1.

**STATE GENERAL FUND RECEIPTS, EXPENDITURES AND BALANCES  
AS RECOMMENDED BY HOUSE COMMITTEE  
In Millions  
(Reflects House Committee Action on all Appropriation Bills)**

	<u>Actual FY 2010</u>	<u>House Comm. Rec. FY 2011</u>	<u>House Comm. Rec. FY 2012</u>
Beginning Balance	\$ 49.6	\$ (27.1)	\$ 85.9
Receipts (November 2010 Consensus)	5,191.2	5,785.2	5,810.6
Governor's Recommended Receipt Adjustments	0.0	4.7	234.1
House Comm. Recommended Receipt Adjustments	0.0	(0.8)	7.2
Adjusted Receipts	<u>5,191.2</u>	<u>5,789.1</u>	<u>6,051.9</u>
Total Available	\$ <u>5,240.8</u>	\$ <u>5,762.0</u>	\$ <u>6,137.8</u>
Less Expenditures	5,268.0	5,676.1	6,058.9
Ending Balance*	<u>\$ (27.1)</u>	<u>\$ 85.9</u>	<u>\$ 78.9</u>
Ending Balance as a Percentage of Expenditures	-0.5%	1.5%	1.3%

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment 1.

**State General Fund Revenue Adjustments**  
**(Reflects House Committee Action on all Appropriation Bills)**

**FY 2011:**

Delete Securities Commission Transfer	\$ (800,000)
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**FY 2012:**

Fee Sweep Suspension	\$ (3,380,245)
KCC Civil Assessment Program Fines Transfer	766,499
EDIF Transfer for Fair Fares Reduction	5,000,000
Health Premium Surcharge	3,147,686
State Highway Fund Transfer	862,000
Judicial Council Transfer	778,518
<b>Total FY 2012</b>	<b><u><u>\$ 7,174,458</u></u></b>

**House 2011 Appropriations Bills, HB 2382, HB 2383**  
**(Reflects House Committee Adjustments for FY 2011, FY 2012, and FY 2013)**

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<b>FY 2011</b>				
<u>Real Estate Commission</u>				
1. Transfer \$200,000, all from the Real Estate Revolving Recovery Fund, to the Real Estate Fee Fund, in FY 2011 to allow the agency to have sufficient carry over balance to start FY 2013.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Securities Commissioner</u>				
1. Delete the Governor's recommended transfer of \$800,000, all from the Investor Education Fee Fund, to the State General Fund in FY 2011. The Investor Education Fee Fund is a no-limit fund that is financed by civil penalties received from settlements in enforcement cases.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Legislature</u>				
1. Delete language that would lapse funding initially appropriated to the Legislative Coordinating Council for FY 2010, which reappropriated to the Legislature's budget in FY 2011 (Technical amendment).	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Administration</u>				
1. Add language requiring the Secretary of Administration to prioritize the sale of 10.0 percent of state assets and report to the Governor and Legislature on those priorities by March 31, 2011.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Kansas Technology Enterprise Corp.</u>				
1. Add \$71,426, all from the Economic Development Initiatives Fund (EDIF), in FY 2011. This would restore funding for the PIPELINE Program in FY 2011. The PIPELINE program is a mentoring program for emerging entrepreneurs.	0	71,426	71,426	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$71,426</i>	<i>\$71,426</i>	<i>0.0</i>
<u>Commission on Veterans Affairs</u>				
1. Increase the expenditure limitations on the Kansas Soldiers' Home Medicaid Fund and the Kansas Soldiers' Home Medicare Fund to no limit to allow for expenditure of federal funds received in FY 2011.	0	0	0	0.0
2. Increase the expenditure limitations on the Kansas Veterans' Home Medicaid Fund and the Kansas Veterans' Home Medicare Fund to no limit to allow for expenditure of federal funds received in FY 2011.	0	0	0	0.0
3. Add language in FY 2011 to allow the Executive Director to transfer funds between State General Fund accounts and also between special revenue accounts.	0	0	0	0.0
4. Transfer \$25,000 from the Scratch Lotto-Veterans Services account to the Vietnam War Era Veterans' Recognition Award Fund in FY 2011. Require the agency, by June 30, 2011, to acquire and send all appropriate medallions and certificates to all qualifying veterans whose applications have been received by June 1, 2011.	0	0	0	0.0
5. Add language requiring the agency to expend \$20,000, all from existing resources, in FY 2011 to purchase Medicare billing software.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Dept. of Health and Environment - Health</u>				
1. Add \$100,000, all from the State General Fund, in FY 2011 for the Senator Stan Clark Pregnancy Maintenance Initiative. The 2010 Legislature directed the agency to expend \$199,113 from existing resources in FY 2011 to fund the program. The addition increases the total available for the program to \$299,113.	100,000	0	100,000	0.0
2. Add \$100,000, all from the State General Fund, in FY 2011 for the Teen Pregnancy Prevention Program. The 2010 Legislature appropriated \$199,113, all from the State General Fund, in FY 2011 for the program. The addition increases the total available for the program to \$299,113 in FY 2011.	100,000	0	100,000	0.0
<i>Agency Subtotal</i>	<i>\$200,000</i>	<i>\$0</i>	<i>\$200,000</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Department on Aging</u>				
1. Add language authorizing the Secretary of Aging, acting as the agent of the Kansas Health Policy Authority, to collect the quality care assessment under K.S.A. 2010 Supp. 75-7435, and deposit the revenue into the Nursing Facility Quality Care Fund in FY 2011.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Health Policy Authority</u>				
1. Add language to limit increased operating expenditure limitations in the State Workers Compensation Self-Insurance Fund, the Cafeteria Benefits Fund, and the Dependent Care Assistance Program Fund from being utilized for salaries and wages and limit the ability to convert contract employees to state employees in FY 2011.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Parsons State Hospital</u>				
1. Delete \$63,618, all from the State General Fund, for capital improvement debt service payments for an energy conservation program on the Parsons State Hospital and Training Center campus and replace it with State Institutions Building Fund in FY 2011.	(63,618)	63,618	0	0.0
<i>Agency Subtotal</i>	<i>(\$63,618)</i>	<i>\$63,618</i>	<i>\$0</i>	<i>0.0</i>
<u>Kansas State University</u>				
1. Add \$5.3 million, all from special revenue funds, for the construction of an animal suite at the Large Animal Research Center in FY 2011.	0	5,300,000	5,300,000	0.0
2. Add \$5.2 million, all from special revenue funds, for the construction of the Justin Hall Addition in FY 2011.	0	5,200,000	5,200,000	0.0
3. Add \$300,000, all from special revenue funds, for the first stage of a project to remove the Old Chemical Waste Landfill in FY 2011.	0	300,000	300,000	0.0
4. Add \$1.2 million, all from special revenue funds, for upgrades to West Hall in FY 2011.	0	1,200,000	1,200,000	0.0
5. Add \$2.0 million, all from special revenue funds, to construct the Southeast Research-Extension Center in Parsons, Kansas in FY 2011.	0	2,000,000	2,000,000	0.0
6. Add \$2.0 million, all from special revenue funds, for the renovation of chemical engineering lab space in Durland Hall in FY 2011.	0	2,000,000	2,000,000	0.0
7. Add \$600,000, all from special revenue funds, to remodel the Technology Assistance Center on the Salina Campus in FY 2011.	0	600,000	600,000	0.0
8. Add \$550,000, all from special revenue funds, for upgrades to the John C. Pair Center in Wichita in FY 2011.	0	550,000	550,000	0.0
9. Add language allowing the university to enter into a lease purchase agreement with the Kansas State University Foundation for a new Grain Science Center Feed Mill in FY 2011.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$17,150,000</i>	<i>\$17,150,000</i>	<i>0.0</i>
<u>University of Kansas</u>				
1. Add language transferring \$300,000 from the Water Data Repository Fund to the State Water Plan Fund and abolish the Water Data Repository Fund in FY 2011.	0	(300,000)	(300,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$300,000)</i>	<i>(\$300,000)</i>	<i>0.0</i>
<u>Department of Education</u>				
1. Add \$21.2 million, all from the State General Fund, to ensure the state meets federal Special Education maintenance of effort in FY 2011.	21,240,000	0	21,240,000	0.0
2. Add language in FY 2011 allowing the federal maintenance of effort amount for special education to be adjusted by certification of the Commissioner of Education, the Director of the Budget, and the Director of Legislative Research. If more than the \$21.2 million appropriated above is necessary, the increased amount would be transferred from the KPERs-School account.				
3. Delete \$69.2 million, all from the State General Fund, to delay the April 15th KPERs-School payment in FY 2011 to FY 2012.	(69,201,035)	0	(69,201,035)	0.0
<i>Agency Subtotal</i>	<i>(\$47,961,035)</i>	<i>\$0</i>	<i>(\$47,961,035)</i>	<i>0.0</i>



<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>School for the Blind</u>				
1. Delete \$30,509, all from the State General Fund, in FY 2011 and replace it with State Institutions Building Funds for principal payments on the Facilities Conservation Improvement Project.	(30,509)	30,509	0	0.0
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<i>Agency Subtotal</i>	<i>(\$30,509)</i>	<i>\$30,509</i>	<i>\$0</i>	<i>0.0</i>
<u>School for the Deaf</u>				
1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 3, to add \$279,449, all from the State Institutions Building Fund, in FY 2011 for architect fees associated with the renovation of the west wing of the Roth Dormitory in order to accommodate an anticipated increase in the number of students.	0	0	0	0.0
2. Delete \$63,850, all from the State General Fund, in FY 2011 and replace it with State Institutions Building Fund for principal payments on the Facilities Conservation Improvement Project.	(63,850)	63,850	0	0.0
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<i>Agency Subtotal</i>	<i>(\$63,850)</i>	<i>\$63,850</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Corrections</u>				
1. Add language to require that expenditures made from the Kansas Correctional Industries be included in the reportable budget in FY 2011.	0	8,485,417	8,485,417	0.0
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<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$8,485,417</i>	<i>\$8,485,417</i>	<i>0.0</i>
<u>Kansas Bureau of Investigation</u>				
1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 4, to add \$150,000, all from the State General Fund, to provide funding for meth lab cleanup in FY 2011.	0	0	0	0.0
2. Add language creating the Project Safe Neighborhoods Fund, with an expenditure limitation of \$114,408 in FY 2011. This will allow the agency to expend federal grant funds received for the Project Safe Neighborhoods grant. Grant funds will be used for one Special Assistant US Attorney position, with the goal to continue to prevent a backlog of indictable gang and firearms related cases across the state.	0	114,408	114,408	0.0
3. Add language creating the Social Security Administration Reimbursement - Federal Fund, with a no limit expenditure authority in FY 2011. The agency has two special agent positions that are working with the Social Security Administration, and are receiving reimbursement for their services. This will allow the agency to expend any reimbursements received in FY 2011.	0	0	0	0.0
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<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$114,408</i>	<i>\$114,408</i>	<i>0.0</i>
<u>State Conservation Commission</u>				
1. Lapse \$1,019,668, all from the State Water Plan Fund, in FY 2011 for the Conservation Reserve Enhancement Program (CREP) (Technical amendment).	0	0	0	0.0
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<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Wildlife and Parks</u>				
1. Add \$60,542, all from the State General Fund, in the Reimbursement for Annual Licenses Issued to Kansas Disabled Veterans account, to adjust the Governor's recommended lapse from \$73,240 to \$12,698 in FY 2011.	60,542	0	60,542	0.0
2. Add \$4,290, all from the State General Fund, in the Reimbursement for Annual Licenses Issued to National Guard Members account, to adjust the Governor's recommended lapse from \$11,290 to \$7,000 in FY 2011.	4,290	0	4,290	0.0
3. Add \$2,748, all from the State General Fund, in the Reimbursement for Annual Park Permits Issued to National Guard Members account, to adjust the Governor's recommended lapse from \$6,748 to \$4,000 in FY 2011.	2,748	0	2,748	0.0
4. Add language to appropriate \$473,000, including \$70,950 from the Parks Fee Fund, \$378,400 from the Wildlife Fee Fund, and \$23,650 from the Boating Fee Fund, for the Pratt Operations Office sewer line upgrade in FY 2011 (Technical amendment).	0	0	0	0.0
5. Add language to appropriate \$260,000, for FY 2012 all from the Wildlife Restoration Fund, for rehabilitation and repair for Clark State Fishing Lake dam repair in FY 2011 (Technical amendment).	0	0	0	0.0
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<i>Agency Subtotal</i>	<i>\$67,580</i>	<i>\$0</i>	<i>\$67,580</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<b><u>Title X Family Planning Funds</u></b>				
1. Add language for FY 2011 to provide that, subject to federal law, any grants of money from federal Title X moneys for family planning services be made according to the following priorities: first priority to public entities (state, county, local health departments and health clinics) and if any moneys remain, second priority to non-public entities which are hospitals or federally qualified health centers that provide comprehensive primary and preventative care in addition to family planning services.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>Other Statewide Adjustments</u></b>				
1. Add language for the remaining months in FY 2011 prohibiting State General Fund expenditures by any state agency for membership dues and subscriptions and lapse any resulting State General Fund savings.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>State Employee Pay</u></b>				
1. Delete \$1,335,861, including \$964,864 from the State General Fund, for a 7.5 percent pay reduction for state officers (legislators, justices, judges, statewide elected officials, statutory agency heads and other constitutional officers of the state) for an estimated six pay periods in FY 2011.	(964,864)	(370,997)	(1,335,861)	0.0
<i>Agency Subtotal</i>	<i>(\$964,864)</i>	<i>(\$370,997)</i>	<i>(\$1,335,861)</i>	<i>0.0</i>
<b>TOTAL</b>	<b>(\$48,816,296)</b>	<b>\$25,308,231</b>	<b>(\$23,508,065)</b>	<b>0.0</b>
<b>FY 2012</b>				
<b><u>State Bank Commissioner</u></b>				
1. Add \$196,958, all from special revenue funds, for salaries and wages for FY 2012. The increase in salaries and wages is to reduce the agency's shrinkage rate from 5.0 percent, to 2.5 percent for FY 2012	0	196,958	196,958	0.0
2. Add \$150,000, all from special revenue funds, for contractual services for FY 2012. The majority of expenditures in this category are for travel to examination locations and training for examination staff.	0	150,000	150,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$346,958</i>	<i>\$346,958</i>	<i>0.0</i>
<b><u>Board of Nursing</u></b>				
1. Add \$25,943, all from special revenue funds, to increase the expenditure limitation to the agency FY 2012 request of \$2,068,954.	0	25,943	25,943	0.0
2. Add 3.0 FTE positions for FY 2012, for a total of 24.0 FTE positions, to increase the number of FTE positions to the agency FY 2012 request. These positions are for an Education Specialist, an Assistant Attorney General, and a Senior Administrative Assistant.	0	0	0	3.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$25,943</i>	<i>\$25,943</i>	<i>3.0</i>
<b><u>Legislative Coordinating Council</u></b>				
1. Delete \$43,680, all from the State General Fund, and 1.0 FTE position to eliminate the position of Director of Computer Services for FY 2012. The Governor recommended a reduction of \$69,288 from the agency's requested budget. The net reduction of \$43,680 restores the Governor's reduction of \$69,288 (which allows the remaining positions to be fully funded) and then deletes the total salaries and benefits for the Director of Computer Services of \$112,968.	(43,680)	0	(43,680)	(1.0)
<i>Agency Subtotal</i>	<i>(\$43,680)</i>	<i>\$0</i>	<i>(\$43,680)</i>	<i>(1.0)</i>
<b><u>Legislative Research Department</u></b>				
1. Add \$220,000, all from the State General Fund, to fund the costs associated with redistricting, excluding additional computer equipment for FY 2012.	220,000	0	220,000	0.0
<i>Agency Subtotal</i>	<i>\$220,000</i>	<i>\$0</i>	<i>\$220,000</i>	<i>0.0</i>
<b><u>Revisor of Statutes</u></b>				
1. Add \$100,000, all from the State General Fund, to staff the agency in order to provide the drafting of legislation in a timely manner with the amount not restored to be reduced in contractual services for FY 2012.	100,000	0	100,000	0.0
<i>Agency Subtotal</i>	<i>\$100,000</i>	<i>\$0</i>	<i>\$100,000</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Division of Post Audit</u>				
1. Add \$337,587, all from the State General Fund, to staff the agency in order to provide the audits in a timely manner for FY 2012.	337,587	0	337,587	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$337,587</i>	<i>\$0</i>	<i>\$337,587</i>	<i>0.0</i>
<u>Attorney General</u>				
1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 1, and delete \$1,627,111, including \$1,189,084 from the State General Fund, and 22.0 FTE positions for FY 2012 to eliminate funding for the transfer of the duties of the Kansas Human Rights Commission to the Attorney General's Office. The Governor's original recommendation transferred the functions of the Kansas Human Rights Commission, with associated funding and FTE positions, to the Office of the Attorney General. The Governor's amendment retains the Human Rights Commission as a separate agency.	0	0	0	0.0
2. Add \$150,000, all from the Crime Victims Assistance Fund, for FY 2012 for grants to domestic violence prevention programs. This brings total domestic violence prevention grants in the agency's budget to \$350,000, including \$200,000 from the State General Fund.	0	150,000	150,000	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$150,000</i>	<i>\$150,000</i>	<i>0.0</i>
<u>State Treasurer</u>				
1. Add 2.0 FTE positions, for a total of 46.5 FTE positions for FY 2012, so that only unfilled positions are eliminated from this agency. One of the eliminated positions processes bonds, and the other position is an IT specialist.	0	0	0	2.0
2. Delete \$300,000, all from special revenue funds, to eliminate funding for the Kansas Investment Development Scholars (KIDS) matching grants in the Postsecondary Education Savings Program for FY 2012.	0	(300,000)	(300,000)	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$300,000)</i>	<i>(\$300,000)</i>	<i>2.0</i>
<u>Health Care Stabilization Fund Board</u>				
1. Add 1.0 FTE position, for a total of 18.0 FTE positions for FY 2012, to increase the number of FTE positions to the agency request. The FTE position is currently occupied by a paralegal responsible for processing Open Records Act requests.	0	0	0	1.0
2. Increase the expenditure limitation on official hospitality to no limit for FY 2012.	0	0	0	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>1.0</i>
<u>Judicial Council</u>				
1. Transfer \$778,518, all from the Judicial Performance Fund, to the Judicial Branch Surcharge Fund in the Judicial Branch for FY 2012.	0	0	0	0.0
2. Delete 3.0 FTE positions for FY 2012 associated with the provision of Judicial Performance Reviews.	0	0	0	(3.0)
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>(3.0)</i>
<u>Board of Indigents' Defense Services</u>				
1. Delete \$93,073, all from the State General Fund, to reduce state support to the Legal Services for Prisoners non-profit corporation. The action leaves \$200,000 state funding for the corporation for FY 2012.	(93,073)	0	(93,073)	0.0
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<i>Agency Subtotal</i>	<i>(\$93,073)</i>	<i>\$0</i>	<i>(\$93,073)</i>	<i>0.0</i>
<u>Judicial Branch</u>				
1. Delete \$588,839 and 3.0 FTE positions, all from the State General Fund, to remove the operating (\$389,340) and capital improvement (\$199,499) expenditures for implementation of the 14th Court of Appeals judge and staff for FY 2012.	(588,839)	0	(588,839)	(3.0)
2. Delete \$5,955,735, all from the State General Fund, for FY 2012 to hold the agency FY 2012 budget to the FY 2011 approved amount.	(5,955,735)	0	(5,955,735)	0.0
3. Transfer \$778,518, all from the Judicial Branch Surcharge Fund, to the State General Fund for FY 2012.	0	0	0	0.0
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<i>Agency Subtotal</i>	<i>(\$6,544,574)</i>	<i>\$0</i>	<i>(\$6,544,574)</i>	<i>(3.0)</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Kansas Human Rights Commission</u>				
1. Concur with GBA No. 1, Item 1, to add \$1,627,111, including \$1,189,084 from the State General Fund, to keep the Commission as a separate agency with 25.0 FTE positions for FY 2012.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Kansas Corporation Commission</u>				
1. Add language to provide that the fines and penalties associated with the civil assessment program be deposited directly into the State General Fund. The agency estimates that it will collect \$766,499 in fines and penalties associated with the civil assessment program for FY 2012. Add language reducing the transfer from the Kansas Corporation Commission's Motor Carrier Fee Fund to the Kansas Highway Patrol's Motor Carrier Safety Assistance Program State Fund from \$1.3 million to \$533,501.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Citizens' Utility Ratepayer Board</u>				
1. Add 2.0 FTE positions to the Governor's recommendation to correct for the deletion of filled rather than vacant positions to maintain the current staffing level for FY 2012.	0	0	0	2.0
2. Delete language to eliminate a fund transfer process no longer needed for FY 2012 (Technical amendment).	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>2.0</i>
<u>Department of Administration</u>				
1. Delete \$666,211, all from the Department of Administration Systems Account of the State General Fund, for FY 2012.	(666,211)	0	(666,211)	0.0
2. Add \$18,000, all from the State General Fund, for FY 2012 for the General Administration program to reflect a technical adjustment to the bill (Technical amendment).	0	0	0	0.0
<i>Agency Subtotal</i>	<i>(\$666,211)</i>	<i>\$0</i>	<i>(\$666,211)</i>	<i>0.0</i>
<u>Court of Tax Appeals</u>				
1. Add language authorizing the creation of a commission to study the loser-pay option in regards to decisions rendered by the Court of Tax Appeals. The Commission would have nine members consisting of the following: Director of the Budget, Speaker of the House or designee, President of the Senate or designee, Minority Leader of the Senate or designee, Minority Leader of the House of Representatives or designee, the Executive Director of the Court of Tax Appeals or designee, and three members of the business community appointed by the Governor. The Commission would be funded within existing resources from the Court of Tax Appeals.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Commerce</u>				
1. Add language requiring the Regional Economic Area Partnership (REAP) to submit an annual report to the Legislature before May 1, 2012. The proviso would also require the Kansas Department of Commerce to conduct an independent review of the financial reports submitted by REAP and submit a report to the Legislature before May 1, 2012.	0	0	0	0.0
2. Delete \$5.0 million, all from the Economic Development Initiatives Fund, from the Fair Fares Affordable Airfare Fund in the Department of Commerce for FY 2012 and transfer the same amount to the State General Fund for FY 2012.	0	(5,000,000)	(5,000,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$5,000,000)</i>	<i>(\$5,000,000)</i>	<i>0.0</i>
<u>Department of Labor</u>				
1. Add \$2,000 to the operating expenditures account of the State General Fund for FY 2012 (Technical amendment).	0	0	0	0.0
2. Delete the language for FY 2012 establishing a pilot program of alternatives to layoffs, in accordance with the provisions of the Kansas Administrative Regulation No. 1-1-5, which establishes alternatives to layoffs for FY 2012.	0	0	0	0.0
3. Delete the language for FY 2012 allowing expenditures from the Employment Security Administration Fund for capital improvements from moneys made available to the state under 903(d) of the federal Social Security Act for FY 2012.	0	0	0	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>Commission on Veterans Affairs</u></b>				
1. Increase the expenditure limitations on the Kansas Soldiers' Home Medicaid Fund and the Kansas Soldiers' Home Medicare Fund to no limit to allow for expenditure of federal funds received for FY 2012.	0	0	0	0.0
2. Increase the expenditure limitations on the Kansas Veterans' Home Medicaid Fund and the Kansas Veterans' Home Medicare Fund to no limit to allow for expenditure of federal funds received for FY 2012.	0	0	0	0.0
3. Add language for FY 2012 to allow the Executive Director to transfer funds between State General Fund accounts and also between special revenue accounts.	0	0	0	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>Dept. of Health and Environment - Health</u></b>				
1. Delete \$2.2 million, all from the State General Fund, for FY 2012 to reduce the agency's State General Fund expenditures, excluding expenditures used to match federal funding or for federal maintenance of effort issues, by 15.0 percent. The agency-wide total deletion (including the Division of Environment) is \$2.7 million.	(2,218,986)	0	(2,218,986)	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>(\$2,218,986)</i>	<i>\$0</i>	<i>(\$2,218,986)</i>	<i>0.0</i>
<b><u>Dept. of Health and Environment - Environment</u></b>				
1. Delete \$480,511, all from the State General Fund, for FY 2012 to reduce the agency's State General Fund expenditures, excluding expenditures used to match federal funding or for federal maintenance of effort issues, by 15.0 percent. The agency-wide total deletion (including the Division of Health) is \$2.7 million.	(480,511)	0	(480,511)	0.0
2. Add language for FY 2012 which requires the Department of Health and Environment to work with the City of Eudora to solve a sewer water contamination problem on certain property in the city.	0	0	0	0.0
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<i>Agency Subtotal</i>	<i>(\$480,511)</i>	<i>\$0</i>	<i>(\$480,511)</i>	<i>0.0</i>
<b><u>Department of Health and Environment - Health Care Finance</u></b>				
1. Add language for FY 2012 directing the agency and the Kansas Department of Revenue to design and implement a process to verify income eligibility for each income-based program operated by the Department of Health and Environment for FY 2012. This would include the Medicaid and Children's Health Insurance programs. The process should include confirmation of the income level reported for tax purposes to the Department of Revenue and information provided by the recipient to the Department of Health and Environment. In addition, authorize up to \$50,000 from existing resources to fund an audit of the process.	0	0	0	0.0
2. Add language prohibiting the establishment of a preferred drug list for mental health medication for FY 2012.	0	0	0	0.0
3. Add language to Impose a five percent surcharge on state employee health premiums for the 2012 plan year which begins January 2012 and transfer the estimated proceeds of \$3,147,686 to the State General Fund.	0	0	0	0.0
<hr/>				
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>Social and Rehabilitation Services</u></b>				
1. Delete \$1.0 million, all from the State General Fund, for FY 2012 to reduce Administration Program expenditures.	(1,000,000)	0	(1,000,000)	0.0
2. Delete \$3.5 million, all from the Children's Initiatives Fund, for FY 2012 by creating a new \$21.0 million Early Childhood and Literacy Investment Grant in place of the \$24.5 million for the following three separate line items: Early Childhood Block Grant, Smart Start, and Reading Roadmap.	0	(3,543,435)	(3,543,435)	0.0
3. Add \$11.3 million, including \$1.5 million from the Children's Initiatives Fund, for the Early Head Start Program for FY 2012. The remainder of the funding is from the federal Temporary Assistance for Needy Families block grant.	0	11,342,397	11,342,397	0.0
4. Delete \$1.0 million, all from the State General Fund, from the Adoption Support Program for FY 2012, and add the same amount from federal funds.	(1,000,000)	1,000,000	0	0.0
5. Delete \$17.0 million, including \$7.2 million from the State General Fund, from the Prepaid Ambulatory Health Plan (PAHP) for FY 2012 as a result of cost saving efforts.	0	0	0	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
6. Add \$7.2 million, all from the State General Fund, for Mental Health State Aid for FY 2012.	7,240,000	0	7,240,000	0.0
7. Delete \$3.1 million, all from the Child Care Development Federal Fund, for FY 2012 for the child care assistance program.	0	(3,106,020)	(3,106,020)	0.0
8. Delete \$9.9 million, all from the State General Fund, for FY 2012 to reflect a five percent reduction on State General Fund expenditures excluding human services consensus caseload programs and the Medicaid Home and Community Based Services waivers.	(9,896,582)	0	(9,896,582)	0.0
9. Delete \$3,197,688, including \$2,827,606 from the State General Fund, for FY 2012 associated with maintaining foster care contract rates at the FY 2011 level.	(2,827,606)	(370,082)	(3,197,688)	0.0
10. Adjust proviso language to reflect the elimination of the General Assistance program for FY 2012 (Technical amendment).	0	0	0	0.0
<i>Agency Subtotal</i>	<i>(\$7,484,188)</i>	<i>\$5,322,860</i>	<i>(\$2,161,328)</i>	<i>0.0</i>
<u>Parsons State Hospital</u>				
1. Delete \$66,279 all from the State General Fund, for capital improvement debt service payments for an energy conservation program on the Parsons State Hospital and Training Center campus and replace it with State Institutions Building Fund for FY 2012.	(66,279)	66,279	0	0.0
<i>Agency Subtotal</i>	<i>(\$66,279)</i>	<i>\$66,279</i>	<i>\$0</i>	<i>0.0</i>
<u>Board of Regents</u>				
1. Delete \$10.0 million, all from special revenue funds, to remove funding for KAN-ED for FY 2012.	0	(10,000,000)	(10,000,000)	0.0
2. Delete \$5.5 million, all from the State General Fund, to reduce the Municipal University Operating Grant for FY 2012. The action leaves \$5.5 million for the operating grant for FY 2012.	(5,543,982)	0	(5,543,982)	0.0
<i>Agency Subtotal</i>	<i>(\$5,543,982)</i>	<i>(\$10,000,000)</i>	<i>(\$15,543,982)</i>	<i>0.0</i>
<u>Kansas State University</u>				
1. Add \$3.7 million, all from special revenue funds, for the second stage of the project to remove the Old Chemical Waste Landfill for FY 2012.	0	3,700,000	3,700,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$3,700,000</i>	<i>\$3,700,000</i>	<i>0.0</i>
<u>Fort Hays State University</u>				
1. Add \$1.3 million, all from housing revenue funds, for replacement of exterior doors and windows for FY 2012.	0	1,300,000	1,300,000	0.0
2. Add \$4.0 million, all from special revenue funds, for an indoor practice facility for FY 2012.	0	4,000,000	4,000,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$5,300,000</i>	<i>\$5,300,000</i>	<i>0.0</i>
<u>Pittsburg State University</u>				
1. Add \$1.5 million, all from special revenue funds, for the demolition of the existing President's Home and to replace it with a new University House for FY 2012.	0	1,500,000	1,500,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$1,500,000</i>	<i>\$1,500,000</i>	<i>0.0</i>
<u>Wichita State University</u>				
1. Add language for FY 2012 allowing expenditures from the Economic Development Initiatives Fund Aviation Infrastructure account for both training and equipment for the National Center for Aviation Training.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Education</u>				
1. Add \$69.2 million, all from the State General Fund, for FY 2012 for the April 15, 2011 KPERS-School payment which was deleted in FY 2011.	69,201,035	0	69,201,035	0.0
2. Add \$52,287, all from the State General Fund, for school food assistance for FY 2012. The state match allows approximately \$97.0 million in national school lunch funds to be drawn down from the U.S. Department of Agriculture.	52,287	0	52,287	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
3. Delete \$11.9 million, all from the State General Fund, in the General State Aid account for FY 2012. This is the \$21.2 million anticipated to be certified for Special Education maintenance of effort in FY 2011, less savings of \$9.3 million which were identified in various agencies. This reduction would equate to approximately an \$18 reduction in the Base State Aid Per Pupil, or \$3,762 for FY 2012.	(11,917,245)	0	(11,917,245)	0.0
<i>Agency Subtotal</i>	<i>\$57,336,077</i>	<i>\$0</i>	<i>\$57,336,077</i>	<i>0.0</i>
<u>School for the Blind</u>				
1. Delete \$31,979, all from the State General Fund, for FY 2012 and replace it with State Institutions Building Funds for principal payments on the Facilities Conservation Improvement Project.	(31,979)	31,979	0	0.0
<i>Agency Subtotal</i>	<i>(\$31,979)</i>	<i>\$31,979</i>	<i>\$0</i>	<i>0.0</i>
<u>School for the Deaf</u>				
1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 3, to add \$1.9 million, all from the State Institutions Building Fund, to renovate the west wing of the Roth Dormitory for FY 2012.	0	0	0	0.0
2. Delete \$66,520, all from the State General Fund, for FY 2012 and replace it with State Institutions Building Funds for principal payments on the Facilities Conservation Improvement Project.	(66,520)	66,520	0	0.0
<i>Agency Subtotal</i>	<i>(\$66,520)</i>	<i>\$66,520</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Corrections</u>				
1. Add \$750,000, all from the State General Fund, for FY 2012 for offender programming. The addition increases total State General Fund expenditures for offender programming to \$47.7 million, which is an increase of \$136,035, or 0.3 percent, above the FY 2011 Governor's recommendation.	750,000	0	750,000	0.0
2. Add \$500,000, all from the State General Fund, for FY 2012 for community corrections grants. The addition increases total State General Fund expenditures for community corrections grants to \$17.0 million, which is a decrease of \$1.5 million, or 8.1 percent, below the FY 2011 Governor's recommendation.	500,000	0	500,000	0.0
3. Add language to require that expenditures made from the Kansas Correctional Industries be included in the reportable budget for FY 2012.	0	9,062,356	9,062,356	0.0
<i>Agency Subtotal</i>	<i>\$1,250,000</i>	<i>\$9,062,356</i>	<i>\$10,312,356</i>	<i>0.0</i>
<u>Juvenile Justice Authority</u>				
1. Add \$500,000, all from the State General Fund, for tertiary community programs for FY 2012. Tertiary community programs are designed for juveniles who have touched the juvenile justice system, but were not adjudicated as an offender.	500,000	0	500,000	
2. Delete \$57,998, all from the State General Fund, for salaries and wages, and 1.0 FTE position for FY 2012.	(57,998)	0	(57,998)	(1.0)
3. Delete \$10,000, all from the State Institutions Building Fund, for FY 2012, from the enhancement request to raze the pig barn at the Kansas Juvenile Correctional Complex.	0	(10,000)	(10,000)	0.0
4. Delete \$328,139, all from the State Institutions Building Fund, for FY 2012, from the enhancement request for construction of a warehouse at the Larned Juvenile Correctional Facility.	0	(328,139)	(328,139)	0.0
5. Delete \$2,000,000, all from the State General Fund, and add the same amount from the Children's Initiatives Fund, for FY 2012 for Prevention and Graduated Sanctions Community Grants.	(2,000,000)	2,000,000	0	0.0
<i>Agency Subtotal</i>	<i>(\$1,557,998)</i>	<i>\$1,661,861</i>	<i>\$103,863</i>	<i>(1.0)</i>
<u>State Fire Marshal</u>				
1. Delete \$80,748, all from the Fire Marshal Fee Fund, to reduce budgeted purchases for paper based supplies from \$150,748 to \$70,000 for FY 2012.	0	(80,748)	(80,748)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$80,748)</i>	<i>(\$80,748)</i>	<i>0.0</i>
<u>Highway Patrol</u>				
1. Add \$862,000, all from the State General Fund, to provide for a trooper trainee class of 15 for FY 2012. This would increase the transfer from the State Highway Fund to the State General Fund by a corresponding amount for FY 2012.	862,000	0	862,000	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<i>Agency Subtotal</i>	<i>\$862,000</i>	<i>\$0</i>	<i>\$862,000</i>	<i>0.0</i>
<b><u>Kansas Bureau of Investigation</u></b>				
1. Concur with GBA No. 1, Item 4, to add \$450,000, all from the State General Fund, to provide funding for meth lab cleanup for FY 2012.	0	0	0	0.0
2. Add \$326,670, all from the State General Fund, to replace federal American Reinvestment and Recovery Act: Federal Edward Byrne Memorial Justice Assistance Grant (ARRA/JAG) funding, to retain 3.0 special agent and 1.0 special investigator FTE positions for FY 2012.	326,670	0	326,670	0.0
3. Add \$167,000, all from the State General Fund, to restore funding for 2.0 of the 3.0 unclassified FTE investigative polygraph and digital forensic examination positions that were part of the agency's reduced resources budget that was recommended by the Governor for FY 2012.	167,000	0	167,000	0.0
4. Add 12.0 FTE positions for FY 2012, to add back half of the FTE positions reduced under the Governor's FY 2012 recommendation. This would allow the agency to keep 3.0 newly hired FTE positions and increase the agency's FTE limitation from the Governor's recommended 197.0 FTE positions to 209.0 FTE positions for FY 2012.	0	0	0	12.0
<i>Agency Subtotal</i>	<i>\$493,670</i>	<i>\$0</i>	<i>\$493,670</i>	<i>12.0</i>
<b><u>Emergency Medical Services Board</u></b>				
1. Add 1.0 FTE position, for a total of 14.0 FTE positions, to increase the number of FTE positions to the agency FY 2012 request. This maintains a Deputy Director position that was eliminated in the Governor's recommendation.	0	0	0	1.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>1.0</i>
<b><u>Kansas Commission on Peace Officers' Standards and Training (KCPOST)</u></b>				
1. Add \$5,500, all from the KCPOST Fund, for FY 2012 to partially restore operating expenditure reductions recommended as part of the Governor's FY 2012 recommendation (partial restorations included: gasoline, hospitality, out-of-state travel, and subsistence for out-of-state travel for FY 2012).	0	5,500	5,500	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$5,500</i>	<i>\$5,500</i>	<i>0.0</i>
<b><u>Department of Agriculture</u></b>				
1. Add \$179,785, including \$89,910, from fee funds, and \$89,875, from federal funds, for the replacement of vehicles for FY 2012.	0	179,785	179,785	0.0
2. Add \$75,000, all from the Grain Warehouse Inspection Fund, for grain warehouse inspections for FY 2012.	0	75,000	75,000	0.0
3. Add \$55,000, all from the State Water Plan Fund, for FY 2012 for streamgauge monitoring in western Kansas to assure that Colorado is in compliance with the Arkansas River Compact.	0	55,000	55,000	0.0
4. Add \$20,000, all from the Livestock Market Reporting Fund, for FY 2012 for livestock market reporting.	0	20,000	20,000	0.0
5. Add \$175,000, all from the Feral Swine Eradication Fund, for FY 2012 for feral swine eradication.	0	175,000	175,000	0.0
6. Add language that requires the agency to make every effort to ensure services performed in the Grain Warehouse Inspection Program will not be compromised by budget reductions for FY 2012.	0	0	0	0.0
7. Add language that allows the agency to pro-rate license fees and/or alter license due dates as needed in order to transition to online license applications and renewals for FY 2012.	0	0	0	0.0
8. Add language for FY 2012 creating the Compliance Education Fee Fund, where civil penalties and fines may be deposited for the purpose of compliance education.	0	0	0	0.0
9. Add language for FY 2012 to allow for up to 6.0 percent of the appropriated amount for FY 2012 from the Water Resources Cost Share account be expended for contractual technical expertise and/or non-salary State Conservation Commission administration expenditures. This language was included in the FY 2011 appropriations bill 2010 House Substitute for Senate Bill 572.	0	0	0	0.0



<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
10. Add language for FY 2012 detailing four specific expenditures within items funded by the State Water Plan Fund. This language was included in the FY 2011 appropriations bill 2010 House Substitute for Senate Bill 572.	0	0	0	0.0
11. Add language to include the Watershed Protect Approach/WTR RSRCE MGT Fund and the NRCS Contribution Agreement 2002 Farm Bill- Federal Fund as no-limit funds for FY 2012 (Technical amendment).	0	0	0	0.0
12. Transfer \$20,000, all from the State Water Plan Fund, to the Livestock Market Reporting Fund for FY 2012.	0	0	0	0.0
13. Transfer \$175,000, all from the State Water Plan Fund, to the Feral Swine Eradication Fund for FY 2012.	0	0	0	0.0
14. Transfer \$75,000, all from the State Water Plan Fund, to the Grain Warehouse Inspection Fund for FY 2012.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$504,785</i>	<i>\$504,785</i>	<i>0.0</i>
<b><u>Kansas Water Office</u></b>				
1. Add 2.0 FTE positions for FY 2012; the agency inadvertently submitted a request for funded FTE positions instead of total approved FTE positions.	0	0	0	2.0
2. Add \$88,610, all from the State Water Plan Fund, for FY 2012 for Storage and Operations Maintenance (MOU), which are annually contracted costs with the Corps of Engineers at the lakes where the state owns storage.	0	88,610	88,610	0.0
3. Delete \$88,610, all from the State Water Plan Fund, for FY 2012 for the Wichita Aquifer Storage and Recovery Project, which brings the amount equal to the funding in FY 2011.	0	(88,610)	(88,610)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>2.0</i>
<b><u>Department of Wildlife and Parks</u></b>				
1. Add \$310,000, all from the Sport Fish Restoration Fund, for FY 2012 to enhance the Fishing Impoundments and Stream Habitats public access for fishing program.	0	310,000	310,000	0.0
2. Add \$70,000, all from the Sport Fish Restoration Fund, for FY 2012 to fund a study for enhanced fishing opportunities at the Rocky Ford Wildlife Area.	0	70,000	70,000	0.0
3. Add \$600,000, including \$150,000 from the Wildlife Fee Fund and \$450,000 from the Wildlife Restoration Fund, for FY 2012 to construct a system to prevent zebra mussels from entering the raceways from the reservoir at the Milford Fish Hatchery.	0	600,000	600,000	0.0
4. Add \$100,000, all from the Sport Fish Restoration Fund, for FY 2012 for minor repairs to three state fishing lake dams in Leavenworth, Shawnee, and Douglas counties.	0	100,000	100,000	0.0
5. Add \$40,000, all from the Wildlife Fee Fund, for FY 2012 for the Stream Monitoring Program.	0	40,000	40,000	0.0
6. Add \$620,000, all from the Wildlife Restoration Fund, for FY 2012 to enhance the Walk-in Hunter Area public access for hunting program.	0	620,000	620,000	0.0
7. Delete \$40,000, all from the State Water Plan Fund, for FY 2012 for the Stream Monitoring Program.	0	(40,000)	(40,000)	0.0
8. Delete \$1.7 million, including \$850,000 from the Wildlife Fee Fund, and \$850,000 from the Wildlife Restoration Fund, for FY 2012 for land acquisition.	0	(1,700,000)	(1,700,000)	0.0
9. Add \$11,977, all from the State General Fund, for the Kansas City district office debt service-interest for FY 2012 (Technical amendment).	11,977	0	11,977	0.0
10. Delete \$11,977, all from the State General Fund, for the Kansas City district office debt service-principal for FY 2012 (Technical amendment).	(11,977)	0	(11,977)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b><u>Kansas Department of Transportation</u></b>				
1. Delete \$2.7 million, all from the State Highway Fund, to reduce by half the recommended enhancement funding for replacement of 281 agency vehicles for FY 2012. Allow the agency to determine which vehicles are most in need of replacement.	0	(2,723,036)	(2,723,036)	0.0
2. Add language for FY 2012 that requires the agency seek approval from the State Finance Council prior to issuing any bonds for FY 2012.	0	0	0	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
3. Add language for FY 2012 stating that the \$200.0 million being transferred from the State Highway Fund to the State General Fund for FY 2012 is a borrowed amount and will start to be repaid in FY 2013.	0	0	0	0.0
4. Amend language referencing the Comprehensive Transportation Program and authorizing statute to reference T-WORKS and associated authorizing statute for FY 2012 (Technical amendment).	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$2,723,036)</i>	<i>(\$2,723,036)</i>	<i>0.0</i>
<u>Economic Development Initiatives Fund</u>				
1. Increase the transfer from the Economic Development Initiatives Fund to the State General Fund by \$5.0 million from \$5,875,830 to \$10,875,830 for FY 2012.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Suspend Administrative Services Fee Fund Transfer to the State General Fund</u>				
1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of an agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$3.4 million to the State General Fund for FY 2012, contingent upon passage of 2011 HB 2368.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Other Statewide Adjustments</u>				
1. Add language requiring a 10.0 percent reduction to information technology project expenditures for FY 2012. Allow Legislative and Judicial branch agencies to keep these funds but require that they use them for other programs or other personnel costs.	(8,645,361)	(14,555,306)	(23,200,667)	0.0
2. Add language for FY 2012 prohibiting State General Fund expenditures by any state agency for membership dues and subscriptions and lapse any resulting State General Fund savings.	(5,354,025)	0	(5,354,025)	0.0
3. Delete \$1,963,206, including \$416,111 from the State General Fund, for FY 2012 by directing all state agencies to reduce expenditures for cell phone contracts by fifty percent and lapse any resulting State General Fund savings.	(416,111)	(1,547,095)	(1,963,206)	0.0
4. Delete \$300,000, all from the State General Fund, to capture employee travel rewards, including frequent flyer miles, hotel and motel award points, and any other promotional items for FY 2012.	(300,000)	0	(300,000)	0.0
5. Add language for FY 2012 requiring all state employees to utilize state issued credit cards for all state authorized travel.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>(\$14,715,497)</i>	<i>(\$16,102,401)</i>	<i>(\$30,817,898)</i>	<i>0.0</i>
<u>State Employee Pay</u>				
1. Delete \$5.3 million, all from the State General Fund, and require state agencies to self-fund state employee longevity bonus payments for FY 2012. This action affects only the State General Fund financed longevity bonus payments. No special revenue funds are adjusted.	(5,300,000)	0	(5,300,000)	0.0
2. Delete \$5,788,731, including \$4,181,077 from the State General Fund, for a 7.5 percent pay reduction for state officers (legislators, justices, judges, statewide elected officials, statutory agency heads and other constitutional officers of the state) for FY 2012.	(4,181,077)	(1,607,654)	(5,788,731)	0.0
3. Delete \$44.8 million, including \$18.8 million from the State General Fund, to implement up to a 7.5 percent state employee pay reduction for selected state employees. Employees with a salary of \$40,000 or less would not receive a pay reduction. The reduction would escalate from 0.0 percent reduction at \$40,000 in a straight line to 7.5 percent at \$100,000. The reduction would be maintained at 7.5 percent for all those with salaries above \$100,000. For the Executive Branch, funding will be reduced, but all special revenue fund savings will be retained by the agency and salaries will be reduced accordingly. Funding in the Judicial Branch and Legislative Branch will remain in the respective Branch, but salaries will be reduced accordingly. Staff of the Office of the Revisor of Statute and the Legislative Research Department would be exempted.	(18,836,140)	(26,011,813)	(44,847,953)	0.0
4. Add language requiring that all money budgeted for salaries and wages be spent only on salaries and wages, and any State General Fund unencumbered balance for salaries and wages at the end of the FY 2012 be lapsed.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>(\$28,317,217)</i>	<i>(\$27,619,467)</i>	<i>(\$55,936,684)</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<b>TOTAL</b>	<b>(\$7,231,361)</b>	<b>(\$34,080,611)</b>	<b>(\$41,311,972)</b>	<b>15.0</b>
<b>FY 2013</b>				
<u>State Bank Commissioner</u>				
1. Add \$205,902, all from special revenue funds, to reduce the agency's salaries and wages shrinkage rate from the Governor's recommended rate of 5.0 percent, to 2.5 percent for FY 2013.	0	205,902	205,902	0.0
2. Add \$150,000, all from special revenue funds, for contractual services for FY 2013, to restore the reduction in the Governor's recommendation. The majority of expenditures in this category are for travel to examination locations and training for examination staff.	0	150,000	150,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$355,902</i>	<i>\$355,902</i>	<i>0.0</i>
<u>Board of Nursing</u>				
1. Add \$51,380, all from special revenue funds, to increase the expenditure limitation to the agency FY 2013 request of \$2,109,810.	0	51,380	51,380	0.0
2. Add 3.0 FTE positions for FY 2013, for a total of 24.0 FTE positions, to increase the number of FTE positions to the agency FY 2013 request. These positions are for an Education Specialist, an Assistant Attorney General, and a Senior Administrative Assistant.	0	0	0	3.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$51,380</i>	<i>\$51,380</i>	<i>3.0</i>
<u>Suspend Administrative Services Fee Fund Transfer to the State General Fund</u>				
1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of an agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$3.4 million to the State General Fund for FY 2013, contingent upon passage of 2011 HB 2368.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<b>TOTAL</b>	<b>\$0</b>	<b>\$407,282</b>	<b>\$407,282</b>	<b>3.0</b>

**STATE GENERAL FUND EXPENDITURES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012		Change From FY 2011	
				Governor's Adjusted Recommendation		House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
<b>General Government</b>							
Governmental Ethics Commission	\$ 415,015	\$ 420,616	\$ 180,656	\$ -	- %	\$ (239,960)	(57.0) %
Legislative Coordinating Council	714,940	735,126	653,344	(43,680)	(6.3)	(81,782)	(11.1)
Legislature	16,068,969	16,538,251	16,211,014	-	-	(327,237)	(2.0)
Legislative Research Department	3,325,324	3,831,507	3,523,783	220,000	6.7	(307,724)	(8.0)
Revisor of Statutes	3,146,055	3,329,034	3,153,798	100,000	3.3	(175,236)	(5.3)
Division of Post Audit	2,540,447	2,448,314	2,396,726	337,587	16.4	(51,588)	(2.1)
Office of the Governor	7,293,978	6,796,266	6,762,611	-	-	(33,655)	(0.5)
Lieutenant Governor	200,279	192,353	185,773	-	-	(6,580)	(3.4)
Attorney General	2,630,987	2,717,204	1,604,584	-	-	(1,112,620)	(40.9)
Secretary of State	-	-	-	-	-	-	-
State Treasurer	-	-	-	-	-	-	-
Judicial Council	-	-	-	-	-	-	-
Board of Indigents' Defense Services	22,591,109	21,865,935	20,563,306	(93,073)	(0.5)	(1,302,629)	(6.0)
Judicial Branch	101,166,366	101,251,259	101,251,259	(6,544,574)	(6.1)	-	-
Kansas Public Employees Retirement System (KPERs)	638,812	3,213,748	3,210,092	-	-	(3,656)	(0.1)
Kansas Human Rights Commission	1,483,223	1,440,212	1,189,084	-	-	(251,128)	(17.4)
Department of Administration	47,135,817	69,488,285	76,615,994	(666,211)	(0.9)	7,127,709	10.3
Court of Tax Appeals	1,376,801	1,308,004	653,756	-	-	(654,248)	(50.0)
Department of Revenue	16,332,472	16,196,926	16,607,719	-	-	410,793	2.5
Kansas Technology Enterprise Corp. Kansas, Inc.	-	-	-	-	-	-	-
Racing and Gaming Commission	-	-	-	-	-	-	-
Department of Commerce	9,966	-	15,000,000	-	-	15,000,000	-
<b>Total General Government</b>	<b>\$ 227,070,560</b>	<b>\$ 251,773,040</b>	<b>\$ 269,763,499</b>	<b>\$ (6,689,951)</b>	<b>(2) %</b>	<b>\$ 17,990,459</b>	<b>7 %</b>
<b>Human Services</b>							
Social and Rehabilitation Services	\$ 535,198,821	\$ 576,975,477	\$ 645,063,941	\$ (7,484,188)	(1.1) %	\$ 68,088,464	11.8 %
Rainbow Mental Health Facility	5,762,638	4,548,471	4,621,758	-	-	73,287	1.6
Kansas Neurological Institute	8,068,115	10,707,006	10,490,181	-	-	(216,825)	(2.0)
Parsons State Hospital	7,549,433	10,236,775	10,634,504	(66,279)	(0.6)	397,729	3.9
Osawatomi State Hospital	16,044,017	14,701,695	14,784,970	-	-	83,275	0.6
Larned State Hospital	42,466,987	43,155,120	44,465,747	-	-	1,310,627	3.0
<i>Subtotal SRS and Institutions</i>	<i>\$ 615,090,011</i>	<i>\$ 660,324,544</i>	<i>\$ 730,061,101</i>	<i>\$ (7,550,467)</i>	<i>(1.0) %</i>	<i>\$ 69,736,557</i>	<i>10.6 %</i>

\*Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**STATE GENERAL FUND EXPENDITURES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012		Change From FY 2011	
				Governor's Adjusted Recommendation		House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
Commission on Veterans Affairs	\$ 8,189,261	\$ 8,330,406	\$ 7,878,879	\$ -	- %	\$ (451,527)	(5.4) %
Dept. of Health and Environment - Health	23,441,018	23,341,879	598,813,956	(2,218,986)	(0.4)	575,472,077	2,465.4
Department of Labor	453,981	441,578	425,989	-	-	(15,589)	(3.5)
Kansas Guardianship Program	1,118,640	1,158,265	1,113,847	-	-	(44,418)	(3.8)
Department on Aging	142,148,326	161,699,701	211,120,608	-	-	49,420,907	30.6
Health Policy Authority	371,030,412	414,672,305	-	-	-	(414,672,305)	(100.0)
<b>Total Human Services</b>	<b>\$ 1,161,471,649</b>	<b>\$ 1,269,968,678</b>	<b>\$ 1,549,414,380</b>	<b>\$ (9,769,453)</b>	<b>(0.6) %</b>	<b>\$ 279,445,702</b>	<b>22.0 %</b>
<b>Education</b>							
Board of Regents	\$ 170,012,170	\$ 175,638,249	\$ 168,251,382	\$ (5,543,982)	(3.2) %	\$ (7,386,867)	(4.2) %
Kansas State University	104,210,728	104,922,032	104,667,630	-	-	(254,402)	(0.2)
KSU - Extension Systems and Agricultural Research Program	48,699,791	49,101,825	49,050,123	-	-	(51,702)	(0.1)
KSU - Veterinary Medical Center	10,336,516	10,415,617	10,417,710	-	-	2,093	0.0
University of Kansas	136,006,908	137,782,012	140,045,576	-	-	2,263,564	1.6
University of Kansas Medical Center	109,719,229	110,581,911	105,783,797	-	-	(4,798,114)	(4.3)
Fort Hays State University	33,079,736	34,122,340	33,918,200	-	-	(204,140)	(0.6)
Emporia State University	31,352,716	31,535,322	31,505,676	-	-	(29,646)	(0.1)
Pittsburg State University	34,189,010	34,613,223	34,568,256	-	-	(44,967)	(0.1)
Wichita State University	66,137,368	68,002,127	67,930,375	-	-	(71,752)	(0.1)
<i>Subtotal Regents and Institutions</i>	<i>\$ 743,744,172</i>	<i>\$ 756,714,658</i>	<i>\$ 746,138,725</i>	<i>\$ (5,543,982)</i>	<i>(0.7) %</i>	<i>\$ (10,575,933)</i>	<i>(1.4) %</i>
Department of Education	\$ 2,709,551,484	\$ 2,971,317,289	\$ 3,068,224,852	\$ 57,336,077	1.9 %	\$ 96,907,563	3.3 %
State Library	4,545,907	4,363,021	4,174,511	-	-	(188,510)	(4.3)
Kansas Arts Commission	1,137,624	767,980	-	-	-	(767,980)	(100.0)
School for the Blind	5,394,758	5,530,223	5,327,944	(31,979)	(0.6)	(202,279)	(3.7)
School for the Deaf	8,776,736	8,833,103	8,592,341	(66,520)	(0.8)	(240,762)	(2.7)
State Historical Society	5,573,651	5,370,179	5,396,630	-	-	26,451	0.5
<b>Total Education</b>	<b>\$ 3,478,724,332</b>	<b>\$ 3,752,896,453</b>	<b>\$ 3,837,855,003</b>	<b>\$ 51,693,596</b>	<b>1.4 %</b>	<b>\$ 84,958,550</b>	<b>2.3 %</b>
<b>Public Safety</b>							
Department of Corrections	\$ 100,980,052	\$ 102,608,917	\$ 106,154,150	\$ 1,250,000	1.2 %	\$ 3,545,233	3.5 %
Topeka Correctional Facility	12,569,394	13,121,989	13,222,652	-	-	100,663	0.8
Hutchinson Correctional Facility	8,358,197	8,537,375	30,116,393	-	-	21,579,018	252.8
Lansing Correctional Facility	37,263,240	38,468,744	38,849,714	-	-	380,970	1.0
Ellsworth Correctional Facility	12,609,618	12,996,404	13,071,970	-	-	75,566	0.6
Winfield Correctional Facility	2,355,977	2,777,088	12,718,627	-	-	9,941,539	358.0
Larned Correctional Mental Health Facility	9,866,860	9,985,213	10,164,587	-	-	179,374	1.8
Norton Correctional Facility	3,365,028	5,396,338	15,285,154	-	-	9,888,816	183.3

\*Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**STATE GENERAL FUND EXPENDITURES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012		Change From FY 2011	
				Governor's Adjusted Recommendation		House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
El Dorado Correctional Facility	23,481,569	23,913,274	24,063,354	-	-	150,080	0.6
<i>Subtotal Corrections and Institutions</i>	<b>\$ 210,849,935</b>	<b>\$ 217,805,342</b>	<b>\$ 263,646,601</b>	<b>\$ 1,250,000</b>	<b>0.5 %</b>	<b>\$ 45,841,259</b>	<b>21.0 %</b>
Juvenile Justice Authority	\$ 40,396,230	\$ 48,201,023	\$ 45,666,945	\$ (1,557,998)	(3.3) %	\$ (2,534,078)	(5.3) %
Kansas Juvenile Correctional Complex	17,194,830	16,942,661	17,274,266	-	-	331,605	2.0
Atchison Juvenile Correctional Facility	-	-	-	-	-	-	-
Beloit Juvenile Correctional Facility	787,751	-	-	-	-	-	-
Larned Juvenile Correctional Facility	8,464,847	8,803,177	8,944,586	-	-	141,409	1.6
<i>Subtotal JJA and Institutions</i>	<b>\$ 66,843,658</b>	<b>\$ 73,946,861</b>	<b>\$ 71,885,797</b>	<b>\$ (1,557,998)</b>	<b>(2.1) %</b>	<b>\$ (2,061,064)</b>	<b>(2.8) %</b>
Adjutant General	\$ 32,239,756	\$ 18,550,945	\$ 12,471,493	\$ -	- %	\$ (6,079,452)	(32.8) %
Kansas Parole Board	496,459	509,237	-	-	-	(509,237)	(100.0)
Highway Patrol	32,128,443	31,891,689	31,984,379	862,000	2.8	92,690	0.3
Kansas Bureau of Investigation	14,607,892	15,506,680	15,838,542	493,670	3.2	331,862	2.1
Sentencing Commission	8,156,594	7,379,269	7,003,825	-	-	(375,444)	(5.1)
<b>Total Public Safety</b>	<b>\$ 365,322,737</b>	<b>\$ 365,590,023</b>	<b>\$ 402,830,637</b>	<b>\$ 1,047,672</b>	<b>0.3 %</b>	<b>\$ 37,240,614</b>	<b>10.2 %</b>
<b><i>Agriculture and Natural Resources</i></b>							
Department of Agriculture	\$ 9,796,750	\$ 9,306,496	\$ 10,420,624	\$ -	- %	\$ 1,114,128	12.0 %
Dept. of Health and Environment - Environment	7,468,006	7,550,243	6,976,572	(480,511)	(6.4)	(573,671)	(7.6)
Animal Health Department	858,810	779,478	-	-	-	(779,478)	(100.0)
Kansas State Fair Board	341,861	1,549,854	1,850,469	-	-	300,615	19.4
State Conservation Commission	743,973	739,156	-	-	-	(739,156)	(100.0)
Kansas Water Office	1,962,416	1,879,209	1,806,036	-	-	(73,173)	(3.9)
Department of Wildlife and Parks	5,438,265	5,160,233	4,888,363	-	-	(271,870)	(5.3)
<b>Total Agriculture and Natural Resources</b>	<b>\$ 26,610,081</b>	<b>\$ 26,964,669</b>	<b>\$ 25,942,064</b>	<b>\$ (480,511)</b>	<b>(1.8) %</b>	<b>\$ (1,022,605)</b>	<b>(3.8) %</b>
<b><i>Highways and Other Transportation</i></b>							
Department of Administration	\$ 8,845,148	\$ 16,150,975	\$ 16,150,775	\$ -	- %	\$ (200)	(0.0) %
Department of Transportation	-	-	-	-	-	-	-
<b>Total Highways and Other Transportation</b>	<b>\$ 8,845,148</b>	<b>\$ 16,150,975</b>	<b>\$ 16,150,775</b>	<b>\$ -</b>	<b>- %</b>	<b>\$ (200)</b>	<b>(0.0) %</b>
<b>Current Year Savings</b>	<b>\$ -</b>	<b>\$ (6,316,263)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>- %</b>	<b>\$ 6,316,263</b>	<b>(100.0) %</b>
<i>10.0 Percent Information Technology Reduction</i>			\$ (8,645,361)	(8,645,361)	-		
<i>Dues and Subscription Prohibition</i>			\$ (5,354,025)	(5,354,025)	-		
<i>Cell Phone Contract Reduction</i>			\$ (416,111)	(416,111)	-		
<i>Employee Travel Rewards Savings</i>			\$ (300,000)	(300,000)	-		
<i>Longevity Savings</i>			\$ (5,300,000)	(5,300,000)	-		

\*Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**STATE GENERAL FUND EXPENDITURES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012		Change From FY 2011	
				Governor's Adjusted Recommendation		House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
<i>7.5 Percent Pay Reduction for Certain State Officers</i>	\$ -	\$ (964,864)	\$ (4,181,077)	(4,181,077)	-		
<i>7.5 Percent Pay Reduction for State Employees on a Sliding Scale</i>			\$ (18,836,140)	(18,836,140)	-		
<b>Grand Total</b>	<b>\$ 5,268,044,507</b>	<b>\$ 5,676,062,711</b>	<b>\$ 6,058,923,644</b>	<b>\$ (7,231,361)</b>	<b>(0.1) %</b>	<b>\$ 424,928,783</b>	<b>7.5 %</b>

\*Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**EXPENDITURES FROM ALL FUNDING SOURCES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
<b>General Government</b>							
Abstracters Board of Examiners	\$ 22,434	\$ 23,419	\$ 23,385	\$ -	- %	\$ (34)	(0.1) %
Board of Accountancy	302,088	313,024	318,266	-	-	5,242	1.7
State Bank Commissioner	7,948,496	9,168,491	9,569,372	346,958	3.8	400,881	4.4
Board of Barbering	134,689	142,923	142,475	-	-	(448)	(0.3)
Behavioral Sciences Regulatory Board	580,536	644,240	622,657	-	-	(21,583)	(3.4)
Board of Healing Arts	3,864,050	4,044,314	4,131,924	-	-	87,610	2.2
Board of Cosmetology	682,355	811,546	819,494	-	-	7,948	1.0
Department of Credit Unions	925,788	949,440	997,965	-	-	48,525	5.1
Kansas Dental Board	367,285	374,145	374,145	-	-	-	-
Board of Mortuary Arts	236,856	272,940	275,239	-	-	2,299	0.8
Kansas Board of Examiners in Fitting and Dispensing of Hearing Instruments	25,182	30,021	29,812	-	-	(209)	(0.7)
Board of Nursing	1,961,858	1,952,425	2,068,954	25,943	1.3	116,529	6.0
Optometry Board	151,153	120,120	122,671	-	-	2,551	2.1
Board of Pharmacy	787,517	1,216,922	1,261,486	-	-	44,564	3.7
Real Estate Commission	1,218,489	1,080,842	1,166,300	-	-	85,458	7.9
Real Estate Appraisal Board	264,270	313,003	303,834	-	-	(9,169)	(2.9)
Securities Commissioner	2,706,312	2,880,483	2,971,825	-	-	91,342	3.2
Board of Technical Professions	492,484	609,122	609,122	-	-	-	-
Board of Veterinary Examiners	262,315	265,522	268,132	-	-	2,610	1.0
Governmental Ethics Commission	558,139	683,792	669,147	-	-	(14,645)	(2.1)
Legislative Coordinating Council	714,940	735,126	653,344	(43,680)	(6.3)	(81,782)	(11.1)
Legislature	16,159,059	16,671,823	16,262,514	-	-	(409,309)	(2.5)
Legislative Research Department	3,325,324	3,831,507	3,523,783	220,000	6.7	(307,724)	(8.0)
Revisor of Statutes	3,146,055	3,329,034	3,153,798	100,000	3.3	(175,236)	(5.3)
Division of Post Audit	2,540,447	2,448,314	2,396,726	337,587	16.4	(51,588)	(2.1)
Office of the Governor	16,349,223	17,308,305	17,067,142	-	-	(241,163)	(1.4)
Lieutenant Governor	200,279	192,353	185,773	-	-	(6,580)	(3.4)
Attorney General	19,603,835	19,893,050	20,130,539	150,000	0.8	237,489	1.2
Secretary of State	7,027,186	8,102,198	6,759,609	-	-	(1,342,589)	(16.6)
State Treasurer	19,905,213	20,270,069	20,612,322	(300,000)	(1.4)	342,253	1.7
Insurance Department	23,784,434	25,476,321	31,773,483	-	-	6,297,162	24.7
Health Care Stabilization Fund Board	35,479,562	35,132,158	36,174,729	-	-	1,042,571	3.0
Judicial Council	1,349,519	1,294,757	1,375,387	-	-	80,630	6.2
Board of Indigents' Defense Services	23,820,747	23,434,322	21,574,292	(93,073)	(0.4)	(1,860,030)	(7.9)
Judicial Branch	120,588,757	124,966,730	124,954,794	(6,544,574)	(5.0)	(11,936)	(0.0)
Kansas Public Employees Retirement System (KPERs)	43,201,006	49,813,075	51,275,102	-	-	1,462,027	2.9
Kansas Human Rights Commission	1,831,795	1,766,393	1,627,111	-	-	(139,282)	(7.9)
Kansas Corporation Commission	20,599,697	27,997,186	27,575,310	-	-	(421,876)	(1.5)
Citizens' Utility Ratepayer Board	801,657	916,307	828,179	-	-	(88,128)	(9.6)

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.



**EXPENDITURES FROM ALL FUNDING SOURCES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
Department of Administration	57,405,871	81,684,373	88,157,031	(666,211)	(0.8)	6,472,658	7.9
Court of Tax Appeals	1,927,453	1,995,968	1,997,786	-	-	1,818	0.1
Department of Revenue	99,620,545	116,029,979	106,221,083	-	-	(9,808,896)	(8.5)
Kansas Lottery	52,698,717	77,716,265	113,095,061	-	-	35,378,796	45.5
Kansas Racing and Gaming Commission	5,858,720	6,411,381	8,490,501	-	-	2,079,120	32.4
Department of Commerce	115,480,054	141,276,470	152,860,481	(5,000,000)	(3.2)	11,584,011	8.2
Kansas Inc.	548,276	533,845	-	-	-	(533,845)	(100.0)
Kansas Technology Enterprise Corp.	9,556,329	8,298,027	-	-	-	(8,298,027)	(100.0)
Office of Administrative Hearings	-	-	-	-	-	-	-
Home Inspection Registration Board	14,689	16,800	16,800	-	-	-	-
<b>Total General Government</b>	<b>\$ 727,031,685</b>	<b>\$ 843,438,870</b>	<b>\$ 885,488,885</b>	<b>\$ (11,467,050)</b>	<b>(1.3) %</b>	<b>\$ 42,050,015</b>	<b>5.0 %</b>
<b>Human Services</b>							
Social and Rehabilitation Services	\$ 1,603,416,853	\$ 1,649,038,597	\$ 1,600,489,978	\$ (2,161,328)	(0.1) %	\$ (48,548,619)	(2.9) %
Rainbow Mental Health Facility	8,753,095	8,638,394	8,711,681	-	-	73,287	0.8
Kansas Neurological Institute	28,585,783	29,069,370	28,770,752	-	-	(298,618)	(1.0)
Parsons State Hospital	25,496,872	25,435,823	25,836,213	-	-	400,390	1.6
Osawatomie State Hospital	29,125,349	28,921,397	29,004,672	-	-	83,275	0.3
Larned State Hospital	56,302,017	57,538,948	58,849,575	-	-	1,310,627	2.3
<i>Subtotal SRS and Institutions</i>	<i>\$ 1,751,679,969</i>	<i>\$ 1,798,642,529</i>	<i>\$ 1,751,662,871</i>	<i>\$ (2,161,328)</i>	<i>(0.1) %</i>	<i>\$ (46,979,658)</i>	<i>(2.6) %</i>
Commission on Veterans Affairs	\$ 19,193,988	\$ 20,575,306	\$ 19,461,301	\$ -	-	\$ (1,114,005)	(5.4)
Dept. of Health and Environment - Health	180,365,077	178,234,034	1,707,558,038	(2,218,986)	(0.1)	1,529,324,004	858.0
Kansas Guardianship Program	1,118,640	1,158,265	1,113,847	-	-	(44,418)	(3.8)
Department of Labor	1,428,713,993	1,156,045,444	731,032,898	-	-	(425,012,546)	(36.8)
Department on Aging	481,929,197	572,555,291	561,017,853	-	-	(11,537,438)	(2.0)
Health Policy Authority	1,473,091,067	1,475,324,653	-	-	-	(1,475,324,653)	(100.0)
<b>Total Human Services</b>	<b>\$ 5,336,091,931</b>	<b>\$ 5,202,535,522</b>	<b>\$ 4,771,846,808</b>	<b>\$ (4,380,314)</b>	<b>(0.1) %</b>	<b>\$ (430,688,714)</b>	<b>(8.3) %</b>
<b>Education</b>							
Board of Regents	\$ 225,342,505	\$ 238,917,980	\$ 220,130,377	\$ (15,543,982)	(6.6) %	\$ (18,787,603)	(7.9) %
Kansas State University	452,924,362	523,972,374	467,258,718	3,700,000	0.8	(56,713,656)	(10.8)
KSU - Extension Systems and Agricultural Research Program	119,440,904	121,880,616	121,717,664	-	-	(162,952)	(0.1)
KSU - Veterinary Medical Center	32,463,357	39,203,504	46,726,279	-	-	7,522,775	19.2
University of Kansas	638,167,788	668,563,648	644,106,181	-	-	(24,457,467)	(3.7)
University of Kansas Medical Center	276,404,573	301,365,462	283,281,338	-	-	(18,084,124)	(6.0)
Fort Hays State University	96,286,664	109,946,945	95,174,570	5,300,000	5.9	(14,772,375)	(13.4)
Emporia State University	80,079,238	91,613,934	83,183,807	-	-	(8,430,127)	(9.2)
Pittsburg State University	95,599,937	97,793,438	95,357,739	1,500,000	1.6	(2,435,699)	(2.5)
Wichita State University	241,127,389	255,240,805	237,597,567	-	-	(17,643,238)	(6.9)
<i>Subtotal Regents and Institutions</i>	<i>\$ 2,257,836,717</i>	<i>\$ 2,448,498,706</i>	<i>\$ 2,294,534,240</i>	<i>\$ (5,043,982)</i>	<i>(0.2) %</i>	<i>\$ (153,964,466)</i>	<i>(6.3) %</i>

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**EXPENDITURES FROM ALL FUNDING SOURCES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
Department of Education	\$ 3,583,560,485	\$ 3,831,276,521	\$ 3,680,198,790	\$ 57,336,077	1.6	\$ (151,077,731)	(3.9) %
State Library	6,209,463	6,448,396	6,073,733	-	-	(374,663)	(5.8)
Kansas Arts Commission	2,181,094	1,607,454	-	-	-	(1,607,454)	(100.0)
School for the Blind	6,061,475	6,677,206	6,276,455	-	-	(400,751)	(6.0)
School for the Deaf	9,603,133	10,503,819	11,444,146	-	-	940,327	9.0
State Historical Society	11,589,685	8,848,474	8,979,146	-	-	130,672	1.5
<b>Total Education</b>	<b>\$ 5,877,042,052</b>	<b>\$ 6,313,860,576</b>	<b>\$ 6,007,506,510</b>	<b>\$ 52,292,095</b>	<b>0.9 %</b>	<b>\$ (306,354,066)</b>	<b>(4.9) %</b>
<b>Public Safety</b>							
Department of Corrections	\$ 114,523,836	\$ 129,925,029	\$ 127,356,409	\$ 10,312,356	8.8 %	\$ (2,568,620)	(2.0) %
Topeka Correctional Facility	13,898,506	13,935,007	13,965,676	-	-	30,669	0.2
Hutchinson Correctional Facility	29,885,206	30,286,442	30,616,393	-	-	329,951	1.1
Lansing Correctional Facility	38,287,307	39,054,956	39,124,714	-	-	69,758	0.2
Ellsworth Correctional Facility	12,744,066	13,109,970	13,126,540	-	-	16,570	0.1
Winfield Correctional Facility	13,205,513	13,148,552	12,984,627	-	-	(163,925)	(1.2)
Larned Correctional Mental Health Facility	10,114,496	10,038,961	10,176,212	-	-	137,251	1.4
Norton Correctional Facility	13,630,630	15,768,118	15,591,333	-	-	(176,785)	(1.1)
El Dorado Correctional Facility	24,375,382	23,993,135	24,103,815	-	-	110,680	0.5
<i>Subtotal Corrections and Institutions</i>	<i>\$ 270,664,942</i>	<i>\$ 289,260,170</i>	<i>\$ 287,045,719</i>	<i>\$ 10,312,356</i>	<i>3.7 %</i>	<i>\$ (2,214,451)</i>	<i>(0.8) %</i>
Juvenile Justice Authority	\$ 67,645,510	\$ 67,746,822	\$ 64,964,601	\$ 103,863	0.2 %	\$ (2,782,221)	(4.1) %
Kansas Juvenile Correctional Complex	19,033,552	18,198,228	17,926,666	-	-	(271,562)	(1.5)
Atchison Juvenile Correctional Facility	-	-	-	-	-	-	-
Beloit Juvenile Correctional Facility	1,051,650	-	-	-	-	-	-
Larned Juvenile Correctional Facility	8,921,538	9,110,824	9,039,626	-	-	(71,198)	(0.8)
<i>Subtotal JJA and Institutions</i>	<i>\$ 96,652,250</i>	<i>\$ 95,055,874</i>	<i>\$ 91,930,893</i>	<i>\$ 103,863</i>	<i>0.1 %</i>	<i>\$ (3,124,981)</i>	<i>(3.3) %</i>
Adjutant General	\$ 277,587,383	\$ 241,470,046	\$ 131,005,017	\$ -	- %	\$ (110,465,029)	(45.7) %
State Fire Marshal	3,756,142	4,524,643	4,443,897	(80,748)	(1.8)	(80,746)	(1.8)
Kansas Parole Board	496,459	509,237	-	-	-	(509,237)	(100.0)
Highway Patrol	87,190,100	83,223,340	71,906,075	862,000	1.2	(11,317,265)	(13.6)
Kansas Bureau of Investigation	25,707,727	29,254,459	27,839,607	493,670	1.8	(1,414,852)	(4.8)
Emergency Medical Services Board	2,110,600	2,255,543	2,184,446	-	-	(71,097)	(3.2)
Sentencing Commission	8,253,571	8,573,819	7,916,112	-	-	(657,707)	(7.7)
Kansas Commission on Peace Officers' Standards and Training (KCPOST)	485,748	549,246	566,088	5,500	1.0	16,842	3.1
<b>Total Public Safety</b>	<b>\$ 772,904,922</b>	<b>\$ 754,676,377</b>	<b>\$ 624,837,854</b>	<b>\$ 11,696,641</b>	<b>1.9 %</b>	<b>\$ (129,838,523)</b>	<b>(17.2) %</b>
<b>Agriculture and Natural Resources</b>							
Department of Agriculture	\$ 26,450,210	\$ 30,523,543	\$ 40,781,227	\$ 504,785	1.3 %	\$ 10,257,684	33.6 %

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**EXPENDITURES FROM ALL FUNDING SOURCES**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Dollar	Percent	Dollar	Percent
Dept. of Health and Environment - Environment	64,270,860	73,184,539	70,149,984	(480,511)	(0.7)	(3,034,555)	(4.1)
Animal Health Department	2,711,364	2,569,994	-	-	-	(2,569,994)	(100.0)
Kansas State Fair Board	5,837,605	6,999,046	7,015,804	-	-	16,758	0.2
State Conservation Commission	8,098,452	12,334,992	-	-	-	(12,334,992)	(100.0)
Kansas Water Office	8,578,248	10,111,115	7,383,233	-	-	(2,727,882)	(27.0)
Department of Wildlife and Parks	53,696,642	75,275,442	68,367,311	-	-	(6,908,131)	(9.2)
<b>Total Agriculture and Natural Resources</b>	<b>\$ 169,643,381</b>	<b>\$ 210,998,671</b>	<b>\$ 193,697,559</b>	<b>\$ 24,274</b>	<b>0.0 %</b>	<b>\$ (17,301,112)</b>	<b>(8.2) %</b>
<b>Highways and Other Transportation</b>							
Department of Administration	\$ 8,845,148	\$ 16,150,975	\$ 16,150,775	\$ -	- %	\$ (200)	(0.0) %
Department of Transportation	1,152,389,464	1,418,131,758	1,432,390,835	(2,723,036)	(0.2)	14,259,077	1.0
<b>Total Highways and Other Transportation</b>	<b>\$ 1,161,234,612</b>	<b>\$ 1,434,282,733</b>	<b>\$ 1,448,541,610</b>	<b>\$ (2,723,036)</b>	<b>(0.2) %</b>	<b>\$ 14,258,877</b>	<b>1.0 %</b>
<b>Current Year Savings</b>	<b>\$ -</b>	<b>(6,316,263)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ 6,316,263</b>	<b>(100.0)</b>
<i>10.0 Percent Information Technology Reduction</i>	-	-	(23,200,667)	(23,200,667)	-	(23,200,667)	-
<i>Dues and Subscription Prohibition</i>	-	-	(5,354,025)	(5,354,025)	-	(5,354,025)	-
<i>Cell Phone Contract Reduction</i>	-	-	(1,963,206)	(1,963,206)	-	(1,963,206)	-
<i>Employee Travel Rewards Savings</i>	-	-	(300,000)	(300,000)	-	(300,000)	-
<i>Classified Under Market Pay Plan</i>	-	-	-	-	-	-	-
<i>Self Fund Longevity</i>	-	-	(5,300,000)	(5,300,000)	-	(5,300,000)	-
<i>7.5 Percent Pay Reduction for Certain State Officers</i>	-	(1,335,861)	(5,788,731)	(5,788,731)	-	(4,452,870)	333.3
<i>7.5 Percent Pay Reduction for State Employees on a Sliding Scale</i>	-	-	(44,847,953)	(44,847,953)	-	(44,847,953)	-
<b>Grand Total</b>	<b>\$ 14,043,948,583</b>	<b>\$ 14,752,140,625</b>	<b>\$ 13,845,164,644</b>	<b>\$ (41,311,972)</b>	<b>(0.3) %</b>	<b>\$ (906,975,981)</b>	<b>(6.1) %</b>

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**FULL-TIME EQUIVALENT (FTE) POSITIONS**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Number	Percent	Number	Percent
<b>General Government</b>							
Abstracters Board of Examiners	-	-	-	-	- %	-	- %
Board of Accountancy	3.0	3.0	3.0	-	-	-	-
State Bank Commissioner	99.0	99.0	99.0	-	-	-	-
Board of Barbering	1.5	1.5	1.5	-	-	-	-
Behavioral Sciences Regulatory Board	8.0	8.0	8.0	-	-	-	-
Board of Healing Arts	45.0	45.0	43.0	-	-	(2.0)	(4.4)
Board of Cosmetology	12.0	12.0	11.0	-	-	(1.0)	(8.3)
Department of Credit Unions	12.0	12.0	12.0	-	-	-	-
Kansas Dental Board	3.0	3.0	3.0	-	-	-	-
Board of Mortuary Arts	3.0	3.0	3.0	-	-	-	-
Kansas Board of Examiners in Fitting and Dispensing of Hearing Instruments	-	-	-	-	-	-	-
Board of Nursing	24.0	24.0	24.0	3.0	14.3	-	-
Optometry Board	0.8	0.8	0.8	-	-	-	-
Board of Pharmacy	7.0	8.0	8.0	-	-	-	-
Real Estate Commission	15.0	15.0	13.0	-	-	(2.0)	(13.3)
Real Estate Appraisal Board	2.0	2.0	2.0	-	-	-	-
Securities Commissioner	32.1	32.1	32.1	-	-	-	-
Board of Technical Professions	5.0	5.0	5.0	-	-	-	-
Board of Veterinary Examiners	3.0	3.0	3.0	-	-	-	-
Governmental Ethics Commission	9.0	9.0	9.0	-	-	-	-
Legislative Coordinating Council	15.0	15.0	14.0	(1.0)	(6.7)	(1.0)	(6.7)
Legislature	37.0	37.0	37.0	-	-	-	-
Legislative Research Department	40.0	40.0	40.0	-	-	-	-
Revisor of Statutes	31.5	31.5	31.5	-	-	-	-
Division of Post Audit	27.0	22.0	22.0	-	-	-	-
Office of the Governor	40.0	43.5	43.1	-	-	(0.4)	(0.9)
Lieutenant Governor	3.5	3.5	3.5	-	-	-	-
Attorney General	110.0	110.0	109.4	-	-	(0.6)	(0.6)
Secretary of State	50.0	54.0	51.0	-	-	(3.0)	(5.6)
State Treasurer	52.5	52.5	46.5	2.0	4.5	(6.0)	(11.4)
Insurance Department	138.4	138.4	123.4	-	-	(15.0)	(10.8)
Health Care Stabilization Fund Board	17.0	18.0	18.0	1.0	5.9	-	-
Judicial Council	7.0	7.0	4.0	(3.0)	(42.9)	(3.0)	(42.9)
Board of Indigents' Defense Services	195.0	195.0	185.0	-	-	(10.0)	(5.1)
Judicial Branch	1,855.3	1,855.5	1,855.3	(3.0)	(0.2)	(0.2)	(0.0)

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**FULL-TIME EQUIVALENT (FTE) POSITIONS**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Number	Percent	Number	Percent
Kansas Public Employees Retirement System (KPERs)	87.3	87.3	86.3	-	-	(1.0)	(1.1)
Kansas Human Rights Commission	22.0	34.0	25.0	-	-	(9.0)	(26.5)
Kansas Corporation Commission	214.0	214.0	212.0	-	-	(2.0)	(0.9)
Citizens' Utility Ratepayer Board	6.0	6.0	6.0	2.0	50.0	-	-
Department of Administration	747.0	747.0	568.3	-	-	(178.7)	(23.9)
Court of Tax Appeals	20.0	26.0	20.0	-	-	(6.0)	(23.1)
Department of Revenue	1,012.0	1,096.0	1,046.0	-	-	(50.0)	(4.6)
Kansas Lottery	89.0	99.0	99.0	-	-	-	-
Kansas Racing and Gaming Commission	73.5	73.5	99.5	-	-	26.0	35.4
Department of Commerce	314.8	314.8	251.8	-	-	(63.0)	(20.0)
Kansas Inc.	4.5	4.5	-	-	-	(4.5)	(100.0)
Kansas Technology Enterprise Corp.	14.7	14.7	-	-	-	(14.7)	(100.0)
Office of Administrative Hearings	13.0	13.0	13.0	-	-	-	-
Home Inspection Registration Board	-	-	-	-	-	-	-
<b>Total General Government</b>	<b>5,521.3</b>	<b>5,637.9</b>	<b>5,290.9</b>	<b>1.0</b>	<b>0.0 %</b>	<b>(347.0)</b>	<b>(6.2) %</b>
<b>Human Services</b>							
Social and Rehabilitation Services	3,669.1	3,669.1	3,119.1	-	- %	(550.0)	(15.0) %
Rainbow Mental Health Facility	122.2	122.2	112.2	-	-	(10.0)	(8.2)
Kansas Neurological Institute	570.2	546.7	485.7	-	-	(61.0)	(11.2)
Parsons State Hospital	497.2	495.2	455.2	-	-	(40.0)	(8.1)
Osawatomie State Hospital	441.4	441.4	396.4	-	-	(45.0)	(10.2)
Larned State Hospital	976.2	976.2	839.2	-	-	(137.0)	(14.0)
<i>Subtotal SRS and Institutions</i>	<i>6,276.3</i>	<i>6,250.8</i>	<i>5,407.8</i>	<i>-</i>	<i>- %</i>	<i>(843.0)</i>	<i>(13.5) %</i>
Commission on Veterans Affairs	276.8	498.0	340.0	-	-	(158.0)	(31.7)
Dept. of Health and Environment - Health	358.6	358.6	555.4	-	-	196.8	54.9
Kansas Guardianship Program	11.0	11.0	10.0	-	-	(1.0)	(9.1)
Department of Labor	552.0	552.0	499.0	-	-	(53.0)	(9.6)
Department on Aging	214.0	214.0	164.0	-	-	(50.0)	(23.4)
Health Policy Authority	284.7	294.8	-	-	-	(294.8)	(100.0)
<b>Total Human Services</b>	<b>7,973.4</b>	<b>8,179.2</b>	<b>6,976.2</b>	<b>-</b>	<b>- %</b>	<b>(1,203.0)</b>	<b>(14.7) %</b>
<b>Education</b>							
Board of Regents	63.5	63.5	63.5	-	- %	-	- %
Kansas State University	3,510.3	3,601.7	3,601.7	-	-	-	-

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**FULL-TIME EQUIVALENT (FTE) POSITIONS**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Number	Percent	Number	Percent
KSU - Extension Systems and Agricultural Research Program	1,198.5	1,191.6	1,191.6	-	-	-	-
KSU - Veterinary Medical Center	309.1	310.9	310.9	-	-	-	-
University of Kansas	5,405.0	5,342.1	5,342.1	-	-	-	-
University of Kansas Medical Center	2,916.4	2,438.3	2,438.3	-	-	-	-
Fort Hays State University	787.8	793.8	793.8	-	-	-	-
Emporia State University	834.6	837.1	837.1	-	-	-	-
Pittsburg State University	887.5	898.7	898.7	-	-	-	-
Wichita State University	1,866.4	1,878.5	1,878.5	-	-	-	-
<i>Subtotal Regents and Institutions</i>	<u>17,779.2</u>	<u>17,356.3</u>	<u>17,356.3</u>	-	- %	-	- %
Department of Education	210.3	210.3	173.0	-	-	(37.3)	(17.7)
State Library	20.0	25.0	24.0	-	-	(1.0)	(4.0)
Kansas Arts Commission	7.0	8.0	-	-	-	(8.0)	(100.0)
School for the Blind	93.5	93.5	82.5	-	-	(11.0)	(11.8)
School for the Deaf	173.5	173.5	150.5	-	-	(23.0)	(13.3)
State Historical Society	87.5	134.0	117.0	-	-	(17.0)	(12.7)
<b>Total Education</b>	<b>18,371.0</b>	<b>18,000.5</b>	<b>17,903.3</b>	-	- %	<b>(97.3)</b>	<b>(0.5) %</b>
<b>Public Safety</b>							
Department of Corrections	321.0	318.5	298.5	-	- %	(20.0)	(6.3) %
Topeka Correctional Facility	246.0	244.0	238.0	-	-	(6.0)	(2.5)
Hutchinson Correctional Facility	512.0	511.0	510.0	-	-	(1.0)	(0.2)
Lansing Correctional Facility	683.0	682.0	682.0	-	-	-	-
Ellsworth Correctional Facility	219.0	220.0	220.0	-	-	-	-
Winfield Correctional Facility	200.0	200.0	200.0	-	-	-	-
Larned Correctional Mental Health Facility	185.0	184.0	184.0	-	-	-	-
Norton Correctional Facility	232.0	264.0	259.0	-	-	(5.0)	(1.9)
El Dorado Correctional Facility	426.0	426.0	422.0	-	-	(4.0)	(0.9)
<i>Subtotal Corrections and Institutions</i>	<u>3,024.0</u>	<u>3,049.5</u>	<u>3,013.5</u>	-	- %	<u>(36.0)</u>	<u>(1.2) %</u>
Juvenile Justice Authority	45.0	45.0	31.0	(1.0)	(3.1) %	(14.0)	(31.1) %
Kansas Juvenile Correctional Complex	297.5	297.5	292.5	-	-	(5.0)	(1.7)
Atchison Juvenile Correctional Facility	-	-	-	-	-	-	-
Beloit Juvenile Correctional Facility	59.0	-	-	-	-	-	-
Larned Juvenile Correctional Facility	157.0	157.0	150.0	-	-	(7.0)	(4.5)
<i>Subtotal JJA and Institutions</i>	<u>558.5</u>	<u>499.5</u>	<u>473.5</u>	<u>(1.0)</u>	<u>(0.2) %</u>	<u>(26.0)</u>	<u>(5.2) %</u>

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**FULL-TIME EQUIVALENT (FTE) POSITIONS**  
**FY 2010 ACTUAL, FY 2011 HOUSE COMMITTEE RECOMMENDATION, FY 2012 GOVERNOR'S ADJUSTED RECOMMENDATION\*, AND FY 2012 HOUSE COMMITTEE RECOMMENDATION**

	Actual FY 2010	House Committee Rec. FY 2011	House Committee Rec. FY 2012	Change From FY 2012 Governor's Adjusted Recommendation		Change From FY 2011 House Comm. Recommendation	
				Number	Percent	Number	Percent
Adjutant General	219.0	219.0	199.0	-	- %	(20.0)	(9.1) %
State Fire Marshal	53.0	53.0	48.0	-	-	(5.0)	(9.4)
Kansas Parole Board	3.0	3.0	-	-	-	(3.0)	(100.0)
Highway Patrol	859.0	859.0	851.0	-	-	(8.0)	(0.9)
Kansas Bureau of Investigation	221.0	221.0	209.0	12.0	6.1	(12.0)	(5.4)
Emergency Medical Services Board	14.0	14.0	14.0	1.0	7.7	-	-
Sentencing Commission	8.0	10.0	8.0	-	-	(2.0)	(20.0)
Kansas Commission on Peace Officers' Standards and Training (KCPOST)	7.0	7.0	7.0	-	-	-	-
<b>Total Public Safety</b>	<b>4,966.5</b>	<b>4,935.0</b>	<b>4,823.0</b>	<b>12.0</b>	<b>0.2 %</b>	<b>(112.0)</b>	<b>(2.3) %</b>
<b><i>Agriculture and Natural Resources</i></b>							
Department of Agriculture	341.5	341.5	353.5	-	- %	12.0	3.5 %
Dept. of Health and Environment - Environment	431.0	431.0	421.0	-	-	(10.0)	(2.3)
Animal Health Department	33.0	33.0	-	-	-	(33.0)	(100.0)
Kansas State Fair Board	24.0	24.0	24.0	-	-	-	-
State Conservation Commission	13.0	13.0	-	-	-	(13.0)	(100.0)
Kansas Water Office	21.0	21.0	21.0	2.0	10.5	-	-
Department of Wildlife and Parks	417.5	417.5	430.5	-	-	13.0	3.1
<b>Total Agriculture and Natural Resources</b>	<b>1,281.0</b>	<b>1,281.0</b>	<b>1,250.0</b>	<b>2.0</b>	<b>0.2 %</b>	<b>(31.0)</b>	<b>(2.4) %</b>
<b><i>Highways and Other Transportation</i></b>							
Department of Administration	-	-	-	-	- %	-	- %
Department of Transportation	3,113.5	3,113.5	2,916.5	-	-	(197.0)	(6.3)
<b>Total Highways and Other Transportation</b>	<b>3,113.5</b>	<b>3,113.5</b>	<b>2,916.5</b>	<b>-</b>	<b>- %</b>	<b>(197.0)</b>	<b>(6.3) %</b>
<i>Classified Under Market Pay Plan</i>	-	-	-	-	-	-	-
<i>Salary Reductions for Selected Positions</i>	-	-	-	-	-	-	-
<b>Grand Total</b>	<b>41,226.6</b>	<b>41,147.1</b>	<b>39,159.9</b>	<b>15.0</b>	<b>0.0 %</b>	<b>(1,987.2)</b>	<b>(4.8) %</b>

\* Includes the Governor's March Allotment reduction of \$6.3 million, and the Governor's Budget Amendment No. 1.

**HOUSE BILL No. 2382**  
**Capital Improvements for FY 2011 and FY 2012**  
**As Amended by House Committee**

House Bill No. 2382, as amended by the House Committee on Appropriations, contains appropriations for FY 2011 and FY 2012 capital improvements expenditures for all state agencies. An overview of the Governor's recommended capital improvements budget and the House Committee's adjustments to the Governor's recommendations are reflected below.

**Overview of FY 2011**

**Governor's Recommendation**

The Governor recommends FY 2011 capital improvements expenditures of \$1.179 billion, including \$28.5 million from the State General Fund. The recommendation is an increase of \$414.9 million, or 54.3 percent, all funds and a decrease of \$6.0 million, or 17.4 percent, State General Fund from the FY 2010 recommendation. The majority of the all funds increase reflects State Highway Fund monies for projects carried forward from previous years. The reduction in State General Fund expenditures reflects shift of State General Fund dollars from capital improvements to operations in FY 2011.

Of the total expenditures for FY 2011, \$918.6 million, or 77.9 percent, can be attributed to the State Highway Fund, \$69.6 million, or 5.9 percent, to the three state building funds – Educational Building Fund, State Institutions Building Fund, and the Correctional Institutions Building, \$28.5 million, or 2.4 percent to the State General Fund, and the remainder to special revenue funds.

**House Committee Recommendation**

The Committee recommends capital improvements expenditures of \$1.196 billion, including \$28.5 million from the State General Fund for FY 2011. The recommendation reflects one adjustment to the Governor's recommendation for the addition of \$17.2 million, all from special revenue funds, at **Kansas State University** for various facility upgrades and relocation of facilities in preparation for the construction of the National Bio and Agro-Defense Facility (NBAF).

**Overview of FY 2012**

**Governor's Recommendation**

The Governor recommends FY 2012 capital improvements expenditures of \$1.107



billion, including \$31.3 million from the State General Fund. The recommendation is an decrease of \$71.6 million, or 6.1 percent, all funds and an increase of \$2.8 million, or 9.9 percent, State General Fund from the FY 2011 recommendation. The majority of the all funds decrease reflects reduced in expenditures from Regents restricted funds. The increase in State General Fund expenditures reflects increased debt service payments for FY 2012.

Of the total expenditures for FY 2012, \$953.6 million, or 89.7 percent, can be attributed to the State Highway Fund, \$43.1 million, or 4.1 percent, to the three state building funds – Educational Building Fund, State Institutions Building Fund, and the Correctional Institutions Building, \$31.3 million, or 2.9 percent to the State General Fund, and the remainder to special revenue funds.

### **House Committee Recommendation**

The Committee recommends capital improvements expenditures of \$1.116 billion, including \$31.3 million from the State General Fund for FY 2012. The recommendation reflects increases to the Governor's recommendation of \$9.2 million, including \$11,977 from the State General Fund. The majority of the increase is reflected in special revenue expenditures for the **Regents** institutions. However, the recommendation includes the Governor's Budget Amendment (GBA) No. 1, Item 3, adding \$1.9 million, all from the State Institutions Building Fund (SIBF), in the budget for the **School for the Deaf**, to renovate the west wing of the Roth Dormitory , the deletion of SIBF funding for the construction of a warehouse at **Larned Juvenile Correctional Facility** and a technical amendment for debt service at the **Department of Wildlife and Parks**.

**Capital Improvements Bill**  
**Explanation for 2011 House Bill 2382**  
**As Amended by House Committee**

**Sec. 2 --Department of Administration**

AGENCY REQUEST. The agency requests \$28.8 million, all from the State General Fund, for capital improvements in FY 2012. Projects are divided into three categories Rehabilitation and Repair, Specific Projects, and Debt Service Principal payments. The agency notes its priority is securing rehabilitation and repair funds.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$19.0 million, all from the State General Fund, for capital improvements in FY 2012. The recommendation includes \$2,718,889 for rehabilitation and repair of state buildings and \$16,253,885 for debt service principal payments. The Governor does not recommend adoption of any enhancement requests.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 3 --Department of Commerce**

AGENCY REQUEST. The agency requests FY 2012 capital improvements to be \$160,000, all from special revenue funds. The estimate includes \$80,000 for rehabilitation and repair on various buildings across the State and \$80,000 for debt service principal payments on the Topeka Workforce Development building. The Topeka Workforce Development building was transferred from the Department of Labor to the Department of Commerce in 2004.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 4 --Insurance Department**

AGENCY REQUEST. The agency requests a capital improvements budget of \$165,115 for FY 2012. This is an increase of \$2,437, or 1.5 percent, above the revised FY 2011 estimate. This includes \$95,000 for rehabilitation and repair projects and \$70,115 for debt service principal payments.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for capital improvements for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 5 --Social and Rehabilitation Services**

AGENCY REQUEST. The agency requests capital improvement expenditures of \$7.8 million in FY 2012. This includes \$3.6 million for debt service principal payments; \$1.4 million for rehabilitation and repair projects at the five state hospitals; \$200,000 for rehabilitation and repair projects at the Chanute area office; and the agency's enhancement request for \$2.7 million, all from the State Institutions Building Fund, to plan for the Sexual Predator Treatment Program expansion.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 capital improvement expenditures

of \$5.2 million, a decrease of \$2.7 million, or 33.9 percent, below the agency's request. The Governor does not recommend the agency's enhancement request for planning funds for an expansion of the Sexual Predator Treatment Program facilities.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 6 --Department of Labor**

AGENCY REQUEST. The agency requests FY 2012 capital improvement expenditures of \$818,663, all from special revenue funds, an increase of \$478,032, or 140.3 percent, above the revised FY 2011 estimate. Debt Service principal in FY 2012 is \$270,163, all from special revenue funds. The expenditure is for the repayment of two bonds obtained to purchase and renovate buildings owned by the agency. Rehabilitation and Repair. The FY 2012 capital improvements request includes \$115,000 for rehabilitation and repair to the agency's properties. The agency would fund \$57,500 from Sale Building funds and \$57,500 from Worker's Compensation funds for general rehabilitation and repair of agency owned buildings. The agency also requests \$216,750 of Sale Building funds and \$216,750 of Workers Compensation funds for multiple capital improvement projects to various owned buildings in Topeka.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 capital improvement request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 7 --Commission on Veterans Affairs**

AGENCY REQUEST. The agency requests \$848,090, all from the State Institutions Building Fund, for capital improvements for FY 2012. This is a decrease of \$1,092,059, or 56.3 percent, below the revised FY 2011 estimate. The decrease is due to the completion of several repairs on the grounds and to the buildings at the Kansas Soldiers' Home (KSH) at Ft. Dodge and the Kansas Veterans' Home (KVH) in Winfield. The agency requests \$274,585 for rehabilitation and repair projects at KSH and \$573,505 for rehabilitation and repair projects at KVH in FY 2012, all from the State Institutions Building Fund.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 8 --School for the Blind**

AGENCY REQUEST. The agency requests a FY 2012 capital improvements budget of \$320,983, comprised of \$31,979 from the State General Fund and \$289,004 from the State Institutions Building Fund. All funding from the State General Fund would apply to the agency's debt service principal payment made on the Facilities Conservation Improvement Project.

GOVERNOR'S RECOMMENDATION. The Governor recommends capital improvements totaling \$223,675, including \$31,979 from the State General Fund, for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 9 --School for the Deaf**

AGENCY REQUEST. The agency requests a FY 2012 capital improvements budget of \$695,069, comprised of \$66,520 from the State General Fund and \$629,449 from the State Institutions Building Fund. All funding from the State General Fund would apply to the agency's debt service principal payment made on the Facilities Conservation Improvement Project.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$366,520, including \$66,520 from the State General Fund, for capital improvements in FY 2012. The Governor recommends \$300,000, all from the State Institutions Building Fund, for Rehabilitation and Repair. This is an increase of \$90,000, or 42.9 percent, above the agency request for Rehabilitation and Repair. The increase is to address basic maintenance issues on campus that have accumulated over time related to preventing water and moisture from entering buildings.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 3, to add \$279,449, all from the State Institutions Building Fund, in FY 2011 and \$1.9 million, all from the State Institutions Building Fund, for FY 2012 to renovate the west wing of the Roth Dormitory.

**Sec. 10 --State Historical Society**

AGENCY REQUEST. The agency requests \$427,400, including \$255,500 from the State General Fund, for capital improvements in FY 2012. The items below detail the projects to be funded by the State General Fund: \$125,000, all from the State General Fund, for emergency repairs to more than fifty structures under its care; \$44,800, all from the State General Fund, for Kansas State Historical Society computer server equipment room air conditioning. According to the agency, the loss of air conditioning due to equipment failures has put the agency's computer servers at risk to overheat; \$50,000, all from the State General Fund, for lighting replacement. Facility lighting fixtures that have been catching on fire would be replaced with low UV, energy efficient indirect lighting; and \$35,700, all from The State General Fund, for Grinter Place exterior restroom remodel. Existing restrooms for the site do not comply with the Americans with Disabilities Act. In addition to these capital improvement projects, the following projects would be completely funded with federal or private funds: \$96,900, for the John Brown Museum repair and replacement of windows and doors; and \$75,000, for the Shawnee Indian Mission west building interior restoration and site improvement.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$296,900, including \$125,000 from the State General Fund, for capital improvements projects for FY 2012. The funding includes \$125,000 for emergency repairs, all from the State General Fund, \$96,900 for the John Brown Museum, and \$75,000 for the Shawnee Indian Mission, all from federal or private funds.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 11 --Emporia State University**

AGENCY REQUEST. The agency requests an FY 2012 capital improvements budget of \$1.3 million, all from special revenue funds, a reduction of \$4.1 million, or 76.0 percent from the FY 2011 estimate. The reduction reflects federal American Recovery and Reinvest Act (ARRA) funds available in FY 2011 that are not available for FY 2012 and does not include Educational Building Fund transfers from the Board of Regents.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 12 --Fort Hays State University**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$2.7 million, all from special revenue funds. The request is a reduction of \$20.0 million, or 88.1 percent, below the FY 2011 estimate. The reduction reflects the loss of federal American Recovery and Reinvestment Act (ARRA) funds in FY 2012, as well as the absence of expenditures for the wind farm project in FY 2012 and does not include transfers from the Board of Regents from the Educational Building Fund.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$1.3 million, all from housing revenue funds, for replacement of exterior doors and windows for FY 2012.
2. Add \$4.0 million, all from special revenue funds, for an indoor practice facility for FY 2012.

**Sec. 13 --Kansas State University**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$7.3 million, all from special revenue funds. The request is a reduction of \$31.0 million, or 80.9 percent, below the FY 2011 estimate and does not reflect the transfer of state funds for deferred maintenance or federal American Recovery and Reinvestment Act funds which expired in FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$5.3 million, all from special revenue funds, for the construction of an animal suite at the Large Animal Research Center in FY 2011.
2. Add \$5.2 million, all from special revenue funds, for the construction of the Justin Hall Addition in FY 2011.
3. Add \$300,000, all from special revenue funds, for the first stage of a project to remove the Old Chemical Waste Landfill in FY 2011.
4. Add \$1.2 million, all from special revenue funds, for upgrades to West Hall in FY 2011.
5. Add \$2.0 million, all from special revenue funds, to construct the Southeast Research-Extension Center in Parsons, Kansas in FY 2011.
6. Add \$2.0 million, all from special revenue funds, for the renovation of chemical engineering lab space in Durland Hall in FY 2011.
7. Add \$600,000, all from special revenue funds, to remodel the Technology Assistance Center on the Salina Campus in FY 2011.
8. Add \$550,000, all from special revenue funds, for upgrades to the John C. Pair Center in

Wichita in FY 2011.

9. Add language allowing the university to enter into a lease purchase agreement with the Kansas State University Foundation for a new Grain Science Center Feed Mill in FY 2011.

10. Add \$3.7 million, all from special revenue funds, for the second stage of the project to remove the Old Chemical Waste Landfill for FY 2012.

**Sec. 14 --KSU - Extension Systems and Agricultural Research Program**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$1.7 million, all from special revenue funds for rehabilitation and repair projects. The request is a reduction of \$306,334, or 15.3 percent, all funds from FY 2011, reflecting completion of the Sheep and Meat Goat Center, partially offset by increased estimates for rehabilitation and repair projects.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 15 --Pittsburg State University**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$3.0 million, including \$345,684 from the State General Fund. The request is a reduction of \$3.1 million, or 50.8 percent, all funds and an increase of \$12,952, or 3.9 percent, State General Fund, from the FY 2011 estimate. The request reflects increases in debt service principal payments, partially offset by reductions due to the absence of federal American Recovery and Reinvestment Act (ARRA) funds in FY 2012 and transfers from the Board of Regents that will not occur until the beginning of FY 2012 for deferred maintenance and rehabilitation and repair projects.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$1.5 million, all from special revenue funds, for the demolition of the existing President's Home and to replace it with a new University House for FY 2012.

**Sec. 16 --University of Kansas**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$11.7 million, including \$3.2 million from the State General Fund. The request is a reduction of \$23.7 million, or 67.0 percent, all funds and an increase of \$1.9 million, or 150.6 percent, State General Fund from the FY 2011 estimate. The all funds reduction reflects federal funds available in FY 2011 that will not be available for FY 2012. The State General Fund increase reflects increased debt service principal payments for various bonds, but primarily the School of Pharmacy expansion bonds (\$1.1 million).

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 17 --University of Kansas Medical Center**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$1.7 million, including \$470,000 from the State General Fund. The request is an all funds decrease of \$2.5 million, or 58.4 percent, and a State General Fund increase of \$30,000, or 6.8 percent, from the FY 2011 estimate. The reduction reflects federal American Recovery and Reinvestment Act dollars that are not available in FY 2012 and does not include funding from the Educational Building Fund. Those funds are appropriated to the Board of Regents and transferred to the institutions at the beginning of the fiscal year.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 18 --Wichita State University**

AGENCY REQUEST. The agency requests FY 2012 capital improvements expenditures of \$3.3 million, including \$1.5 million from the State General Fund. The request does not include transfers from the Board of Regents from the Educational Building Fund and for deferred maintenance.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 19 --Board of Regents**

AGENCY REQUEST. The Board requests \$15.0 million, all from the State General Fund, to fund deferred maintenance projects under the State Education Institution Long-Term Infrastructure Maintenance program for FY 2012 that were not funded in FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012 with the exception of the enhancement request for \$15.0 million to fund State Education Institution Long-Term Infrastructure Maintenance projects for FY 2012 that were not funded in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 20 --Department of Corrections**

AGENCY REQUEST. The FY 2012 agency request includes \$16.4 million, including \$10.7 million from the State General Fund, for capital improvements expenditures. The request includes \$3.4 million for debt service principal and \$13.0 million for rehabilitation and repair projects. The capital improvements request includes \$9.3 million from the State General Fund in enhancement funding for rehabilitation and repair at the correctional facilities, repurposing of the Labette County Conservation Camps to increase inmate capacity, and planning for new mental health units.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$6.5 million, including \$1.6 million from the State General Fund, which is an all funds decrease of \$9.9 million, or 60.5 percent, and a State General Fund reduction of \$9.1 million, or 84.8 percent, below the agency's FY 2012 request. The difference is due to the Governor not recommending the agency's enhancement requests (\$9.1 million), moving the Kansas Correctional Industries program off budget (\$836,000), and a decrease in the available balance in the Correctional Institutions Building Fund (\$15,000).

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 21 --Juvenile Justice Authority**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$3,520,116, all from the State Institutions Building Fund. Of this amount, \$2,400,000 is for debt service principal for the bonds issued in 2001 for the construction of the Larned Juvenile Correctional Facility, and the Kansas Juvenile Correctional Complex. The agency's request also includes \$373,859 for rehabilitation and repair, and \$746,257 for three enhancement requests. The agency states that it has conducted a thorough review of its needs and scheduled its highest priority projects for FY 2011, while deferring some projects to FY 2013. The agency prioritized the projects to reduce rehabilitation and repair expenditures for FY 2012, in order to utilize available funds for the enhancements.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$10,000, all from the State Institutions Building Fund for FY 2012, from the enhancement request to raze the pig barn at the Kansas Juvenile Correctional Complex. The Committee recommends that the agency contact the National Guard to raze the structure.
2. Delete \$328,139, all from the State Institutions Building Fund, for FY 2012, from the enhancement request for construction of a warehouse at the Larned Juvenile Correctional Facility.

**Sec. 22 --Highway Patrol**

AGENCY REQUEST. The agency requests FY 2012 capital improvement expenditures of \$594,330, all from special revenue funds. The request includes debt service principal payments of \$315,000 on the Fleet Center and the Vehicle Identification Number Facility in Olathe. The request includes \$147,330 for rehabilitation and repair for scales and buildings, and \$132,000 for scale replacement.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's request for FY 2012 capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 23 --Adjutant General**

AGENCY REQUEST. For FY 2012 the agency requests capital improvements expenditures totaling \$36.2 million. The request includes expenditures totaling \$9.7 million from the State General Fund, which includes \$2.0 million for debt service principal, \$7.3 million for the creation of the Great Plains Regional Training Center Spoke 1, and \$392,396 for the Liberal Motor Vehicle Storage. The requests includes \$26.5 million in federal funds, which includes funding for the construction of the Wichita Field Maintenance Shop and Armory.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 capital improvements expenditures totaling \$28.5 million, including \$2.0 million from the State General Fund. The Governor's recommendation is a State General Fund decrease of \$7.6 million, or 21.2 percent, below the agency's FY 2012 request. The difference is due to the Governor not recommending any of the agency's State General Fund enhancement requests for FY 2012.



HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 24 --Kansas State Fair Board**

AGENCY REQUEST. The agency requests capital improvement expenditures of \$1.8 million, including \$1.3 million from the State General Fund, an increase of \$404,281, or 28.8 percent, above the revised FY 2011 estimate. The increase is mostly due to the agency's enhancement request of \$376,950, all from special revenue funds, for roof replacements on several buildings. Absent the enhancement, the rehabilitation and repair request is \$118,923. In addition, the agency requests \$1.3 million, all from the State General Fund, for a debt service principal payment in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's capital improvement request, but does not recommend the enhancement request of \$376,950, from the State Fair Capital Improvements Fund, for the building roof replacements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 25 --Department of Wildlife and Parks**

AGENCY REQUEST. The agency requests capital improvements expenditures totaling \$9.6 million, including \$1.5 million from the State General Fund, for FY 2012. The request is a decrease of \$11.2 million, or 53.9 percent, below the agency's revised FY 2011 estimate. The request includes enhancement funding of \$1.4 million, all from special revenue funds. Absent the enhancement, the request is a decrease of \$9.8 million, or 47.1 percent, below the agency's FY 2011 estimate. The decrease is mainly due to carry forward balances in FY 2011 that are not reflected in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor recommends capital improvement expenditures totaling \$7.9 million, including \$6,600 from the State General Fund, for FY 2012. The recommendation is a decrease of \$1.6 million, or 17.1 percent, below the agency's FY 2012 request, and a decrease of \$13.1 million, or 62.2 percent, below the Governor's FY 2011 recommendation. The Governor recommends part of the agency's request, including the Lovewell Entrapment Reduction Project, the increase of road maintenance, and \$50,000 for cabin site preparation. The Governor does not recommend the \$1.5 million for major park maintenance and \$110,000 for cabin purchases due to the agency not needing to purchase the cabins in full, but rather use the WILDSCAPE loan to purchase the cabins.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$600,000, including \$150,000 from the Wildlife Fee Fund and \$450,000 from the Wildlife Restoration Fund, for FY 2012 to construct a system to prevent zebra mussels from entering the raceways from the reservoir at the Milford Fish Hatchery.
2. Add \$100,000, all from the Sport Fish Restoration Fund, for FY 2012 for minor repairs to three state fishing lake dams in Leavenworth, Shawnee, and Douglas counties.
3. Delete \$1.7 million, including \$850,000 from the Wildlife Fee Fund, and \$850,000 from the Wildlife Restoration Fund, for FY 2012 for land acquisition.
4. Delete \$11,977, all from the State General Fund, for the Kansas City district office debt service-principal for FY 2012. This funding was inadvertently included in the capital improvement bill, and is being shifted to the mega bill (Technical amendment).



**Bill Explanation for 2011 House Bill 2383**  
**As Amended by the House Committee on Appropriations**

**Sec. 2 --Department of Education**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$21.2 million, all from the State General Fund, to ensure the state meets federal Special Education maintenance of effort in FY 2011.
2. Delete \$11.9 million, all from the State General Fund, in the General State Aid account for FY 2012. This is the \$21.2 million anticipated to be certified for Special Education maintenance of effort in FY 2011, less savings of \$9.3 million which were identified in various agencies. This reduction would equate to approximately an \$18 reduction in the Base State Aid Per Pupil, or \$3,762 in FY 2012.
3. Add language in FY 2011 allowing the federal maintenance of effort amount for special education to be adjusted by certification of the Commissioner of Education, the Director of the Budget, and the Director of Legislative Research. If more than the \$21.2 million appropriated above is necessary, the increased amount would be transferred from the KPERS-School account.
4. Delete \$69.2 million, all from the State General Fund, to delay the April 15th KPERS-School payment in FY 2011 to FY 2012.
5. Add \$69.2 million, all from the State General Fund, for FY 2012 for the April 15, 2011 KPERS-School payment which was deleted in FY 2011.

**Sec. 3 --Abstracters Board of Examiners**

AGENCY REQUEST. The agency estimates revised FY 2011 expenditures of \$23,419, all from the Abstracter's Fee Fund, a decrease of \$669, or 2.8 percent, below the amount approved by the 2010 Legislature. The decrease is attributable to a decrease in the need for contractual services and commodities.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate and deletes \$669, all from the Abstracters Fee Fund, to reflect adjusted expenditure estimates in FY 2011. The decrease is attributable to lower estimated contractual services and commodities expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 4 --Governmental Ethics Commission**

AGENCY REQUEST. The agency requests a revised estimate for FY 2011 of \$683,792, including \$420,616 from the State General Fund. The State General Fund amount is the same as the amount approved by the 2010 Legislature. However, the Governmental Ethics Fee Fund amount is \$28,588, or 9.8 percent, below the amount approved by the 2010 Legislature operations reduction to maintain a sufficient carry-forward balance in the Governmental Ethics Fee Fund. The request includes \$543,442 for salaries and wages; \$126,282 for contractual services, \$5,850 for commodities, and \$8,218 for capital outlay.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request and recommends deleting \$28,588, all from the Governmental Ethics Fee Fund, for an operating reduction in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 5 --Home Inspectors Registration Board**

AGENCY REQUEST. The agency estimates FY 2011 expenditures of \$16,800, all from the Home Inspectors Fee Fund, a decrease of \$18,950, or 53.0 percent, below the amount approved by the 2010 Legislature. The decrease is due to over estimating the start-up costs necessary for the agency.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate and deletes \$18,950, all from the Home Inspectors Fee Fund, to reflect adjusted expenditure estimates in FY 2011. The decrease is attributable to the agency's revised estimate for start-up costs.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 6 --Board of Nursing**

AGENCY REQUEST. The agency estimates a revised FY 2011 budget of \$1,952,425, all from special revenue funds, which is an increase of \$48,060, or 2.5 percent, above the FY 2011 budget approved by the 2010 Legislature, which was \$1,904,365. This is, however, a decrease of \$9,433, or 0.5 percent, below FY 2010 actual expenditures. This decrease is due to reductions in contractual services such as Division of Information Systems and Communications (DISC) costs, commodities such as office supplies, and an elimination of capital outlay costs. The revised estimate includes 24.0 FTE positions, the same as the 2010 approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency FY 2011 revised estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 7 --Board of Pharmacy**

AGENCY REQUEST. The agency requests revised FY 2011 operating expenditures of \$1,248,922, including \$783,965 from the State Board of Pharmacy Fee Fund, \$66,407 from the National All Schedules Prescription Electronic Reporting Grant Fund, \$20,072 from the National Association of State Controlled Substances Authorities Grant Fund, and \$378,478 from the Harold Rogers Prescription Drug Monitoring Training and Technical Assistance Program Fund. This is an all funds increase of \$255,483, or 25.7 percent, above the FY 2011 approved amount. The agency's estimate maintains 8.0 FTE positions.

The agency made a supplemental request totaling \$32,000, all from the State Board of Pharmacy Fee Fund, to replace a 2004 Ford Taurus that has an odometer reading exceeding 110,000 miles; and a 2002 Chevy Cavalier that has an odometer reading exceeding 118,000 miles. The estimated replacement cost for each vehicle is \$16,000. The agency also made a supplemental request to create a separate account to hold Kansas Bureau of Investigation fees for background checks, rather than co-mingle the funds in the agency's fee fund.

The agency also made a supplemental request to create a separate fund for litigation costs and transfer \$150,000 into that fund.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$1,216,922, an all funds decrease of \$32,000, or 2.6 percent, below the agency's FY 2011 revised estimate. The decrease is attributable to the Governor not recommending the agency's supplemental request for replacement of two vehicles with mileage exceeding 110,000 miles.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 8 --Real Estate Commission**

AGENCY REQUEST. The agency estimates revised FY 2011 expenditures of \$1,163,006, all from the Real Estate Fee Fund, a decrease of \$69,075, or 5.6 percent, below the approved budget. The decrease is attributable to a decrease in salaries and contractual services. The estimate includes 15.0 FTE positions. The Commission proposes transferring \$200,000 in FY 2011 to the Real Estate Fee Fund from the Commission's Revolving Recovery Fund. According to the agency, if the \$200,000 transfer is not authorized, the Commission estimates it will not have sufficient carry over balance to start FY 2013 and projected revenues will be insufficient to cover estimated expenditures.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 expenditures of \$1,080,842, a decrease of \$151,239, or 12.3 percent, below the FY 2011 approved budget. The Governor recommends implementing a 10.0 percent salary and wages shrinkage rate in FY 2011. The recommendation will reduce salary and wage expenditures by \$82,164. The Governor does not recommend transferring \$200,000 from the Real Estate Revolving Recovery Fund to the Real Estate Fee Fund in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Transfer \$200,000, all from the Real Estate Revolving Recovery Fund, to the Real Estate Fee Fund, in FY 2011 to allow the agency to have sufficient carry over balance to start FY 2013.

**Sec. 9 --Board of Technical Professions**

AGENCY REQUEST. The agency estimates revised FY 2011 expenditures of \$609,122, all from the Technical Professions Fee Fund, an increase of \$20,000, or 3.4 percent, above the approved budget. The increase is attributable to a supplemental request for a new database system.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's estimate and adds \$20,500, all from the Technical Professions Fee Fund, including \$20,000 as a supplemental request for a new computer database management system, and \$500 to increase expenditures for official hospitality, in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 10 --Board of Veterinary Examiners**

AGENCY REQUEST. The agency estimates expenditures in FY 2011 of \$265,522, all from the Veterinary Examiners Fee Fund. The estimate is a decrease of \$2,523, or 0.9 percent, below the amount approved by the 2010 Legislature.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's estimate and deletes \$2,860, all from the Veterinary Examiners Fee Fund, to reflect adjusted expenditure estimates in FY 2011 for salaries and wages.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 11 --Kansas Public Employees Retirement System (KPERs)**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$49,813,075, including \$3,213,748 from the State General Fund. The estimate is an all funds increase of \$6,227,559 or 14.3 percent, above the amount approved by the 2010 Legislature. The State General Fund estimate for FY 2011 did not change. The increase is primarily attributable to an increase in professional fees associated with KPERs investment activities.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's estimate and recommends transferring \$4,350,937 from the Kansas Endowment for Youth Fund to the Children's Initiatives Fund in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 12 --Department of Administration**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures totaling \$80.0 million, an increase of \$3.3 million, or 4.4 percent, above the amount approved by the 2010 Legislature. The estimate includes \$67.8 million from the State General Fund, an increase of \$1.1 million, or 1.7 percent, above the approved amount. The increase is also attributable to a \$150,000 expenditure for the gubernatorial transition and a \$970,000 expense for restructuring the debt service payments in FY 2009 and FY 2010 to interest only. The agency's request includes 747.0 FTE positions. The agency's request includes \$56.1 million, all from the State General Fund, for debt service principal payments.

The agency requests FY 2011 special revenue funds of \$12.2 million, an increase of \$2.2 million, or 22.2 percent, above the amount approved by the 2010 legislature. The increase is predominantly attributable to:

1. Shifting the \$1.3 million assessment for improvements on MacVicar Avenue from FY 2010 to FY 2011.
2. Adding \$809,835 to move the Purchasing Fee Fund in the Division of Purchases from off-budget to on-budget. The alteration resulted in an equivalent off-budget reduction.
3. Adding \$547,109 in Surplus Property Expenditures to expand the used vehicle purchase program. The increase is offset by additional revenue from the sale of the vehicles.
4. Adding \$296,650 in E911 Grant expenditures to more accurately reflect E911 fee volume. With the exception of a 5.0 percent handling fee, the E911 grants are flow-through funds only.

The increases are partially offset by the deletion of \$458,050 in Federal cash management expenditure and a reduction in expenses for building and grounds maintenance of \$215,194.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2011 budget totaling \$79.6 million, including \$12.2 million from the State General Fund. The recommendation is a State General Fund reduction of \$362,656, or 47.9 percent, below the FY 2011 agency estimate. The decrease is attributable to a recommendation against an additional appropriation of \$150,000 for the gubernatorial transition and realizing savings of \$212,656 from lower than anticipated costs for Statehouse bonds and debt refinancing costs. The Governor concurs with the agency request of a 168.7 FTE position limitation for the reportable budget.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language requiring the Secretary of Administration to prioritize the sale of 10.0 percent of state assets and report to the Governor and Legislature on those priorities by March 31, 2011.

**Sec. 13 --Office of Administrative Hearings**

AGENCY REQUEST. The agency estimates revised FY 2011 non-reportable operating expenditures totaling \$910,472, all from the Administrative Hearings Office Fund. The independent Office of Administrative Hearings commenced operations at the beginning of FY 2010; and other state agencies are billed for services provided by the agency, which results in all agency expenditures being non-reportable. The agency's estimate includes 13.0 FTE positions. The agency requests expenditure authority of \$100 for official hospitality expenditures for FY 2011, within its current approved budget.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2011 estimate and further recommends giving the agency authority to spend up to \$100, beginning with FY 2011 and each year after, for official hospitality expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 14 --Citizens' Utility Ratepayer Board**

AGENCY REQUEST. The agency's revised FY 2011 estimate for operating expenditures is \$916,307, all from the Utility Regulatory Fee Fund. The request is an increase of \$109,520, or 13.6 percent, above the amount approved by the 2010 Legislature. The increase is due to a balance of \$109,520 carried forward from FY 2010. For the first time, unencumbered funds not designated for consultant contracts were carried over to the next fiscal year. In previous years, appropriations bill language limited the allowed carry over funds to those used for consultant contracts.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's estimate with one adjustment. The Governor recommends deleting \$26,641, all from the Utility Regulatory Fee Fund, in FY 2011 for consulting contracts to correct existing language that allowed CURB to carry forward all unspent funds instead of unspent consulting funds only.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 15 --Department of Commerce**

AGENCY REQUEST. The agency is requesting FY 2011 operating expenditures of \$141,677,880, including \$15,657,627 from the Economic Development Initiatives Fund (EDIF). The request is an all funds increase of \$10.4 million, or 7.9 percent, and an EDIF increase of \$37,428, or 0.2 percent, above the amount approved by the 2010 Legislature. The agency did not request any State General Fund appropriation for FY 2011. The all funds increase is due to additional federal funds for workforce and community development programs related to the American Recovery and Reinvestment Act (ARRA). Also included in the agency's request were additional funds for debt service on IMPACT projects.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$141,116,470, including \$15,596,217 from the Economic Development Initiatives Fund (EDIF). The recommendation is an all funds increase of \$9,871,299, or 7.5 percent, and an EDIF decrease of \$61,410, or 0.4 percent, below the amount approved by the 2010 Legislature, adjusted for reappropriations. Included in the Governor's recommendation is additional federal funding for workforce and community development programs through ARRA.

The Governor recommends deleting a total of \$61,410, all from the Economic Development Initiatives Fund, from the Strong Military Bases Program Account, in FY 2011. The Governor has recommended the Strong Military Bases Program operate on a reduced budget of \$100,000 for FY 2012.

The Governor recommends adding \$125,000 from the State Affordable Airfare Fund, to increase the appropriation from \$5,000,000 to \$5,125,000 in FY 2011. This would carry forward funding that was unspent in FY 2010 to FY 2011.

The Governor recommends deleting \$625,000, all from the Economic Development Initiatives Fund (EDIF), to the Kansas Economic Opportunity Initiatives Fund (KEOIF) from \$1,250,000 to \$625,000 in FY 2011. The KEOIF is funded through annual transfers from the EDIF. The transfer was reduced as a result of an estimated shortfall in the EDIF in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 16 --Kansas Corporation Commission**

AGENCY REQUEST. The agency estimates a revised FY 2011 budget totaling \$28.0 million, all from special revenue funds, which is an increase of \$4.0 million, or 16.5 percent, above the amount approved by the 2010 Legislature. The increase from the amount approved by the 2010 Legislature is primarily attributed to the expenditure of American Recovery and Reinvestment Act (ARRA) funding, which will be expended over FY 2011 (\$7.5 million) and FY 2012 (\$7.1 million). The agency estimate includes 214.0 FTE positions, the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's revised current year estimate.

The Governor further recommends increasing the aggregate expenditure limit for the Public Service Regulation Fund (\$125,723), the Motor Carrier License Fees Fund (\$13,367), and the Conservation Fee Fund (\$20,670) by \$159,760 for FY 2011. This provides \$104,312 in reappropriated funds for the Kansas Electric Transmission Authority and \$55,448 for the approved classified under market pay plan adjustment. The Governor also recommends increasing the expenditure limitation on the Compressed Air Energy Storage Fee Fund and the ARRA State Electricity Regulators Assistance - Federal Fund to no limit in FY 2011. The Governor also recommends renaming the Base State Registration Clearing Fund as the Unified Carrier Registration Clearing Fund. The Governor also recommends renaming the Pipeline Damage Prevention Grant Program - Federal Fund as the One Call - Federal Fund.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 17 --Kansas Inc.**

AGENCY REQUEST. The agency's estimate for FY 2011 operating expenditures is \$533,845, a decrease of \$23,479, or 4.2 percent, below the amount approved by the 2010 Legislature. The estimate includes \$346,317 from the Economic Development Initiative Fund (EDIF) and \$187,528 from the Kansas, Inc. Private Fund. The adjustment is attributable to a revised estimate of the Kansas, Inc. Private Fund. The agency has used the Kansas, Inc. Private Fund for operating costs to offset decreases in the agency's Economic Development Initiatives Fund appropriation. The agency's revised estimate includes 4.5 FTE positions, the same as the approved.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$533,845, including \$257,561 from the Economic Development Initiatives Fund. The Governor concurs with the all funds recommendation; however, the EDIF recommendation is a decrease of \$88,756, or 25.7 percent, below the agency's FY 2011 estimate. The Governor recommends the deletion of \$88,756, all from the Economic Development Initiatives Fund (EDIF), in the Operations Account, in FY 2011. This would lapse funding from FY 2011 as a result of the agency using fee funds to supplant reductions in their EDIF appropriation.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 18 --Kansas Lottery**

AGENCY REQUEST. The agency requests a revised FY 2011 budget totaling \$77.4 million, all from special revenue funds, a reduction of \$975,794, or 1.2 percent, below the approved amount. The agency has reduced estimated costs for sales and marketing of lottery tickets in FY 2011, partially offset by increases in ELARF program and sales program costs. The request includes 99.0 FTE positions, although a majority of the new positions added to the ELARF program will not be filled in FY 2011 due to the delay of the South central casino.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2011 operating budget of \$77.7 million, all from special revenue funds, a decrease of \$647,973, or 0.8 percent, below the amount approved by the 2010 Legislature. The decrease is attributable to the recommended adoption of the agency estimate above, partially offset by a new consensus revenue estimate projecting enhanced revenue from the Southwest gaming zone. The new revenue projection will result in an additional \$327,821 paid to the gaming facility manager and an additional \$12,940 to local units of government in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 19 --Kansas Technology Enterprise Corp.**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$8,598,027, including \$6,248,077 from the Economic Development Initiatives Fund (EDIF). The estimate is an all funds increase of \$744,691, or 9.5 percent, and an EDIF increase of \$259,691, or 4.3 percent, above the amount approved by the 2010 Legislature. The increase is attributable to a revised estimate of the KTEC Special Revenue Fund and the Economic



Development Technical Assistance Federal Fund. Also included in the increase is a reappropriation of \$259,691 from the EDIF from FY 2010 to FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor recommends lapsing \$371,426, all from the Economic Development Initiatives Fund, for FY 2011. The lapse includes \$300,000 from the Product Development Financing Program and \$71,426 from the PIPELINE Program. The PIPELINE Program is a mentoring program for emerging entrepreneurs.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$71,426, all from the Economic Development Initiatives Fund (EDIF), in FY 2011. This would restore funding for the PIPELINE Program in FY 2011. The PIPELINE Program is a mentoring program for emerging entrepreneurs.

**Sec. 20 --Kansas Racing and Gaming Commission**

AGENCY REQUEST. The agency estimates a revised FY 2011 budget totaling \$6,408,881, all from special revenue funds. The revised estimate is a reduction of \$1,754,473, or 21.5 percent, below the approved amount. The revised budget includes regulatory activity for a full year of operation at the casino in the Southwest gaming zone (Dodge City); however, the approved budget included costs associated with regulation of the Northeast and South-central casinos which will not begin operation until FY 2012. The revised estimate includes 73.5 FTE positions, the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor recommends a revised FY 2011 budget totaling \$6,411,381, all from special revenue funds. The recommendation is a reduction of \$1.8 million for the reasons described above in the agency request. In addition, the Governor recommends creating the Illegal Gaming Enforcement Fund and transferring \$5,000 from the State Racing Fund to the new fund for any necessary regulatory action in the area of illegal gaming. The recommendation is an increase of \$2,500, or less than 0.1 percent, above the FY 2011 agency revised estimate. The increase is attributable to projected costs for illegal gaming enforcement in the current fiscal year.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 21 --Department of Revenue**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$116,029,979, including \$16,196,926 from the State General Fund. The estimate is an all funds increase of \$6,153,321 or 5.6 percent. The State General Fund estimate of \$16,196,926 remains unchanged from the amount approved by the 2010 Legislature. The all funds increase is due to a revised estimate in several special revenue funds including, the Division of Vehicles Modernization Fund, the Electronic Databases Fund, and the Special County Mineral Production Tax Fund.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$116,029,979, including \$16,196,926 from the State General Fund. The recommendation is an all funds increase of \$6,171,453 million, or 5.6 percent, above the amount approved by the 2010 Legislature. This is the same as the agency's revised estimate. The Governor recommends the transfer \$124,265 from the Kansas Qualified Biodiesel Fuel Producer Incentive Fund to the Economic Development Initiatives Fund (EDIF) in FY 2011. The transfer represents the return of unused incentive funds for the production of biofuels to the EDIF.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 22 --Secretary of State**

AGENCY REQUEST. The agency estimates a revised FY 2011 budget totaling \$8.1 million, a decrease of

\$560,419, or 6.5 percent, below the amount approved by the 2010 Legislature. Most of the reduction relates to lower than budgeted expenditures in contractual services, for publication costs for proposed constitutional amendments; and lower than anticipated consulting expenditures for election-related computer hardware and software.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's revised estimate. In addition, the Governor recommends the addition of the addition of language to authorize the transfer of \$82,010 from the agency's special revenue Help America Vote Act Electronic Voter Information System (HAVA ELVIS) Fund to the agency's special revenue Democracy Fund to provide matching funds for federal Help America Vote Act funds in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 23 --State Treasurer**

AGENCY REQUEST. The agency estimates a revised budget of \$23,225,069, all from special revenue funds, in FY 2011. The revised estimate includes 52.5 FTE positions, which is a reduction of 1.0 FTE position from the approved amount. Also included in the estimate is a supplemental request of \$455,000, all from special revenue funds, for the Kansas Investments Development Scholars (KIDS) matching grant program. The increase, absent the supplemental, is due to the balance the State Treasurer has determined is necessary to pay claims related to Unclaimed Property. The supplemental request of \$455,000 would increase the expenditure limit on the Kansas Postsecondary Education Savings Program Trust Fund from \$265,000 approved by the 2010 Legislature to \$720,000, which is the statutorily authorized level. According to K.S.A. 75-650(5)(e) and (f), the agency is authorized to offer 1,200 KIDS matching grants of up to \$600 each, depending on participants' contributions to their higher education savings accounts.

GOVERNOR'S RECOMMENDATION. The Governor recommends a revised FY 2011 budget of \$20,270,069, which is an increase of \$3,770,754, or 22.9 percent, above the amount approved by the 2010 Legislature. This is a decrease of \$2,955,000, or 12.7 percent, below the agency revised estimate. The decrease is due to the Governor not recommending supplemental funding as well as reducing Unclaimed Property claims estimates by \$2,500,000. The Governor recommends 52.5 FTE positions, which is the same as the agency revised estimate and 1.0 FTE position below the amount approved by the 2010 Legislature. The Governor does recommend increasing the expenditure limitation on the Kansas Post Secondary Education Savings Program Trust Fund from \$265,000 to no limit in FY 2011 and increasing the expenditure limitation on the Kansas Post Secondary Education Savings Program Expense Fund from \$346,043 to no limit, also in FY 2011. In addition, the Governor recommends appropriating the Learjet Bond Fund and the Siemens Bond Fund as no limit in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 24 --Legislative Coordinating Council**

AGENCY REQUEST. The agency requests a revised FY 2011 budget totaling \$735,126, all from the State General Fund, a decrease of \$20, or less than 0.1 percent, below the amount approved by the 2010 Legislature as adjusted by State General Fund reappropriations. The request would fund 11.0 FTE positions, which is the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency and recommends deleting \$20, all from the State General Fund, to lapse a portion of funding unspent from FY 2010 that carried forward to FY 2011

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 24 --Legislative Research Department**

AGENCY REQUEST. The agency requests a revised FY 2011 budget totaling \$3,831,507, all from the State General Fund, a decrease of \$12,223 or 0.3 percent, below the amount approved by the 2010 Legislature as adjusted by State General Fund reappropriations.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency and recommends deleting \$12,223, all from the State General Fund, to lapse a portion of funding unspent from FY 2010 that carried forward to FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 24 --Revisor of Statutes**

AGENCY REQUEST. The agency requests a revised FY 2011 budget totaling \$3,329,034, all from the State General Fund, a decrease of \$2,425 or 0.1 percent, below the amount approved by the 2010 Legislature as adjusted by State General Fund reappropriations. The request would fund 31.5 FTE positions, which is the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor recommends deleting \$2,425, all from the State General Fund, to lapse a portion of funding unspent from FY 2010 that carried forward to FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 25 --Division of Post Audit**

AGENCY REQUEST. The agency requests a revised FY 2011 budget totaling \$2,448,314, all from the State General Fund, a decrease of \$4,413 or 0.2 percent, below the amount approved by the 2010 Legislature as adjusted by State General Fund reappropriations. The request would fund 22.0 FTE positions, which is the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor recommends deleting \$4,413, all from the State General Fund, to lapse a portion of funding unspent from FY 2010 that carried forward to FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 26 --Undermarket Pay**

GOVERNOR'S RECOMMENDATION. The Governor recommends delete \$16.4 million, including \$8.5 million from the State General Fund, each year for FY 2012 and FY 2013 to lapse funding which had previously been appropriated for undermarket pay adjustments.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 27 --Social and Rehabilitation Services**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$1.6 billion, including \$574.9 million from the State General Fund. The revised estimate is an increase of \$53.6 million, or 3.4 percent, from all funding sources, above the amount approved by the 2010 Legislature. This includes a State General Fund increase of \$15.1 million, or 2.7 percent, above the approved amount. In addition, the revised estimate includes supplemental requests totaling \$52.6 million, including \$15.1 million from the State General Fund. The estimate also includes 3,669.1 FTE positions and the reduction of 15.5 non FTE positions to 69.8 non FTE positions. The agency's estimate includes the addition of \$2.1 million, including \$679,551 from the State General Fund, to account for increased expenditures attributable to the Money Follows the Person Program. The Department also requested

the addition of \$14.4 million, all from the State General Fund, to adjust for lower than anticipated federal funds for non-caseload Medicaid programs. The Department's request also includes the addition of \$50.3 million from federal funds. The majority of the federal funds increase was attributable to the energy assistance program and child care assistance.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends FY 2011 operating expenditures of \$1.6 billion, including \$579.3 million from the State General Fund. The recommendation is an all funds increase of \$69.0 million, or 4.4 percent, above the approved amount. The Governor's recommendation is a State General Fund increase of \$19.5 million, or 3.5 percent, above the approved amount. The Governor's recommendation is a State General Fund increase of \$4.4 million, or 0.8 percent, above the agency's request. The Governor concurs with the agency's supplemental requests. In addition, the Governor recommends the addition of \$20.9 million, including \$11.8 million from the State General Fund, to fund increases associated with the Human Services Consensus Caseload estimate as agreed to at the fall 2010 meeting. This increase is partially offset by a reduction to the agency's request of \$5.5 million, all from the State General Fund, to adjust non-caseload federal Medicaid program contributions to the most recent estimate of federal match rates. The Governor also recommends a reduction in the Department's salaries and wages funding of \$3.9 million, including \$2.0 million from the State General Fund. The Governor does not recommend changing the agency's FTE estimate.

The Governor recommends the addition of \$20.9 million, including \$11.8 million from the State General Fund, to fund the Human Services Consensus Caseload and the addition of \$8.9 million, all from the State General Fund, to adjust for lower than anticipated federal match rates, in non-caseload Medicaid programs. The Governor also recommends the addition of \$2.1 million, including \$679,551 from the State General Fund, for the Money Follows the Person Program. These additions are partially offset by the Governor's recommendation to decrease salaries and wages funding by \$3.9 million, including \$2.0 million from the State General Fund. The Governor also recommends Children's Initiatives Fund decreases of \$1.5 million, including the deletion of \$1.1 million from the Early Childhood Block Grant, \$306 from Early Head Start, \$251,003 from Smart Start, \$163 from Child Care Services, \$150,000 from Family Centered Systems of Care, and \$250,000 from the Children's Cabinet Accountability Fund in FY 2011. The Children's Initiatives Fund adjustments lapse reappropriations or account for lower than anticipated tobacco revenue.

The Governor also recommends decreasing the expenditures limitation on the Social Welfare Fund by \$116,663 in FY 2011 from \$39,303,198 to \$39,186,535 to adjust for decreased Child Support Enforcement program expenditures. In addition, the Governor recommends lapsing \$839,561 from the State Institutions Building Fund Debt Service - New State Security Hospital and \$7,161 from the State Institutions Building Fund Debt Service - State Hospitals Rehabilitation and Repair account. The State Institutions Building Fund lapses are the result of decreased debt service requirements.

**HOUSE COMMITTEE RECOMMENDATION.** The House Committee concurs with the Governor's recommendation.

#### **Sec. 27 --Rainbow Mental Health Facility**

**AGENCY REQUEST.** The agency estimates FY 2011 operating expenditures of \$9,434,228, including \$5,344,305 from the State General Fund. The estimate is an all funds increase of \$545,895, or 6.1 percent, above the amount approved by the 2010 Legislature. The estimate includes one supplemental request of \$545,895, all from the State General Fund, to fund overtime pay and temporary staffing to provide patient supervision and required active treatment to cover the additional costs of serving a higher number of patients. The agency indicates that the supplemental is needed to relieve pressure on the state mental health hospitals experiencing average daily census populations greater than the system is budgeted to serve. The Department of Social and Rehabilitation Services (SRS) temporarily suspended voluntary admissions to the three Kansas mental health hospitals during May 2010 and July 2010. Absent the supplemental request, the agency requests a revised FY 2011 estimate operating expenditures of \$8,888,333 including \$4,798,470 from the State General Fund. The estimate is an all funds increase of \$274,412, or 3.2 percent, and a State General Fund increase of the same amount, or 6.1 percent, above the amount approved by the 2010 Legislature. The increase is attributable to internal SRS transfers of funds to off-set previous year budget reductions and salaries and wages longevity payments.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends FY 2011 operating expenditures of \$8,638,394 including \$4,548,471 from the State General Fund. The recommendation is a State General Fund decrease of \$249,939, or 5.2 percent, below the amount approved by the 2010 Legislature. The FY 2011

recommendation is a State General Fund decrease of \$795,834, or 14.9 percent, below agency's FY 2011 revised estimate. Of the decrease, \$250,000 from the State General Fund is attributable to an increased salaries and wages shrinkage amount. The remaining \$545,834 from the State General Fund is attributable to the Governor not recommending the agency's supplemental request.

The Governor recommends deleting \$250,000, all from the State General Fund, due to an increased salaries and wages shrinkage rate for the agency in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 27 --Parsons State Hospital**

AGENCY REQUEST. The agency requests an FY 2011 revised estimate operating expenditures of \$25,307,270, including \$10,236,775 from the State General Fund. The estimate is an all funds decrease of \$227,393, or 0.9 percent, below the amount approved by the 2010 Legislature. The estimate would include 495.2 FTE positions and does not have any supplemental requests.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2011 revised estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$63,618, all from the State General Fund, for capital improvement debt service payments for an energy conservation program on the Parsons State Hospital and Training Center campus and replace it with State Institutions Building Fund in FY 2011.

**Sec. 27 --Osawatomie State Hospital**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$30,092,388, including \$15,872,686 from the State General Fund. The estimate is an all funds increase of \$578,221, or 2.0 percent, above the amount approved by the 2010 Legislature. The estimate includes one supplemental request for \$670,991, all from the State General Fund, to fund overtime pay and temporary staffing to provide patient supervision and required active treatment to cover the additional costs of serving a higher number of patients. The agency indicates that the supplemental is needed to relieve pressure on the state mental health hospitals experiencing average daily census populations greater than the system is budgeted to serve. The Department of Social and Rehabilitation Services (SRS) temporarily suspended voluntary admissions to the three Kansas mental health hospitals during May 2010 and July 2010. If the supplemental is not granted, OSH and Rainbow Mental Health Facility (RMHF) will reduce staff coverage below budgeted levels to cover the costs of medication and food needed for the higher patient census requiring service. The agency indicates these reductions could reduce active treatment resulting in extended lengths of stay causing patient census to rise and require delays for involuntary admissions. Reducing staff coverage could also increase the possibility of harm to patients and staff and jeopardize licensing and accreditation. Absent the supplemental request, the agency requests a revised FY 2011 estimate for operating expenditures of \$29,421,397 including \$15,201,695 from the State General Fund. The estimate is an all funds decrease of \$92,776, or 0.3 percent.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$28,921,397 including \$14,701,695 from the State General Fund. The recommendation is a decrease of \$592,770, or 2.0 percent, below the amount approved by the 2010 Legislature including a decrease of \$500,000, or 3.3 percent, from the State General Fund, below the amount approved by the 2010 Legislature. The FY 2011 recommendation is a State General Fund decrease of \$1,170,991, or 7.4 percent, below agency's FY 2011 revised estimate. Of the decrease, \$500,000 from the State General Fund is attributable to an increased salaries and wages shrinkage amount. The remaining \$670,991 from the State General Fund is attributable to the Governor not recommending the agency's supplemental request.

The Governor recommends deleting \$500,000, all from the State General Fund, due to an increased salaries and wages shrinkage rate for the agency in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 28 --Department on Aging**

AGENCY REQUEST. The agency requests a revised 2011 estimate of \$576.7 million, including \$160.3 million from the State General Fund. The revised FY 2011 estimate is an increase of \$80.9 million, or 16.3 percent, above the amount approved by the 2010 Legislature. This includes an increase of \$11.2 million, or 7.5 percent, above the FY 2011 approved amount from the State General Fund. This increase is mainly attributable to four supplemental requests totaling \$87.8 million from all funding sources and \$11.1 million from the State General Fund. Absent the supplemental requests, the agency estimates FY 2011 operating expenditures of \$489.0 million, including \$149.2 million from the State General Fund. The revised estimate would be a decrease of \$6,886,448 from all funds, or 1.4 percent, below the amount approved by the 2010 Legislature and an increase of \$137,451, or 0.1 percent, from the State General Fund above the amount approved by the 2010 Legislature.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$572.6 million, including \$161.7 million from the State General Fund. The recommendation is an increase of \$76.7 million, or 15.5 percent, including a State General Fund increase of \$12.6 million, or 5.2 percent, above the amount approved by the 2010 Legislature. The FY 2011 recommendation is a decrease of \$4.2 million, or 0.7 percent, below the agency's FY 2011 revised estimate but a State General Fund increase of \$1.4 million, or 0.9 percent, above agency's FY 2011 revised estimate. The decrease is attributable to the Governor not recommending the agency's FY 2011 supplemental requests as submitted and a general operating expenditure reduction of \$143,647 all from the State General Fund for the Senior Care Act (SCA). However, the Governor does recommend the agency's FY 2011 supplemental request to fund and operate the Nursing Facility provider assessment and the Federal Medical Assistance Percentage (FMAP) reduction adjustments to Targeted Case Management, Home and Community Based Services for the Frail Elderly, Nursing Facilities and the Program for All-Inclusive Care but with updated estimated funding.

The Governor recommends adding \$25,169, all from the State General Fund, for a Targeted Case Management-Frail Elderly caseload adjustment in FY 2011.

The Governor recommends adding \$2,263,079, all from the State General Fund, to replace Home and Community Based Services Frail Elderly waiver funds removed due to a loss of federal American Recovery and Reinvestment Act (ARRA) funds and a federal Medicaid match rate change in FY 2011.

The Governor recommends adding \$10,142,156, all from the State General Fund, for a Nursing Facility consensus caseload adjustment in FY 2011.

The Governor recommends deleting \$28,642 from the State Licensure Fee Fund for an operations reduction in FY 2011.

The Governor recommends appropriating the Nursing Facility Quality Care Fund for future utilization of the nursing facility provider assessment in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language authorizing the Secretary of Aging, acting as the agent of the Kansas Health Policy Authority, to collect the quality care assessment under K.S.A. 2010 Supp. 75-7435, and deposit the revenue into the Quality Care Fund in FY 2011.

**Sec. 29 --Health Policy Authority**

AGENCY REQUEST. The agency submitted a revised FY 2011 estimate of \$1.5 billion, including \$388.0 million from the State General Fund for reportable expenditures. The agency's estimate included 294.8 FTE positions, an increase of 0.1 FTE positions. The agency submitted supplemental requests totaling \$14.1 million, including \$3.9 million from the State General Fund for FY 2011. The supplemental requests are detailed below. The supplemental

requests are partially offset by operating decreases of \$1.2 million, from all funding sources and 15.9 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 reportable expenditures totaling \$1.5 billion, including \$414.7 million from the State General Fund. The recommendation includes the addition of \$2.2 million, all from federal funds for additional federal funds made available for the Children's Health Insurance Program. The Governor's recommendation also includes the addition of \$8.4 million, including \$30.5 million from the State General Fund, to fully fund the human services consensus caseload estimate. This estimate accounts for lower than originally anticipated funding from the federal American Recovery and Reinvestment Act (ARRA) funding.

The Governor recommends the addition of \$8.4 million, including \$30.5 million from the State General Fund, for Human Services Consensus Caseload estimates in FY 2011. In addition, the Governor recommends increasing the expenditures limitation on the Medical Program Fee Fund by \$195,792, from \$54,284,610 to \$54,480,402 in FY 2011 to adjust for increased revenue from estate recovery efforts and the resulting contingency fees. The Governor also recommends increasing the expenditure limitation for the Other State Fees Fund in FY 2011, from \$0 to \$502,180, to adjust for accounting fees which cannot be paid with federal funds as was originally budgeted. The Governor also recommends decreasing the expenditure limitation on the Health Care Access Improvement Fund by \$2.7 million from \$37,390,236 to \$34,700,000 in FY 2011 to account for revised revenue estimates from hospital provider assessments. The Governor also recommends increasing the expenditure limitation on the Preventive Health Care Program Fund by \$136,860 in FY 2011 to account for increased contract costs for the State Employee Health Plan prevention efforts. Also recommended for increase is the Health Committee Insurance Fund, by \$41,542, from \$248,575 to \$290,117, for FY 2011 to adjust for actual expenditures required for the shared data source with the Department of Insurance. The Governor recommends increasing the amount the agency can expend for operating expenditures in the State Workers Compensation Fund, the Cafeteria Benefits Fund, and the Dependent Care Assistance Program Fund in FY 2011. The majority of these increases relate to increased contract payments for the State Employee Health Plan. The Governor also recommends that the Quality Care Fund, created in 2010 Senate Sub for Senate Sub for Sub for HB 2320, the nursing facility provider assessment bill, with a \$0 expenditure limitation for FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language to limit increased operating expenditure limitations in the State Workers Compensation Self-Insurance Fund, the Cafeteria Benefits Fund, and the Dependent Care Assistance Program Fund from being utilized for salaries and wages and limit the ability to convert contract employees to state employees in FY 2011.

**Sec. 30 --Dept. of Health and Environment - Health**

AGENCY REQUEST. The agency estimates FY 2011 expenditures of \$178.0 million, including \$23.1 million from the State General Fund. The estimate is an increase of \$8.2 million, or 4.9 percent, above the total amount approved by the 2010 Legislature, as adjusted for State General Fund reappropriations. The State General Fund estimate is an increase of \$19,248, or 0.1 percent, above the approved amount. The request includes 358.6 FTE positions, a decrease of 4.8 positions from the number approved by the 2010 Legislature.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's recommendation, and adds language in the bill to appropriate the new Maternity Centers and Child Care Facilities Licensing Fee Fund with a no-limit expenditure limitation in FY 2011. The fund was created in 2010 Senate Substitute for HB 2356, which created Lexie's Law and addressed supervision, licensing, and inspection requirements for child care facilities. Expenditures of \$65,948 are budgeted from the fund in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$100,000, all from the State General Fund, in FY 2011 for the Senator Stan Clark Pregnancy Maintenance Initiative. The 2010 Legislature directed the agency to expend \$199,113 from existing resources in FY 2011 to fund the program. The addition increases the total available for the program to \$299,113.

2. Add \$100,000, all from the State General Fund, in FY 2011 for the Teen Pregnancy Prevention Program. The 2010 Legislature appropriated \$199,113, all from the State General Fund, in FY 2011 for the program. The addition increases the total available for the program to \$299,113 in FY 2011.

**Sec. 31 --Dept. of Health and Environment - Environment**

AGENCY REQUEST. The agency estimates FY 2011 expenditures of \$73.2 million, including \$7.6 million from the State General Fund for the Environment portion of the agency's budget. The estimate is an increase of \$2.6 million, or 3.6 percent, above the amount approved by the 2010 Legislature, as adjusted for State General Fund reappropriations. The State General Fund estimate is a decrease of \$21,398, or 0.3 percent below the approved amount. The request includes 789.6 FTE positions, a decrease of 1.8 FTE positions below the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's recommendation and recommends appropriating the new Healthy Watershed Initiative-Federal Fund in FY 2011. This would allow the agency to expend a federal grant. Expenditures of \$65,000 are anticipated from the grant fund in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 32 --Commission on Veterans Affairs**

AGENCY REQUEST. The agency estimates a revised operating budget of \$19,049,445, an all funds decrease of \$1,131,179, or 5.6 percent, below the amount approved by the 2010 Legislature. The estimate includes \$8,744,694 from the State General Fund, an increase of \$414,321, or 5.0 percent, above the approved State General Fund amount. The estimate includes supplemental requests totaling \$414,288, all from the State General Fund. Absent the supplemental requests, the estimate is \$18,635,157, which is an all funds decrease of \$1,545,467, or 7.7 percent. This includes \$8,330,406 from the State General Fund estimate, which is an increase of \$33, or less than 0.1 percent, above the State General Fund amount approved by the 2010 Legislature.

GOVERNOR'S RECOMMENDATION. The Governor recommends a revised operating budget of \$18,635,157, an all funds decrease of \$414,288, or 2.2 percent, below the agency revised FY 2011 estimate. The recommendation includes \$8,330,406 from the State General Fund, which is a decrease of \$414,288, or 4.7 percent, below the agency revised FY 2011 State General Fund estimate. The Governor does not recommend supplemental funding for this agency in FY 2011. Absent the supplemental requests, the recommendation is the same as the agency revised estimate. Specifically in this bill, the Governor recommends the addition of \$2,972 to the Scratch Lotto- Veteran Services account, the addition of \$22,894 to the Veterans Claim Assistance Program- Service Grants, the deletion of \$15,241 from the Operating Expenditures- Administration account, and the deletion of \$26,050 from the Operating Expenditures- Veteran Services account, all in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Increase the expenditure limitations on the Kansas Soldiers' Home Medicaid Fund and the Kansas Soldiers' Home Medicare Fund to no limit to allow for expenditure of federal funds received in FY 2011.
2. Increase the expenditure limitations on the Kansas Veterans' Home Medicaid Fund and the Kansas Veterans' Home Medicare Fund to no limit to allow for expenditure of federal funds received in FY 2011.
3. Add language in FY 2011 to allow the Executive Director to transfer funds between State General Fund accounts and also between special revenue accounts.
4. Transfer \$25,000 from the Scratch Lotto-Veterans Services account to the Vietnam War Era Veterans' Recognition Award Fund in FY 2011. Require the agency, by June 30, 2011, to acquire and send all appropriate medallions and certificates to all qualifying veterans whose applications



have been received by June 1, 2011.

5. Add language requiring the agency to expend \$20,000, all from existing resources, in FY 2011 to purchase Medicare billing software.

**Sec. 33 --Department of Education**

AGENCY REQUEST. The agency estimates an FY 2011 budget of \$3.9 billion, including \$3.2 billion from the State General Fund. This is an all funds increase of \$229.0 million, or 6.2 percent, and a State General Fund increase of \$204.2 million, or 6.9 percent, above the amount approved by the 2010 Legislature. The State General Fund increase is due to reappropriations totaling \$132.0 million. Of that amount, \$131.8 million was reappropriated in General State Aid, Supplemental General State Aid, and KPERS-School employer contribution payments. Due to the state's financial condition, the payments which were scheduled for June 2010 were delayed and subsequently paid to school districts in July 2010. The increase also includes \$184,882, all from the State General Fund, in reappropriations for Special Education, the Governor's Teaching Award program, and agency operations. The estimate includes funding for 210.3 FTE positions, which is the same as the amount approved by the 2010 Legislature.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2011 budget of \$3.9 billion, including \$3.0 billion from the State General Fund. This is an all funds decrease of \$51.2 million, or 1.3 percent, and a State General Fund decrease of \$158.1 million, or 5.0 percent, below the agency revised FY 2011 estimate. The State General Fund decrease is mainly attributed to the Governor's recommendation to lapse \$85.9 million, all from the State General Fund, for General State Aid and offset the reduction with \$85.9 million in federal Education Jobs (EduJobs) funds. Overall, the state received \$92.5 million in EduJobs funds. Of this amount, \$60,000 is for administrative expenses associated with the funds. The remaining \$6.4 million in EduJobs funds will be distributed directly to school districts under the General State Aid formula. The Governor did not recommend any of the agency's supplemental requests, which total \$72.2 million, all from the State General Fund. The Governor also recommends deleting \$300,000, all from the Children's Initiatives Fund, to keep the fund solvent due to a decrease in revenues. Of this amount, \$119,630 is from the Kansas Pre-School program, formerly known as the Pre-K Pilot, and \$180,370 is from the Parent Education (Parents As Teachers) program. In addition, the Governor recommends adding language to allow school districts that lost \$300,000 or more in funding for Attendant Care Services during the 2010-2011 school year to recoup a portion of the loss based on a funding formula in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 34 --University of Kansas**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget of \$633.6 million, including \$136.5 million from the State General Fund. The estimate is an increase of \$27.7 million, or 4.6 percent, all funds and no change from the State General Fund approved amount. The other funds increase reflects higher than anticipated revenues in special revenue funds.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language transferring \$300,000 from the Water Data Repository Fund to the State Water Plan Fund and abolish the Water Data Repository Fund in FY 2011.

**Sec. 35 --Judicial Branch**

AGENCY REQUEST. The Judicial Branch estimates FY 2011 operating expenditures of \$125.0 million, an increase of \$4.2 million, or 3.4 percent, above the amount approved by the 2010 Legislature. The revised estimate includes State General Fund expenditures of \$101.3 million, an increase of \$40,063, or less than 0.1 percent, above the approved amount. A majority of the increase is due to fringe benefit costs for employees and is funded by the additional \$5 surcharge on docket fees. Revenue to the Judicial Branch Surcharge Fund will increase from \$4.7

million to \$8.8 million, or \$4.1 million, between FY 2010 and FY 2011. As of January 1st the agency has 109.5 vacant FTE positions. It is the intention of the agency to reduce the vacancy rate to 80 positions during FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 36 --School for the Blind**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures of \$6,100,530, including \$5,530,223 from the State General Fund. This is an all funds increase of \$101,444, or 1.7 percent, and a State General Fund increase of \$42,437, or 0.8 percent, above the amount approved by the 2010 Legislature. The estimate includes 93.5 FTE positions, which is the same as the FY 2011 approved.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$30,509, all from the State General Fund, in FY 2011 and replace it with State Institutions Building Fund for principal payments on the Facilities Conservation Improvement Project.
2. Add \$30,509, all from the State Institutions Building Fund, for FY 2011 for principal payments on the Facilities Conservation Improvement Project.
3. Delete \$31,979, all from the State General Fund, for FY 2012 and replace it with State Institutions Building Fund for principal payments on the Facilities Conservation Improvement Project.
4. Add \$31,979, all from the State Institutions Building Fund, for FY 2012 for principal payments on the Facilities Conservation Improvement Project.

**Sec. 37 --School for the Deaf**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget of \$9,549,330, an increase of \$244,393, or 2.6 percent, above the amount approved by the 2010 Legislature. The revised estimate includes State General Fund expenditures of \$8,833,103, the same as the approved amount. The agency estimates \$716,227 in all other funds, an increase of \$244,393, or 51.8 percent, above the approved amount. The estimate includes 173.5 FTE positions, which is the same as the 2010 approved.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$63,850, all from the State General Fund, in FY 2011 and replace it with State Institutions Building Funds for principal payments on the Facilities Conservation Improvement Project.
2. Add \$63,850, all from the State Institutions Building Fund, in FY 2011 for principal payments on the Facilities Conservation Improvement Project.
3. Delete \$66,520, all from the State General Fund, for FY 2012 and replace it with State Institutions Building Funds for principal payments on the Facilities Conservation Improvement Project.

4. Add \$66,520, all from the State Institutions Building Fund, for FY 2012 for principal payments on the Facilities Conservation Improvement Project.

**Sec. 38 --Department of Corrections**

AGENCY REQUEST. The agency estimates revised FY 2011 operating expenditures totaling \$122.8 million, including \$104.3 million from the State General Fund. The revised estimate is an all funds increase of \$2.6 million, or 2.1 percent, and a State General Fund increase of \$1.2 million, or 1.1 percent, above the amount approved by the 2010 Legislature. The change is due in part to supplemental requests for undermarket pay increases, inmate health care contract, and food service contract totaling \$467,711 from the State General Fund. Absent the supplemental requests the FY 2011 revised estimate totals \$122.3 million, including \$103.8 from the State General Fund, which is an all funds increase of \$2.1 million, or 1.7 percent, and a State General Fund increase of \$201,325, or 0.2 percent, above the approved amount. The change in State General Fund expenditures is due to transfers from the correctional facilities for the inmate health care contract (\$276,616). Changes from other funds expenditures are primarily for an increase for DUI treatment services (\$1.2 million), new federal grant awards (\$248,000), and smaller increases from other special revenue funds.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures totaling \$114.7 million, including \$100.8 million from the State General Fund. The recommendation is an all funds decrease of \$8.1 million, or 6.6 percent, and a State General Fund decrease of \$3.5 million, or 3.4 percent, below the agency's revised FY 2011 estimate. The difference is due to the following:

- Delete \$3.5 million, all from the State General Fund, in FY 2011 due to the food service contractor (ARAMARK) making a one-time incentive payment to the Department for agreeing to enter into a 10-year contract for food service. This created a net zero change in total expenditures but allowed for a decrease of \$3.5 million in State General Fund expenditures;

- Add \$475,000, all from the State General Fund, in FY 2011 for undermarket salary adjustments system-wide. The Department and the eight correctional facilities all had positions that were included in the undermarket salary adjustment approved by the 2010 Legislature. However, the Department and facilities reported that they did not receive enough funding to fully fund the undermarket adjustments and requested a system-wide total of \$539,693, all from the State General Fund, in supplemental funding to make up for the shortfall. The Governor recommends adding \$475,000 to the Department of Corrections budget and allowing the Secretary of Corrections to allocate the funds out to the facilities;

- Delete \$2,291, all from the State General Fund, in FY 2011 of unspent funds from FY 2010; and

- The Governor recommends that the Kansas Correctional Industries program (KCI) be changed to an off-budget program. The KCI receives the majority of its funding from other state agencies for the goods manufactured at KCI (primarily office furniture). The funds received by KCI for goods are deposited in the Correctional Industries Fund, which means that moving the KCI to an off-budget program would reduce all funds operating expenditures by \$8.1 million but would not affect State General Fund expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language to require that expenditures made from the Kansas Correctional Industries be included in the reportable budget in FY 2011. This would add \$8,485,417 in all other funds.

**Sec. 38 --Topeka Correctional Facility**

AGENCY REQUEST. The agency requests a revised FY 2011 estimate for operating expenditures totaling \$13.8 million, including \$13.0 million from the State General Fund. The request is an all funds decrease of \$5,695, or less than 0.1 percent, and a State General Fund decrease of \$9,988, or 0.1 percent, below the amount approved by the 2010 Legislature. The State General Fund decrease is due to a lower estimate for debt service interest payments. The estimate includes a lapse of \$200, all from the State General Fund, in reappropriated funds from FY 2010.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2011 revised estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 38 --Hutchinson Correctional Facility**

AGENCY REQUEST. The agency estimates revised FY 2011 operating expenditures totaling \$30.1 million, including \$8.4 million from the State General Fund. The revised estimate is an all funds increase of \$90,949, or 0.3 percent, and a State General Fund increase of \$123,995, or 1.5 percent above the amount approved by the 2010 Legislature. The revised estimate includes \$116,089 from the State General Fund in supplemental funding for undermarket pay increases. Absent the supplemental the request is an all funds decrease of \$25,140, or 0.1 percent, below the approved amount but is a State General Fund increase of \$7,906, or 0.1 percent, above approved amount, which was included to replace less available federal ARRA funds than the approved amount and an increase in the repayment schedule for debt service principal. The estimate includes a lapse of \$500, all from the State General Fund, in reappropriated funds from FY 2010.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures totaling \$29.9 million, including \$8.2 million from the State General Fund. This reflects a reduction of \$158,186, or 0.2 percent, all funds and \$25,140, or 0.3 percent, State General Fund, below the amount approved by the 2010 Legislature for the current year. The recommendation is a decrease of \$149,135, all from the State General Fund, which is an all funds reduction of 0.5 percent and a State General Fund reduction of 1.8 percent below the agency's revised FY 2011 estimate. Most of the difference is due to the Governor not recommending the agency's supplemental request for FY 2011. In addition, the Governor deleted \$33,046 from the State General Fund that the agency had included to replace federal ARRA funds, which are budgeted to be lower than the approved amount, and an increase in the repayment schedule for debt service principal.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 38 --Lansing Correctional Facility**

AGENCY REQUEST. The FY 2011 revised agency estimate for operating expenditures at the Lansing Correctional Facility totals \$38.5 million, including \$38.2 million from the State General Fund. The request is an all funds increase of \$139,002, or 0.4 percent. All of the increase is in State General Fund expenditures, which is an increase of 0.4 percent above the approved amount. All of the increase is in a supplemental request for other operating expenditures. The agency reduced other operating expenditures, primarily contractual services, in order to fund a portion of the undermarket pay increases and to self-fund longevity bonus payments. The estimate includes a lapse of \$500, all from the State General Fund, in reappropriated funds from FY 2010.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$38.4 million, including \$38.1 million from the State General Fund, for FY 2011 operating expenditures. The recommendation is a decrease of \$139,002, or 0.4 percent, below the agency's FY 2011 revised estimate. All of the difference is due to the Governor not recommending the agency's supplemental request for FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 38 --Ellsworth Correctional Facility**

AGENCY REQUEST. The agency revised estimate for FY 2011 operating expenditures totals \$13.0 million, including \$12.9 million from the State General Fund. The revised estimate is an all funds increase of \$30,876, or 0.2 percent, and a State General Fund increase of \$21,323, or 0.2 percent, above the amount approved by the 2010 Legislature. The request includes a supplemental appropriation request totaling \$33,341, all from the State General Fund, for computer equipment and maintenance supplies. Absent the supplemental request, the revised estimate for FY 2011 is a reduction of \$2,465, or less than 0.1 percent, from all funds and a reduction of \$12,018, or 0.1 percent, from the State General Fund below the approved amount. The estimate includes a lapse of \$442, all from the State General Fund, in reappropriated funds from FY 2010.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures totaling \$13.0 million, including \$12.9 million from the State General Fund. The recommendation is an all funds decrease of \$33,341, or 0.3 percent, all from the State General Fund, below the agency's revised FY 2011 estimate. All of the difference is due to the supplemental funding that is not recommended by the Governor. The Governor concurs with the estimated FTE positions. The Governor concurs with the agency's revised FY 2011 estimate for capital improvements expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 38 --Norton Correctional Facility**

AGENCY REQUEST. The agency estimates revised FY 2011 operating expenditures totaling \$15.6 million, including \$5.3 million from the State General Fund. The request is an all funds increase of \$261,154, or 1.7 percent, and a State General Fund increase of \$70,261, or 1.3 percent, above the approved budget. The change from the approved budget is due to a supplemental request for other operating expenditures (\$70,261 from the State General Fund) and funding received from the Kansas Department of Transportation for supervision of inmate work crews (\$190,893 from the General Fees Fund). The estimate includes a lapse of \$991, all from the State General Fund, in reappropriated funds from FY 2010.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditure of \$15.5 million, including \$5.2 million from the State General Fund. The recommendation is an all funds increase of \$190,893, or 1.2 percent, above the FY 2011 approved amount. This is also an all funds decrease of \$70,261, or 0.5 percent, and a State General Fund decrease of the same amount, or 1.3 percent, below the agency's revised FY 2011 estimate due to the Governor not recommending the agency's FY 2011 supplemental request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 39 --Juvenile Justice Authority**

AGENCY REQUEST. The agency estimates revised FY 2011 operating expenditures of \$68,107,730, including \$51,617,000 from the State General Fund. This is an all funds decrease of \$3,672,246 or 5.1 percent, below the FY 2011 approved amount; and a State General Fund increase of \$82,498, or 0.2 percent, above the FY 2011 approved amount. The agency's revised estimate includes a supplemental request of \$79,665, all from the State General Fund, for psychiatric residential treatment facilities, and removal of the same amount from Title XIX funding. The agency states that the 2010 Legislature based the FY 2011 caseload budget on the assumption that the federal Medicaid match rate would be at a rate that was higher than the final rate approved by Congress. With the reduced match, the agency must commit an increased amount for Medicaid services.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$64,871,797, including \$48,201,023 from the State General Fund. The recommendation is an all funds decrease of \$6,911,012, or 9.6 percent, and a State General Fund decrease of \$3,336,312, or 6.5 percent, below the amount approved by the 2010 Legislature.

The recommendation is an all funds decrease of \$3,235,933, or 4.8 percent, and a State General Fund decrease of \$3,415,977, or 6.6 percent, below the agency's revised estimate. The decrease is attributable to the Governor's recommendation to remove \$3,336,312 from the State General Fund and add \$100,379 to all funds for caseload estimate expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 40 --Adjutant General**

AGENCY REQUEST. The agency requests a revised FY 2011 operating budget totaling \$352.1 million, including \$44.1 million from the State General Fund, which is an all funds increase of \$122.5 million, or 53.3 percent, and a

State General Fund increase of \$25.5 million, or 137.7 percent, above the current approved amount for FY 2011. This increase is attributable to the agency's supplemental requests totaling \$230.4 million, including \$27.4 million from the State General Fund, for disaster match funding and Air Support Operations Squadron (ASOS) building funding at Smoky Hill Weapons Range. The FY 2011 revised estimate includes 219.0 FTE positions, the same as the current approved amount for FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 expenditures totaling \$198.2 million, including \$16.7 million from the State General Fund. The recommendation is an all funds decrease of \$31.4 million, or 13.7 percent, and a State General Fund decrease of \$1.8 million, or 9.8 percent, below the amount approved by the 2010 Legislature. The FY 2011 recommendation is an all funds decrease of \$153.9 million, or 43.7 percent, and a State General Fund decrease of \$27.4 million, or 62.1 percent, below the agency's FY 2011 revised estimate. The difference is attributable to the Governor not recommending any of the agency's supplemental requests totaling \$230.4 million, including \$27.4 million from the State General Fund. The all funds reduction is partially offset by the addition of \$76.5 million, including \$9.0 million from the State Emergency Fund, that was approved by the State Finance Council for FY 2011 disaster relief expenditures.

The Governor recommends lapsing \$3,960, all from the State General Fund, from the Debt Service - Rehabilitation and Repair of the Statewide Armories Account in FY 2011 to lapse unspent funds from FY 2010.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 41 --Emergency Medical Services Board**

AGENCY REQUEST. The Kansas Board of Emergency Medical Services estimates a revised FY 2011 budget of \$2,255,543, all from special revenue funds. This is an increase of \$75,000, or 3.4 percent, above the amount approved by the 2010 Legislature. The entire increase is due to a federal grant from the Health Resources and Services Administration (HRSA) for purposes of financing training for hospital preparedness related to bioterrorism. All other funding is from special revenue funds. Within the FY 2011 revised estimate, the agency is requesting additional spending authority of \$125,000 for the EMS Operating Fund. These are not new dollars but instead reflect internal revenue transfers made to address cash flow. In the first half of FY 2011, a transfer of \$125,000 was made from the Operating Fund to the Education Incentive Grant Fund, representing half of the grant fund dollars for the year. To cover cash flow, the agency transferred \$125,000 back into the Operating Fund. This effectively made the amount available in the Operating Fund larger than the expenditure limit authorized by the 2010 Legislature. According to the agency, transferring the \$125,000 from the Operating Fund technically causes the agency to exceed its expenditure limit. Therefore, to complete the transfer and fulfill grant obligations, the agency needs legislative authorization.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency FY 2011 revised estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 42 --State Fire Marshal**

AGENCY REQUEST. The agency requests revised FY 2011 operating expenditures totaling \$4,524,643, an increase of \$31,225, or 0.7 percent, above the amount approved by the 2010 Legislature. Of FY 2011 expenditures, \$3,626,625 are financed by the Fire Marshal Fee Fund, a decrease of \$2,735, or 0.1 percent, below the approved amount. The entire budget is funded from fee funds and federal funds. The revised estimate includes 53.0 FTE positions, no change from the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's revised estimate for FY 2011.

The Governor recommends reducing the agency's Fire Marshal Fee Fund expenditure limitation from \$3,629,360 to \$3,626,625 in FY 2011. This is a reduction of \$2,735, all from the Fire Marshal Fee Fund, to reflect revised expenditure estimates for FY 2011 due to retirements in FY 2010. Additionally, the Governor recommends the transfer of \$52,509 from the Hazardous Material Program Fund to the Fire Marshal Fee Fund in FY 2011. Expenditures for the Hazardous Material Program were less in FY 2010 than expected.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 43 --Kansas Parole Board**

AGENCY REQUEST. The agency estimates \$509,237, all from the State General Fund in FY 2011. The revised estimate is equal to the 2010 Legislature's appropriation. Not included in the revised estimate is \$982 that could have been reappropriated from FY 2010. The FY 2011 request includes 3.0 FTE positions, the same as the 2010 Legislature's approved amount.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$509,237, all from the State General Fund in FY 2011. The recommendation is the same as the agency's FY 2011 revised estimate.

The Governor also recommends lapsing \$982, all from the State General Fund, in unspent funds from FY 2010.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 44 --Kansas Commission on Peace Officers' Standards and Training (KCPOST)**

AGENCY REQUEST. The agency estimates FY 2011 operating expenditures totaling \$639,878, all from the Kansas Commission on Peace Officers' Standards and Training Fund (KCPOST Fund), which is a decrease of \$9,620, or 1.5 percent, below the amount approved by the 2010 Legislature. The decrease is due to partial fiscal year savings associated with 1.0 unfilled FTE investigator position that was filled in October 2010. The revised estimate includes 7.0 FTE positions, no change from the approved limitation.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 expenditures totaling \$549,246, all from the KCPOST Fund, which is a decrease of \$100,252, or 15.4 percent, below the amount approved by the 2010 Legislature. The Governor's recommendation includes reductions totaling \$100,252. The Governor's recommendation also includes the transfer of \$500,000 from the KCPOST Fund to the State General Fund in FY 2011.

The Governor recommends reducing the agency's expenditure limitation from \$650,005 to \$549,246 in FY 2011. This is a reduction of \$100,759, all from the KCPOST Fund. The Governor recommended operating expenditure reductions totaling \$100,252. The remaining \$507 is a technical adjustment to reflect action taken last session reducing KPERs Death and Disability in FY 2011.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 45 --Department of Agriculture**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget of \$30.5 million, an increase of \$5.1 million, or 19.9 percent, above the amount approved by the 2010 Legislature. The increase is mainly attributable to federal funds received within the agency's Division of Water Resources, Water Structures Program. Of the \$5.1 million increase, \$4.1 million is Federal Emergency Management Agency (FEMA) Dam Safety funding, which will be unavailable in FY 2012. It will be utilized in conducting needs assessments related to floodplain mapping and creating floodplain maps. The agency expects the FEMA Dam Safety funding received next fiscal year will be between \$1.0 and \$1.5 million. The remaining \$1.0 million is due to increased fee revenue for Food Safety and Consumer Protection Program.

The agency is requesting supplemental funding of \$3,081, all from the State Highway Fund, due to language in the appropriation bill which did not reflect actual salary expenditures for employees that are funded by a transfer from the Department of Transportation to the Department of Agriculture. This transfer is made annually to fund inspections for highway bridges, this year's appropriation did not account for undermarket salary increases.

GOVERNOR'S RECOMMENDATION. The Governor recommends a revised FY 2011 operating budget totaling

\$30.5 million. The recommendation is an increase of \$4,942, or less than 0.1 percent, above the agency's revised FY 2011 estimate, and an increase of \$5.1 million, or 19.9 percent, above the approved amount. The Governor recommends a State General Fund budget of \$9.3 million, the same as the approved amount. The increase above the agency's revised estimate is a technical correction, and adds \$4,942, all from the State Water Plan Fund. The Division of Accounts and Reports has indicated that the amount should have been shown as a reappropriation.

The Governor concurred with the agency's request for supplemental funding of \$3,081, all from the State Highway Fund within the Department of Agriculture and increasing the expenditure limitation of the State Highway Fund within the Department of Agriculture.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 46 --Department of Wildlife and Parks**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget totaling \$54.2 million, including \$5.0 million from the State General Fund. The revised request is an increase of \$414,127, or 0.8 percent, above the amount approved by the 2010 Legislature. The increase is attributable to federal grant funds received in previous fiscal years that will be expended in FY 2011. Requested State General Fund expenditures decrease \$106,026, or 2.0 percent, below the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2011 operating budget of \$54.2 million, including \$5.0 million from the State General Fund. The recommendation is an increase of \$361,825, or 0.7 percent, above the amount approved by the 2010 Legislature. The State General Fund recommendation is a decrease of \$158,328, or 3.1 percent, below the approved amount.

The recommendation is a decrease of \$52,302, or 0.1 percent, all from the State General Fund, below the agency estimate. The decrease is due to lapsing \$18,038 in State General Fund shifts and reducing funding in the Reimbursement for Annual Licenses to Kansas Disabled Veterans budget unit by \$34,264.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$60,542, all from the State General Fund, in the Reimbursement for Annual Licenses Issued to Kansas Disabled Veterans account, to adjust the Governor's recommended lapse from \$73,240 to \$12,698 in FY 2011.
2. Add \$4,290, all from the State General Fund, in the Reimbursement for Annual Licenses Issued to National Guard Members account, to adjust the Governor's recommended lapse from \$11,290 to \$7,000 in FY 2011.
3. Add \$2,748, all from the State General Fund, in the Reimbursement for Annual Park Permits Issued to National Guard Members account, to adjust the Governor's recommended lapse from \$6,748 to \$4,000 in FY 2011.
4. Add language to appropriate \$260,000, for FY 2012 all from the Wildlife Restoration Fund, for rehabilitation and repair for Clark State Fishing Lake dam repair in FY 2011 (Technical amendment).
5. Add language to appropriate \$473,000, including \$70,950 from the Parks Fee Fund, \$378,400 from the Wildlife Fee Fund, and \$23,650 from the Boating Fee Fund, for the Pratt Operations Office sewer line upgrade in FY 2011 (Technical amendment).

**Sec. 47 --Kansas Water Office**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget of \$10.1 million, including \$1.9 million from the State General Fund. The revised FY 2011 estimate is an increase of \$3.0 million, or 41.7 percent,



above the amount approved by the 2010 Legislature. The State General Fund revised FY 2011 estimate totals \$1.9 million, the same as the approved amount. The estimate includes a supplemental request of \$477,600, all from the State Water Plan Fund for the Neosho Basin Issues account. Absent the supplemental, the request is \$9.6 million, from all funds, an increase of \$2.5 million, or 35.0 percent, above the amount approved by the 2010 Legislature. The increase in all other funds is mostly attributable to Water Supply Contract program, funded from federal American Recovery and Reinvestment Act (ARRA). The agency's request has a decrease of 2.5 FTE positions from the approved amount. The agency inadvertently submitted a request for funded FTE positions instead of approved FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$10.1 million, including \$1.9 million from the State General Fund, for FY 2011 operating expenditures. The recommendation is an increase of \$3.0 million, or 41.5 percent, above the amount approved by the 2010 Legislature. The increase is mostly attributed to Water Supply Contract program, funded from federal American Recovery and Reinvestment Act (ARRA).

The recommendation is a decrease of \$12,970, or 0.1 percent, below the agency's FY 2011 estimate. The Governor also makes technical corrections to the State Water Plan Fund reappropriation amounts in the Neosho River Basins account of \$277,736 and MOU Storage and Operations account in the amount of \$84,865. These amounts were spent in FY 2010 and not reappropriated, so the budget expenditures have been deleted. The recommendation also includes \$464,630 of the \$477,600 supplemental request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 48 --State Conservation Commission**

AGENCY REQUEST. The agency estimates a revised FY 2011 operating budget totaling \$13.4 million, an increase of \$3.1 million, or 29.8 percent, above the amount approved by the 2010 Legislature. Requested State General Fund expenditures total \$739,156, the same as the approved amount. The special revenue fund increase is mostly attributable to increases in water resource cost-share and non-point source pollution funded by the State Water Plan Fund. The funding was carried forward from FY 2010 to FY 2011 for contracts within the two programs that will be fulfilled in FY 2011.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2011 operating expenditures of \$12.3 million, including \$739,156 from the State General Fund, an increase of \$2.0 million, or 19.9 percent, above the amount approved by the 2010 Legislature. The special revenue fund increase is mostly attributable to increases in water resource cost-share and non-point source pollution funded by the State Water Plan Fund. The funding was carried forward from FY 2010 to FY 2011 for contracts within the two programs that will be fulfilled in FY 2011. The recommendation is a decrease of \$1.0 million, or 7.6 percent, below the agency's revised FY 2011 estimate. The decrease is attributable to the Governor not recommending the funding for the Conservation Reserve Enhancement Program (CREP) from the State Water Plan Fund.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Lapse \$1,019,668, all from the State Water Plan Fund, in FY 2011 for the Conservation Reserve Enhancement Program (CREP) (Technical amendment).

**Sec. 49 --Other Statewide Adjustments**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Add language for the remaining months in FY 2011 prohibiting State General Fund expenditures by any state agency for membership dues and subscriptions and lapse any resulting State General Fund savings.

**Sec. 50 --Kansas Bureau of Investigation**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Concur with Governor's Budget Amendment (GBA) No. 1, Item 4, to add \$150,000, all from the State General Fund, to provide funding for meth lab cleanup in FY 2011.
2. Concur with GBA No. 1, Item 4, to add \$450,000, all from the State General Fund, to provide funding for meth lab cleanup for FY 2012.
3. Add language creating the Project Safe Neighborhoods Fund, with an expenditure limitation of \$114,408 in FY 2011. This will allow the agency to expend federal grant funds received for the Project Safe Neighborhoods grant. Grant funds will be used for one Special Assistant US Attorney position, with the goal to continue to prevent a backlog of indictable gang and firearms related cases across the state.
4. Add language creating the Social Security Administration Reimbursement - Federal Fund, with a no limit expenditure authority in FY 2011. The agency has two special agent positions that are working with the Social Security Administration, and are receiving reimbursement for their services. This will allow the agency to expend any reimbursements received in FY 2011.

**Sec. 51 --7.5 Percent Pay Suspension for State Officers**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Delete \$1,335,861, including \$964,864 from the State General Fund, for a 7.5 percent pay reduction for state officers (legislators, justices, judges, statewide elected officials, statutory agency heads and other constitutional officers of the state) for an estimated six pay periods in FY 2011.

**Sec. 52 --State Employee Pay**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Delete \$5.3 million, all from the State General Fund, and require state agencies to self-fund state employee longevity bonus payments for FY 2012. This action affects only the State General Fund financed longevity bonus payments. No special revenue funds are adjusted.

**Sec. 53 --Title X Family Planning Funds**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language in FY 2011 to provide that, subject to federal law, any grants of money from federal Title X moneys for family planning services be made according to the following priorities: first priority to public entities (state, county, local health departments and health clinics) and if any moneys remain, second priority to non-public entities which are hospitals or federally qualified health centers that provide comprehensive primary and preventative care in addition to family planning services.

**Sec. 54 --Abstracters Board of Examiners**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$23,385, all from the Abstracter's Fee Fund, a decrease of \$34, or 0.1 percent, below the FY 2011 revised estimate. The request includes \$20,576 for salaries and wages for two employees, whose combined hours do not equal a full FTE position.

The agency requests FY 2013 expenditures of \$24,742, all from the Abstracter's Fee Fund, an increase of \$1,357, or 5.8 percent, above the FY 2012 request. The increase is attributable to budgeted salary increases.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's request for FY 2012 and FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$5,088 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$6,360 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 55 --Board of Accountancy**

AGENCY REQUEST. The agency requests \$349,051, all from special revenue funds, for FY 2012 operating expenditures. The request is an increase of \$36,027, or 11.5 percent, above the FY 2011 revised estimate. The increase is due to an enhancement request of \$25,000 for contract counsel to conduct disciplinary hearings, increased contributions for group health and hospitalization and KPERS (Kansas Public Employee Retirement System) expenditures. The increase is also related to elevated expenditures for computer systems management related to the new agency servers and rent and fees for the Board of Accountancy office. The request includes 3.0 FTE positions.

The agency requests \$359,509, all from special revenue funds, for FY 2013 operating expenditures. The recommendation is an increase of \$10,458, or 3.0 percent, above the FY 2012 agency request. The agency has projected increased expenditures in both salaries and contractual services expenditures. The request also includes \$25,000 for contract counsel to conduct disciplinary hearings. The request includes 3.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$318,266, all from special revenue funds, for FY 2012 operating expenditures. The recommendation is an increase of \$5,242, or 1.7 percent, above the FY 2011 Governor's recommendation. The increase is for state contributions to group health and hospitalization and KPERS benefits. The recommendation is a decrease of \$30,785, 8.8 percent, below the FY 2012 agency request. The reduction from the agency request is attributable to not recommending adoption of the enhancement and a reduction in contractual services expenditures for out of state travel and computer systems management fees.

The Governor recommends \$321,732, all from special revenue funds, for FY 2013 operating expenditures. The

recommendation is an increase of \$3,466, or 1.1 percent, above the FY 2012 Governor's recommendation. The increase is for state contributions to group health and hospitalization and KPERS benefits. The recommendation is a decrease of \$37,777, or 10.5 percent, below the FY 2013 agency request. The reduction from the agency request is attributable to not recommending adoption of the enhancement and a reduction in contractual services expenditures for out of state travel and computer systems management fees.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$51,920 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$49,740 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

#### Sec. 56 --State Bank Commissioner

AGENCY REQUEST. The agency requests FY 2012 revised operating expenditures of \$9,590,272, including \$9,308,522 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education and Settlement Fund. The request is an all funds increase of \$367,781, or 4.0 percent, above the FY 2011 revised estimate. This request includes \$20,900 for an enhancement request for the replacement of one agency van, all from the Bank Commissioner Fee Fund. Other increases include \$384,011 for salaries and wages, and \$96,414 for contractual services; while reductions include \$4,682 for commodities, and \$53,962 for capital outlay. The request includes 99.0 FTE positions, and 5.0 non-FTE unclassified permanent positions.

The agency requests FY 2013 revised operating expenditures of \$10,024,652, including \$9,742,902 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education and Settlement Fund. The request is an all funds increase of \$434,380, or 4.5 percent, above the FY 2012 request. Most of the increase is in salaries and wages (\$340,986). The request also includes an enhancement request for \$43,200, all from the Bank Commissioner Fee Fund, for the replacement of two agency vans. The request includes 99.0 FTE positions, and 5.0 non-FTE unclassified permanent positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$9,222,414, including \$8,940,664 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education Settlement Fund. The recommendation is a decrease of \$367,858, or 3.8 percent, below the agency's FY 2012 request, and an increase of \$53,923, or 0.6 percent, above the Governor's FY 2011 recommendation. The decrease from the agency request is attributable to the Governor not recommending the agency's enhancement request totaling \$20,900 for the replacement of one agency van, and the following reductions: \$75,000 in travel expenditures in the Bank Regulation program, \$19,000 in employee tuition expenditures in the Bank Regulation program, \$122,539 for salaries and wages shrinkage in the Bank Regulation program, \$4,302 for salaries and wages shrinkage in the Trust Regulation program, \$1,000 for travel in the Trust Regulation program, \$70,117 for salaries and wages shrinkage in the Consumer Mortgage Regulation program, \$35,000 for advertising in the Consumer Mortgage Regulation program, and \$20,000 in travel in the Consumer Mortgage Regulation program.

The Governor recommends FY 2013 operating expenditures of \$9,625,550, including \$9,343,800 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education Settlement Fund. The recommendation is a decrease of \$399,102, or 4.0 percent, below the agency's FY 2013 request, and an increase of \$403,136, or 4.4 percent, above the Governor's FY 2012 recommendation. The decrease from the agency's request is attributable to the Governor not recommending the agency's enhancement request totaling \$43,200 for the replacement of two agency vans, and the following reductions: \$75,000 in travel expenditures in the Bank Regulation program, \$19,000 in employee tuition expenditures in the Bank Regulation program, \$127,752 for shrinkage in the Bank Regulation program, \$4,371 for shrinkage in the Trust Regulation program, \$1,000 for travel in the Trust Regulation program, \$73,779 for shrinkage in the Consumer Mortgage Regulation program, \$35,000 for advertising in the Consumer Mortgage Regulation program, and \$20,000 in travel in the Consumer Mortgage

Regulation program.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$196,958, all from special revenue funds, for salaries and wages for FY 2012. The increase in salaries and wages is to reduce the agency's shrinkage rate from 5.0 percent, to 2.5 percent for FY 2012.
2. Add \$150,000, all from special revenue funds, for contractual services for FY 2012. The majority of expenditures in this category are for travel to examination locations and training for examination staff.
3. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
4. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.
5. Add \$205,902, all from special revenue funds, to reduce the agency's salaries and wages shrinkage rate from the Governor's recommended rate of 5.0 percent, to 2.5 percent for FY 2013.
6. Add \$150,000, all from special revenue funds, for contractual services for FY 2013, to restore the reduction in the Governor's recommendation. The majority of expenditures in this category are for travel to examination locations and training for examination staff.

**Sec. 57 --Board of Barbering**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$157,575 all from the Board of Barbering Fee Fund, an increase of \$14,652, or 10.3 percent above the FY 2011 revised estimate. The majority of the increase is attributable to an enhancement request for an intermediate size car to replace an existing model for the Board of Barbering inspector. Absent the enhancement request, the FY 2012 operating expenditure request is \$448 below the FY 2011 estimate. In addition, the agency is requesting a fee increase for ten of the agency's barbering fees due to increasing costs for fuel, postage, computer replacement needs and the Monumental Building Surcharge.

The agency requests FY 2013 operating expenditures of \$144,892 all from the Board of Barbering Fee Fund, a decrease of \$12,683 or 8.0 percent below the FY 2012 request. The decrease is attributable to a one-time enhancement request expense in FY 2012 for an intermediate size car to replace an existing model for the Board of Barbering inspector partially offset by slight increases in operating expenditures.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$142,475, a decrease of \$15,100, or 9.5 percent, below the agency's FY 2011 revised estimate and \$448 below the Governor's FY 2011 recommendation. The decrease from the agency request is entirely due to the Governor not recommending the agency's enhancement request for an intermediate size car to replace an existing model for the Board of Barbering inspector.

The Governor recommends FY 2013 operating expenditures of \$144,892, an increase of \$2,417, or 1.7 percent, above the Governor's FY 2012 recommendation and the same as the agency's FY 2012 request. The increase from the FY 2012 Governor's recommendation is primarily in contractual services for communication, building space rental and professional fee expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$23,859 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$24,514 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 58 --Behavioral Sciences Regulatory Board**

AGENCY REQUEST. The agency requests \$622,657 for FY 2012, all from special revenue funds, which is a decrease of \$21,583, or 3.4 percent, from the revised FY 2011 estimate. The decrease is mainly due to one-time computer equipment purchases during FY 2011; this was partially offset by an increase in group health insurance and KPERS employer retirement contributions. The request includes 8.0 FTE positions, which is the same as the approved amount.

The agency requests \$636,586 for FY 2013, all from special revenue funds, which is an increase of \$13,929, or 2.2 percent, above the FY 2012 request. The increase is primarily due to group health insurance, KPERS employer retirement contributions, increased contractual services, and an increase in capital outlay. The request includes 8.0 FTE positions, which is the same as the approved amount.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

The Governor concurs with the agency request for FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$172,716 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$153,927 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 59 --Board of Healing Arts**

AGENCY REQUEST. The agency requests an FY 2012 budget of \$4,131,924, all from special revenue funds, which is an increase of \$87,610, or 2.2 percent, above the revised FY 2011 estimate. The request includes 45.0 FTE positions. The increase is primarily due to capital outlay for new licensure software.

The agency requests an FY 2013 budget of \$4,371,859, all from special revenue funds, which is an increase of \$239,935, or 5.8 percent, above the FY 2012 request. The request includes 46.0 FTE positions. This includes an enhancement of \$200,000 for 1.0 FTE position, a medical director. Absent the enhancement, the request would be \$4,171,859, all from special revenue funds, an increase of \$39,935, or 1.0 percent. The increase absent the enhancement is due to capital outlay for new licensure software and expenditures related to health insurance and other benefits.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency FY 2012 request with one adjustment. The Governor recommends a reduction of 2.0 FTE positions for a total of 43.0 FTE positions in FY

2012.

The Governor recommends an FY 2013 budget of \$4,171, 859, which is a decrease of \$200,000, or 4.6 percent, below the agency request. This amount is the same as the agency request absent the enhancement request. The Governor does not recommend the \$200,000 enhancement, nor the additional 1.0 FTE position for the medical director. For FY 2013, the Governor recommends 43.0 FTE positions, a decrease of 3.0 FTE positions below the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 60 --Board of Cosmetology**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$843,594 all from the agency's fee fund. This is an increase of \$32,048, or 3.9 percent, above the FY 2011 revised estimate. The increase is attributable to longevity payments for the agency's employees in the salaries and wages category and an enhancement request of \$15,100 for the replacement of one mid-sized vehicle for inspections in FY 2012. Absent the enhancement, the agency requests \$828,494 which is an increase of \$16,948, or 2.1 percent, above the FY 2011 revised estimate.

The agency requests FY 2013 operating expenditures of \$831,655 all from the agency's fee fund. This is a decrease of \$11,939, or 1.4 percent, below the FY 2012 request. The decrease is attributable to reductions in the agency's temporary employee salaries and wages expenses. In addition, the request includes an enhancement request of \$15,600 for the replacement of one mid-sized vehicle for inspections in FY 2013. Absent the enhancement, the agency requests \$816,055 which is a decrease of \$27,539, or 3.3 percent, below the FY 2012 request.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$819,494 all from the agency's fee fund. This is a decrease of \$7,948, or 1.0 percent, below the FY 2011 recommended revised estimate and \$24,100, or 2.9 percent, below the agency FY 2012 request. The decrease is attributable to the Governor not recommending the agency's enhancement request of \$15,100 for the replacement of one mid-sized vehicle for inspections in FY 2012. The remaining decrease is attributable to the reduction of contractual services that includes postage, meals and lodging for in-state travel and other professional fees. In addition, the Governor recommends the reduction of one vacant FTE position.

The Governor recommends FY 2013 operating expenditures of \$816,055 all from the agency's fee fund. This is a decrease of \$3,439, or 0.4 percent, below the FY 2012 recommended revised estimate and \$15,600, or 1.9 percent, below the agency FY 2012 request. The decrease is attributable to the Governor not recommending the agency's enhancement request of \$15,600 for the replacement of one mid-sized vehicle for inspections in FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$116,789 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the

agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$116,789 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 61 --Department of Credit Unions**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$1,013,165, an increase of \$63,725, or 6.7 percent, above the agency's FY 2011 revised estimate. This is attributable to an increase of \$49,147, or 6.2 percent, in salaries and wages, an increase of \$12,495, or 9.9 percent, in contractual services, and an increase of \$2,083, or 10.5 percent, in commodities. The increase in salaries and wages is due to eliminating agency salaries and wages shrinkage of \$36,219, or 13.4 percent, and increased state contributions related to the public employee retirement system and group health insurance. The agency's request maintains the 12.0 FTE position limitation.

The agency requests an enhancement of \$15,200, all from the Credit Union Fee Fund, for the replacement of one agency vehicle. The agency states that the vehicle requested for replacement will have over 100,000 miles by the purchase date in FY 2012.

The agency requests FY 2013 operating expenditures of \$1,054,052, an increase of \$40,887, or 4.0 percent, above the agency FY 2012 request. This is attributable to an increase of \$27,889, or 3.3 percent, in salaries and wages, an increase of \$10,606, or 7.7 percent, in contractual services, an increase of \$1,992, or 9.1 percent, in commodities, and an increase of \$400, or 2.6 percent, in capital outlay. The increase in salaries and wages is due to increased expenditures in state contributions to the public employee retirement system and group health insurance. The agency's request maintains the 12.0 FTE position limitation. The agency requests an enhancement of \$15,600, all from the Credit Union Fee Fund, for the replacement of one agency vehicle. The agency states that the vehicle requested for replacement will have over 100,000 miles by the purchase date in FY 2013.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$997,965, all from the Credit Union Fee Fund, a decrease of \$15,200, or 1.5 percent, below the agency's FY 2012 request. The decrease is attributable to the Governor not recommending the agency's enhancement request in the amount of \$15,200 for the purchase of an agency vehicle.

The Governor recommends FY 2013 operating expenditures of \$1,038,452, all from the Credit Union Fee Fund, a decrease of \$15,600, or 1.5 percent, below the agency's FY 2013 request. The decrease is attributable to the Governor not recommending the agency's enhancement request in the amount of \$15,600 for the purchase of an agency vehicle.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 62 --Kansas Dental Board**

AGENCY REQUEST. The agency requests \$374,145, all from special revenue funds, and 3.0 FTE positions, for FY 2012. This is the same amount as the revised FY 2011 estimate.

The agency requests \$374,145, all from special revenue funds, and 3.0 FTE positions, for FY 2013. This is the same amount as the FY 2012 request.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.



The Governor concurs with the agency request for FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$104,714 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$106,064 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 63 --Board of Mortuary Arts**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$275,239 all from the agency's fee fund. This is an increase of \$2,299, or 0.8 percent, above the FY 2011 revised estimate. The increase is attributable to longevity payments and increased postage and contractual services.

The agency requests FY 2013 operating expenditures of \$282,648 all from the agency's fee fund. This is an increase of \$7,409, or 2.7 percent, above the FY 2012 request. The increases are attributable to retirement, longevity and health insurance expenses and contractual services inflation of expenses.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request.

The Governor concurs with the agency's FY 2013 request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$41,192 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$38,733 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 64 --Kansas Board of Examiners in Fitting and Dispensing of Hearing Instruments**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$29,812 all from the agency's fee fund and 0.5 FTE positions. This is a decrease of \$209, of 0.7 percent, below the FY 2011 revised estimate. The decrease is attributable to a reduction of office and stationary supplies.

The agency requests FY 2013 operating expenditures of \$29,181 all from the agency's fee fund and 0.5 FTE positions. This is a decrease of \$631, of 2.1 percent, below the FY 2012 request. The decrease is attributable to a reduction of expected mileage for inspections.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the FY 2012 agency's request.

The Governor concurs with the FY 2013 agency's request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$7,502 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$7,502 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 65 --Board of Nursing**

AGENCY REQUEST. The agency requests an FY 2012 budget of \$2,068,954, all from special revenue funds, which is an increase of \$116,529, or 6.0 percent, above the revised FY 2011 estimate. This is primarily due to increase in group health insurance, KPERS retirement contributions, software maintenance, computer programming, computer equipment, and software. The request includes an enhancement of \$1,000, all from special revenue funds, for purposes of supporting events celebrating the Board of Nursing's centennial anniversary, which is in 2013. Absent the enhancement, the request is \$2,067,954, all from special revenue funds, which is an increase of \$115,529, or 5.9 percent, above the revised FY 2011 estimate. The request includes 24.0 FTE positions.

The agency requests an FY 2013 budget of \$2,109,810, all from special revenue funds, which is an increase of \$40,856, or 2.0 percent, above the FY 2012 request. The increase is primarily due to increases in group health insurance and software maintenance. The request includes an enhancement of \$1,000, all from special revenue funds, for purposes of supporting events celebrating the Board of Nursing's centennial anniversary, which is in 2013. Absent the enhancement, the request is \$2,108,810, all from special revenue funds, which is an increase of \$39,856, or 1.9 percent, above the FY 2012 request.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2012 budget of \$2,043,011, all from special revenue funds, which includes an enhancement of \$1,000. The recommendation also includes 21.0 FTE positions. This is a decrease of \$25,943, or 1.3 percent, below the revised FY 2011 estimate. It is also a reduction of 3.0 FTE positions. The decrease in funds is due to reductions in contractual services.

The Governor recommends an FY 2013 budget of \$2,058,430, all from special revenue funds, which includes \$1,000 in enhanced funding, all from special revenue funds. This is a decrease of \$51,380, or 2.4 percent, below the agency request and an increase of \$15,419, or 0.8 percent, above the Governor's FY 2012 recommendation. The decrease from the agency request is due to reductions in contractual services. The recommendation includes 21.0 FTE positions, a decrease of 3.0 FTE positions below the agency request and the same as the Governor's FY 2012 recommendation.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$25,943, all from special revenue funds, to increase the expenditure limitation to the agency FY 2012 request of \$2,068,954.
2. Add 3.0 FTE positions for FY 2012, for a total of 24.0 FTE positions, to increase the number of FTE positions to the agency FY 2012 request. These positions are for an Education Specialist, an Assistant Attorney General, and a Senior Administrative Assistant.
3. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

4. Add \$51,380, all from special revenue funds, to increase the expenditure limitation to the agency FY 2013 request of \$2,109,810.
5. Add 3.0 FTE positions for FY 2013, for a total of 24.0 FTE positions, to increase the number of FTE positions to the agency FY 2013 request. These positions are for an Education Specialist, an Assistant Attorney General, and a Senior Administrative Assistant.
6. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 66 --Optometry Board**

AGENCY REQUEST. The agency requests \$122,671 for FY 2012, all from special revenue funds, which is an increase of \$2,551, or 2.1 percent, above the revised FY 2011 estimate. The increase is due to health insurance, building space rental, and information systems consulting.

The agency requests \$111,631 for FY 2013, all from special revenue funds, which is a decrease of \$11,040, or 9.0 percent, below the FY 2012 request. The decrease is due to a reduction in salaries and wages because of the retirement of a staff member.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

The Governor concurs with the agency request for FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$29,625 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$32,805 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 67 --Board of Pharmacy**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$1,262,236, an increase of \$13,314, or 1.1 percent, above the agency's FY 2011 revised estimate. The increase is attributable to an increase of \$10,558, or 1.7 percent, in salaries and wages, an increase of \$22,969, or 8.4 percent, in contractual services, a decrease of \$1,800, or 8.0 percent, in commodities, and a decrease of \$18,413, or 5.3 percent, in capital outlay. The agency's requested increase in contractual services is primarily attributable to an increase of \$10,638 for professional services fees, an increase of \$5,343 in printing and advertising, and an increase of \$11,050 in travel. The decrease in capital outlay is primarily attributable to a supplemental request in FY 2011 for replacement vehicles, which totaled \$32,000 in FY 2011. The agency's request maintains 8.0 FTE positions.

The agency requests FY 2013 operating expenditures of \$823,771, all from the State Board of Pharmacy Fee Fund, a decrease of \$438,465, or 34.7 percent, below the FY 2012 agency request. The decrease is attributable to the expiration of the National All Schedules Prescription Electronic Reporting Act Grant, and the Harold Rogers Prescription Drug Monitoring Program Training and Technical Assistance Grant. The agency states that, in the future, it will apply for FY 2013 grants for funding of the Prescription Drug Monitoring Program. The agency's request maintains 8.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$1,261,486, an all funds decrease of \$750, or less than 0.1 percent, below the agency's FY 2012 request. The

recommendation includes a reduction of \$750 all from the Pharmacy Fee Fund for hospitality expenditures.

The Governor recommends FY 2013 operating expenditures of \$823,021, an all funds decrease of \$750, or less than 0.1 percent, below the agency's FY 2013 request. The recommendation includes a reduction of \$750 all from the Pharmacy Fee Fund for hospitality expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 68 --Real Estate Appraisal Board**

AGENCY REQUEST. The agency requests \$303,834, all from the Appraiser's Fee Fund, for FY 2012 operating expenditures. This is a decrease of \$9,169, or 2.9 percent, below the FY 2011 estimate. The decrease is attributable to contractual services and commodities such as stationary and office supplies. The decrease is partially offset by increases in fringe benefit costs. The estimate includes 2.0 FTE positions.

The agency requests \$314,607, all from the Appraiser's Fee Fund, for FY 2013 operating expenditures. This is an increase of \$10,773, or 3.5 percent, above the FY 2012 request. The increase is attributable to increases in fringe benefit costs and contractual services. The estimate includes 2.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's requests in FY 2012 and FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$75,958 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$75,958 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 69 --Real Estate Commission**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$1,299,713, all from the Real Estate Fee Fund, an increase of \$136,707, or 11.8 percent, above the FY 2011 request. The increase is attributable to the purchase of new computers, data communications equipment, and an enhancement. The request includes an enhancement of \$49,325 in salaries and wages to reclassify and fund 2.0 FTE positions. Absent the enhancement, the FY 2012 request is \$1,250,388, all from the Real Estate Fee Fund, an increase of \$18,307, or 1.4 percent, above the FY 2011 revised budget. The increase is attributable to increases in fringe benefit costs, computer services, and travel costs.

The agency requests FY 2013 operating expenditures of \$1,326,661, all from the Real Estate Fee Fund, an increase

of \$26,948, or 2.1 percent, above the FY 2012 request. The increase is attributable to contractual services, commodities, and an enhancement. The request includes an enhancement of \$27,622 in salaries and wages to reclassify and fund 2.0 FTE positions. Absent the enhancement, the FY 2013 request is \$1,299,039, all from the Real Estate Fee Fund, an increase of \$66,958, or 5.4 percent, above the FY 2012 request.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends expenditures of \$1,166,300 for FY 2012, an increase of \$85,458, or 7.9 percent, above the FY 2011 Governor's recommendation and a decrease of \$133,413, or 2.0 percent below the agency's FY 2012 request. The Governor recommends implementing a 10.0 percent salary and wages shrinkage rate in FY 2012. The recommendation will reduce salary and wage expenditures by \$84,088. The Governor further recommends reducing FTE positions by 2.0 positions. The Governor does not recommend the enhancement but does recommend that the Commission precede with the position reclassification as long as the agency is able to fund the changes with existing resources.

The Governor recommends \$1,212,444 for FY 2013, an increase of \$46,144, or 4.0 percent, above the FY 2012 Governor's recommendation and a decrease of \$114,217, or 8.6 percent, below the agency's FY 2013 request. The Governor recommends implementing a 10.0 percent salary and wages shrinkage rate in FY 2013. The recommendation will reduce salary and wage expenditures by \$86,595. The Governor further recommends reducing FTE positions by 2.0 positions. The Governor does not recommend the enhancement, but does recommend that the Commission precede with the position reclassification as long as the agency is able to fund the changes with existing resources.

**HOUSE COMMITTEE RECOMMENDATION.** The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

#### **Sec. 70 --Securities Commissioner**

**AGENCY REQUEST.** The agency requests FY 2012 operating expenditures of \$3,347,176, an increase of \$270,009, or 8.8 percent, above the agency's FY 2011 revised estimate. This is primarily attributable to an increase of \$216,413 in salaries and wages, and an increase of \$51,125 in capital outlay. The increase in salaries is due to a reduction in salaries and wages shrinkage, to maintain existing fringe benefits, and an enhancement request for two State Auditor II positions; and the increase in capital outlay is the result of computer hardware and software updates, and an enhancement request for two agency vehicles. The agency's request includes 34.1 FTE positions, an increase of 2.0 FTE positions, due to the agency's enhancement request.

The agency requests FY 2013 operating expenditures of \$3,380,867, an all funds increase of \$33,691, or 1.0 percent, above the FY 2012 agency request. The request includes \$3,096,096 from the Securities Act Fee Fund and \$284,771 from the Investor Education Fund. The change is predominantly attributable to an increase of \$49,104, or 1.8 percent, in salaries and wages, and a decrease of \$19,525, or 30.4 percent, in capital outlay. The request continues salaries and wages for the agency's enhancement request for 2.0 FTE State Auditor II positions from FY 2012, and an enhancement request of \$31,200 for two agency vehicles. Both enhancement requests are funded through the Securities Act Fee Fund. The agency's request includes 34.1 FTE positions, due to the continuation of the agency's enhancement request from FY 2012.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends FY 2012 operating expenditures of \$2,971,825, an all funds decrease of \$375,351, or 11.2 percent, below the agency's FY 2012 request. The all funds decrease is attributable to the Governor's recommendation of \$128,902 in additional salaries and wages shrinkage, a reduction of \$15,000 in advertising, a reduction of \$55,000 in other assistance, which includes funding for the Stock Market Game, and the Governor not recommending \$176,449 in enhancements for FY 2012. The Governor's recommendation includes 32.1 FTE positions, due to the Governor not recommending the agency's enhancement

request.

The Governor recommends FY 2013 operating expenditures of \$3,005,170, an all funds decrease of \$375,697, or 11.1 percent, below the agency's FY 2013 request. The all funds decrease is attributable to the Governor's recommendation of \$133,468 in additional salaries and wages shrinkage, a reduction of \$15,000 in advertising, a reduction of \$55,000 in other assistance, which includes funding for the Stock Market Game, and the Governor not recommending \$172,229 in enhancements for FY 2013. The Governor's recommendation includes 32.1 FTE positions, due to the Governor not recommending the agency's enhancement request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 71 --Board of Technical Professions**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$609,122, all from the Technical Professions Fee Fund, the same as the revised FY 2011 estimate. The request includes an enhancement request of \$20,000 for a new database system.

The agency requests FY 2013 expenditures of \$589,122, all from the Technical Professions Fee Fund, a decrease of \$20,000, or 3.3 percent, from the FY 2012 request. The decrease is attributable to a decrease in the need for funding of the database system.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's requests for FY 2012 and FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$147,280 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$147,280 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

**Sec. 72 --Board of Veterinary Examiners**

AGENCY REQUEST. The agency requests expenditures in FY 2012 of \$268,132, all from the Veterinary Examiners Fee Fund. The request is an increase of \$2,610, or 1.0 percent, above the revised FY 2011 estimate.

The agency requests expenditures in FY 2013 of \$272,132, all from the Veterinary Examiners Fee Fund. The request is an increase of \$4,000, or 1.5 percent, above the FY 2012 request. The increase is attributable to an increase in salaries and wages.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's request in FY 2012 and

recommends expenditures of \$268,132 for FY 2013. This is a decrease of \$4,000, or 1.5 percent, below the agency's request. The Governor does not recommend the increase in salaries and wages.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$53,569 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
2. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in an estimated decrease of \$53,569 to the State General Fund for FY 2013, contingent upon the passage of 2011 HB 2368.

### Sec. 73 --Governmental Ethics Commission

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$690,760, including \$432,269 from the State General Fund. The request is a all funds increase of \$6,968, or 1.0 percent, and a State General Fund increase of \$11,670, or 2.8 percent, above the FY 2011 revised estimate. The request includes \$549,649 for salaries and wages, which is \$6,207, or 1.1 percent, above the FY 2011 revised estimate. The increase is attributable to overtime for Commission staff to code and enter campaign finance data into computer systems so that the information can be accessed by the candidates and public before primary and general elections. The remainder of the increase is attributable to longevity, KPERS employer contributions and employer health insurance contributions for state employees. The request includes \$129,076 for contractual services which is \$2,794, or 2.2 percent, above the FY 2011 revised estimate. The increase is attributable to printing expenditures influxes for all Commission materials that are printed in non-election years to have ready for election years. The request includes \$5,900 for commodities which is an increase of \$50, or 0.9 percent, above the FY 2011 revised estimate, and \$6,135 for capital outlay which is a decrease of \$2,083, or 25.3 percent, below the FY 2011 revised estimate. The reduction in capital outlay is due to one time expenditures in FY 2011 for two replacement computers.

The agency requests FY 2013 operating expenditures of \$713,321, including \$443,755 from the State General Fund. The request is an all funds increase of \$22,561, or 3.3 percent, and a State General Fund increase of \$11,486, or 2.7 percent, above the FY 2012 request. The increase is attributable to heightened agency activity due to the 2012 election cycle occurring in FY 2013. The request includes \$564,233 for salaries and wages, which is an increase of \$14,584, or 2.7 percent, above the FY 2012 request. The increase is attributable to overtime for Commission staff to code and enter campaign finance data into computer systems so that the information can be accessed by the candidates and public before primary and general elections. The remainder of the increase is attributable to longevity, KPERS employer contributions and employer health insurance contributions for state employees. The request includes \$136,978 for contractual services which is an increase of \$7,902, or 6.1 percent, above the FY 2012 request. The increase is attributable to election year printing expenditures and higher postage costs due to the mailings of election year receipts and expenditure reports and the requirement to mail all notices of errors and/or omission for filed reports as certified mail. The request includes \$5,950 for commodities, which is an increase of \$50, or 0.8 percent, above the FY 2012 request, and \$6,160 for capital outlay which is an increase of \$25, or 0.4 percent, above the 2012 request.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$669,147, including \$180,656 from the State General Fund. The request is an all funds decrease of \$14,645, or 2.1 percent, and a State General Fund decrease of \$239,960, or 57.0 percent, below the FY 2011 recommendation. The recommendation includes a State General Fund reduction of \$21,613, or 5.0 percent, from the agency's FY 2012 request for an operating reduction. This State General Fund reduction includes a reduction for salaries and wages of \$10,693, contractual services of \$5,410, and capital outlay of \$5,510 which is the same amount as the FY 2012 reduced resource package submitted by the agency. In addition, the recommendation replaces \$230,017 from the State General Fund with Governmental Ethics Fee Funds. The recommendation assumes the agency request for a statutory fee increase granted by the 2011 Legislature and is not possible without this assumption. The recommendation includes \$538,956 for salaries and wages, \$123,666 for contractual services, \$5,900 for commodities and \$625 for capital outlay.

The Governor recommends FY 2013 operating expenditures of \$691,133, including \$201,567 from the State General Fund. The request is an all funds increase of \$21,986, or 3.3 percent, and a State General Fund increase of \$20,911, or 11.6 percent, above the FY 2012 recommendation. The recommendation includes a State General Fund reduction of \$22,188, or 5.0 percent, from the agency's FY 2013 request for an operating reduction. This State General Fund reduction includes a reduction for salaries and wages of \$4,125, contractual services for \$12,553, and capital outlay of \$5,510, which is the same amount of the FY 2013 reduced resource package submitted by the agency. In addition, the recommendation shifts \$220,202 from the State General Fund to the Governmental Ethics Fee Fund. The recommendation assumes the agency request for a statutory fee increase granted by the 2011 Legislature and is not possible without this assumption. The recommendation includes \$560,108 for salaries and wages, \$124,425 for contractual services, \$5,950 for commodities and \$650 for capital outlay.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 74 --Home Inspectors Registration Board**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$16,800, all from the Home Inspectors Fee Fund, the same as the FY 2011 estimate.

The agency requests FY 2013 expenditures of \$16,800, all from the Home Inspectors Fee Fund, the same as the FY 2012 estimate.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's requests in FY 2012 and FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 75 --Position Limitations - Biennial Agencies**

This section establishes the FTE limitation for biennial agencies.

**Sec. 76 --Legislative Coordinating Council**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$766,312, all from the State General Fund, an increase of \$31,186, or 4.2 percent, above the revised current year estimate. The increase reflects increases in salaries and wages (\$30,325) and in contractual services (\$861). The request would fund 11.0 FTE positions, the same as requested for the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$697,024, all from the State General Fund, for a reduction of \$38,102, or 5.2 percent, below the FY 2011 recommendation. The reduction totals \$38,963, or 5.4 percent, below the FY 2011 recommendation in salary and wages and increase of \$861, or 11.6 percent, in contractual services. The recommendation includes 11.0 FTE positions, the same as the approved.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$43,680, all from the State General Fund, and 1.0 FTE position to eliminate the position of Director of Computer Services for FY 2012. The Governor recommended a reduction of \$69,288 from the agency's requested budget. The net reduction of \$43,680 restores the Governor's reduction of \$69,288 (which allows the remaining positions to be fully funded) and then deletes



the total salaries and benefits for the Director of Computer Services of \$112,968.

**Sec. 76 --Legislative Research Department**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$3,767,415, all from the State General Fund, a decrease of \$64,092, or 1.7 percent, below the revised current year estimate. Included in the agency request is \$216,838 for the third year of redistricting that is required by the U.S. and Kansas Constitutions. This includes 3.0 temporary FTE positions and associated operating expenditures. The decrease reflects reductions in contractual services (\$112,293) and commodities (\$18,233) which are partially offset by an increase in longevity and employee fringe benefits (\$66,434). The request would fund 40.0 FTE positions, the same as requested for the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$3,303,783, all from the State General Fund, for a reduction of \$527,724, or 13.8 percent, below the FY 2011 recommendation. The reduction totals \$337,198, or 9.6 percent, below the FY 2011 recommendation in salary and wages, \$172,293, or 60.3 percent, in contractual services and \$18,233, or 59.9 percent, in commodities. The recommendation includes 40.0 FTE positions, the same as the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$220,000, all from the State General Fund, to fund the costs associated with redistricting, excluding additional computer equipment for FY 2012.

**Sec. 76 --Revisor of Statutes**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$3,330,876, all from the State General Fund, an increase of \$1,842, or 0.1 percent, above the revised current year estimate. The increase reflects increases in contractual services (\$9,660) partially offset by a decrease in salaries and wages (\$7,818). The request would fund 31.5 FTE positions, the same as requested for the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$3,053,798, all from the State General Fund, for a reduction of \$275,236, or 8.3 percent, below the FY 2011 recommendation. The reduction totals \$144,896, or 5.4 percent, below the FY 2011 recommendation in salary and wages and \$130,340, or 20.6 percent, in contractual services. The recommendation includes 31.5 FTE positions, the same as the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$100,000, all from the State General Fund, to staff the agency in order to provide the drafting of legislation in a timely manner with the amount not restored to be reduced in contractual services for FY 2012.

**Sec. 77 --Legislature**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$16,589,751, including \$16,538,251 from the State General Fund, a decrease of \$82,072 all from the agency special revenue fund, or 0.5 percent, below the revised current year estimate. The decrease reflects reductions in contractual services (\$301,693) and capital outlay (\$43,050) partially offset by an increase in salaries and wages (\$262,671). The request would fund 37.0 FTE positions, the same as requested for the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$16,262,514, including \$16,211,014 from the State General Fund, for an all funds reduction of \$409,309, or 2.5 percent, below the FY 2011 recommendation. This also is a State General Fund reduction of \$327,237 or 2.0 percent, below the FY 2011 recommendation. The reduction totals \$64,566, or 0.7 percent, below the FY 2011 recommendation in salary and wages and \$301,693, or 4.0 percent, in contractual services and \$43,050 in capital outlay. In addition, this is a reduction of \$327,237 from the State General Fund, or 2.0 percent, below the agency request. The entire reduction is included in salaries and wages. The recommendation includes 37.0 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 78 --Division of Post Audit**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$2,496,726, all from the State General Fund, an increase of \$48,412, or 2.0 percent, above the revised current year estimate. The increase reflects increases in salaries and wages (\$34,110) and contractual services (\$35,302) partially offset by a decrease in capital outlay (\$21,000). The request would fund 22.0 FTE positions, the same as requested for the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$2,059,139, all from the State General Fund, for a reduction of \$389,175, or 15.9 percent, below the FY 2011 recommendation. The reduction totals \$303,477, or 15.8 percent, below the FY 2011 recommendation in salary and wages, \$64,698, or 13.2 percent, in contractual services and \$21,000 in capital outlay. The recommendation includes 22.0 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$337,587, all from the State General Fund, to staff the agency in order to provide the audits in a timely manner for FY 2012.

**Sec. 79 --Office of the Governor**

AGENCY REQUEST. The agency requests a FY 2012 budget totaling \$17.1 million, a decrease of \$174,246, or 1.0 percent, below the revised FY 2011 estimate. A reduction of \$202,508 in requested expenditures from federal funds is partially offset by an increase of \$28,262 in requested State General Fund expenditures. The request includes 43.5 FTE positions, unchanged from the revised current year estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures of \$17.1 million, including \$6.8 million from the State General Fund. The recommendation is a decrease of \$241,163, or 1.4 percent, below the revised current year recommendation, and a decrease of \$61,917, or 0.4 percent, below the agency's FY 2012 request. The Governor's recommendation includes: a 5.0 percent State General Fund reduction from the agency's existing programs request (\$341,227); the transfer of the Commission on Disability Concerns (\$184,310, all from the State General Fund, and 2.0 FTE positions) from the Department of Commerce to the Office of the Governor; the addition of \$95,000, all from the State General Fund, to augment the salary of the Lieutenant Governor, who will also be overseeing health issues for the Governor and for the salary of an Extradition Administrator; and the transfer of responsibility for administration of the nonreportable E-911 grant program (including 2.4 FTE positions) from the Office of the Governor to the Office of the Attorney General.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 80 --Lieutenant Governor**

AGENCY REQUEST. The agency requests \$195,551, all from the State General Fund, for FY 2012, an increase of \$3,198, or 1.7 percent, above the revised current year estimate. Requested increases in expenditures for other operating expenditures are partially offset by a decrease in requested salaries and wages expenditures. The request includes 3.5 FTE positions, the same as requested for the current fiscal year. No enhancement funding is requested.

GOVERNOR'S RECOMMENDATION. The Governor recommends a total of \$185,773, all from the State General Fund, for FY 2012. The recommendation is a reduction of \$6,580, or 3.4 percent, below the revised current year recommendation. The recommendation reduces the agency's request by 5.0 percent.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 81 --Attorney General**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$20.4 million, a decrease of \$766,672, or 3.6 percent, below the revised current fiscal year estimate. The request includes State General Fund expenditures of \$2.7 million, a decrease of \$14,072, or 0.5 percent, below the revised current fiscal year estimate. The request includes 110.0 FTE positions, unchanged from the revised current year estimate.

GOVERNOR'S RECOMMENDATION. The Governor's original recommendation totaled \$21.6 million, including \$2.8 million from the State General Fund, and 131.4 FTE positions for the agency for FY 2012. The original recommendation including the shift of the responsibilities of the Kansas Human Rights Commission to the Office of the Attorney General. A total of \$1.6 million, including \$1.2 million from the State General Fund, and 22.0 FTE positions were included to fund that recommendation.

The Governor subsequently issued Governor's Budget Amendment No. 1, Item 1, reversing the recommendation to the transfer the Human Rights Commission. The Governor's revised recommendation for the agency following the Governor's Budget Amendment is \$20.0 million, including \$1.6 million from the State General Fund, and 109.4 FTE positions. The amended recommendation is a decrease of \$87,489, or 0.4 percent, and a State General Fund decrease of \$1.1 million, or 40.9 percent, below the revised current year recommendation for the agency. A number of agency special revenue funds were utilized in the Governor's recommendation to offset State General Fund expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Concur with GBA No. 1, Item 1, and delete \$1.6 million, including \$1.2 million from the State General Fund, and 22.0 FTE positions for FY 2012 to eliminate funding for the transfer of the duties of the Kansas Human Rights Commission to the Attorney General's Office.
2. Add \$150,000, all from the Crime Victims Assistance Fund, for FY 2012 for grants to domestic violence prevention programs. This brings total domestic violence prevention grants in the agency's budget to \$350,000, including \$200,000 from the State General Fund.

**Sec. 82 --Secretary of State**

AGENCY REQUEST. The agency requests a FY 2012 budget of \$6.8 million, a decrease of \$1.3 million, or 16.6 percent, below the revised current fiscal year estimate. The request includes 54.0 FTE positions, the same number as currently authorized. No enhancement funding is requested for FY 2012. Most of the decrease is the result of one-time expenditures from federal Help America Vote Act (HAVA) funds in the current year, which are not budgeted to be repeated in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request for expenditures. The Governor's recommendation, however, includes the deletion of 3.0 currently vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Uniform Commercial Code Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$33,516 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 83 --State Treasurer**

AGENCY REQUEST. The agency requests \$26,612,322, all from special revenue funds, for FY 2012. This is an increase of \$3,387,253, or 14.6 percent, above the FY 2011 revised estimate. The increase is due primarily to a \$3,280,000 increase in Other Assistance, which consists of estimated claims in Unclaimed Property. The remainder of the increase is due to group health insurance, KPERS retirement employer contributions, and various fees paid

under contractual services. The request also includes 52.5 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2012 budget of \$20,912,322, all from special revenue funds, which is an increase of \$642,253, or 3.2 percent, above the FY 2011 recommendation. It is also a decrease of \$5,700,000, or 21.4 percent, below the agency FY 2012 request. The decrease from the agency request is due to a \$420,000 reduction in the Kansas Postsecondary Education Savings Program and a \$5,280,000 reduction in estimated claims in Unclaimed Property. The Governor also recommends 44.5 FTE positions, which is a reduction of 8.0 FTE positions below both the FY 2011 Governor recommendation and the agency FY 2012 request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add 2.0 FTE positions, for a total of 46.5 FTE positions for FY 2012, so that only unfilled positions are eliminated from this agency. One of the eliminated positions processes bonds, and the other position is an IT specialist.
2. Delete \$300,000, all from special revenue funds, to eliminate funding for the Kansas Investment Development Scholars (KIDS) matching grants in the Postsecondary Education Savings program for FY 2012.
3. Add language to suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of fire insurance premium levy receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368. This levy supports three agencies: the State Fire Marshal, the Emergency Medical Services Board, and the University of Kansas Fire and Rescue Training Institute.

**Sec. 84 --Insurance Department**

AGENCY REQUEST. The agency requests an operating budget of \$31,608,368, all from special revenue funds, for FY 2012, an increase of \$6,294,725, or 24.9 percent, above the revised FY 2011 estimate. This increase is due primarily to a \$5.0 million increase in Other Claims within the Workers' Compensation program. The agency currently has 625 claims under review by the Centers for Medicare and Medicaid Services (CMS), and at the conclusion of the review the agency estimates it will be required to reimburse CMS \$5.0 million for workers' compensation claims payments. The rest of the increase is due to health insurance costs and an anticipated increase in workers' compensation claims.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for expenditures with one adjustment. The Governor recommends a reduction of 15.0 FTE positions, all of which are vacant.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 85 --Health Care Stabilization Fund Board**

AGENCY REQUEST. The agency requests an FY 2012 budget of \$36,174,729, all from special revenue funds, which is an increase of \$1,042,571, or 3.0 percent, above the revised FY 2011 estimate. The increase is due in large part to an anticipated increase of \$855,970 in medical malpractice claims payments. The remainder of the increase is due to attorneys' fees, professional fees such as those paid to expert witnesses, and group health insurance. The request also includes 18.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request with one adjustment. The Governor recommends a 1.0 FTE position reduction as part of the Governor's broader initiative to reduce primarily vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add 1.0 FTE position, for a total of 18.0 FTE positions for FY 2012, to increase the number of FTE positions to the agency request. The FTE position is currently occupied by a paralegal responsible for processing Open Records Act requests.
2. Increase the expenditure limitation on official hospitality to no limit for FY 2012.

**Sec. 86 --Judicial Council**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$1,375,387, all from special revenue funds. The request is an increase of \$80,630, or 6.2 percent, above the revised FY 2011 estimate. The request includes funding for 7.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Transfer \$778,518, all from the Judicial Performance Fund, to the Judicial Branch Surcharge Fund in the Judicial Branch for FY 2012.
2. Delete 3.0 FTE positions associated with the provision of Judicial Performance Reviews for FY 2012.

**Sec. 87 --Board of Indigents' Defense Services**

AGENCY REQUEST. The agency requests a FY 2012 operating budget totaling \$24.0 million, including \$23.1 million from the State General Fund. The State General Fund request is \$1.2 million, or 5.7 percent, above the agency's FY 2011 revised request. The increase is due to enhancement requests for increased salaries for public defenders and to fund public defender positions currently supported by the federal American Recovery and Reinvestment Act (ARRA) grant, totaling \$1,253,450. Without the enhancement requests, the request is an all funds decrease of \$677,510, or 2.9 percent, and a State General Fund decrease of \$13,793, or 0.1 percent, below the FY 2011 revised request. The special revenue fund reduction is due to the exhaustion of ARRA grant monies. The request includes 195.0 FTE positions, the same as the current year.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 operating budget totaling \$21.7 million, including \$20.7 million from the State General Fund. The State General Fund recommendation is a reduction of \$1.2 million, or 5.5 percent, below the FY 2011 Governor's recommendation. The recommendation also reduces special revenue funds by \$557,401, or 35.5 percent, below the FY 2011 Governor's recommendation. The State General Fund reduction is attributable adoption of the agency reduced resources plan, with the exception that the Governor recommends taking the reduction in contractual services rather than delaying expenses to FY 2013 since no State General Fund savings would be realized by this plan. The reduction in special revenue funds is attributable to the exhaustion of ARRA grant monies. The Governor further recommends the reduction of 10.0 vacant and unfunded FTE positions, reducing the FTE limitation at the agency to 185.0.

The Governor's recommendation is a reduction of \$2.3 million, or 9.8 percent, and 10.0 FTE positions from the agency request. The reduction is attributable to a recommendation against adopting the agency's enhancement requests of \$1.3 million to raise public defender salaries, replace ARRA grant monies with State General Fund and adoption of the reduced resources plan of \$1.1 million. The reductions are partially offset by the recommendation to expend the remaining \$106,316 in the ARRA public defender grants not budgeted by the agency in FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$93,073, all from the State General Fund, to reduce state support to the Legal Services

for Prisoners non-profit corporation. The action leaves \$200,000 in state funding for the corporation for FY 2012.

**Sec. 88 --Judicial Branch**

AGENCY REQUEST. The Judicial Branch requests a FY 2012 operating budget of \$131.3 million, an all funds increase of \$6.3 million, or 5.1 percent, above the revised FY 2010 estimate. The request includes State General Fund expenditures of \$107.6 million, an increase of \$6.3 million, or 6.3 percent, above the revised FY 2011 estimate. The request would finance 1858.3 FTE positions, an increase of 2.8 FTE positions above the revised FY 2011 estimate. The current Judicial Branch estimate assumes the \$5 surcharge on docket fees is extended into FY 2012, legislation would need to be enacted to effect that change. The agency chose not to submit the 14th Court of Appeals Judge or the e-filing program as enhancements because they are currently below their projected base budget due by maintaining an elevated shrinkage level.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$588,839 and 3.0 FTE positions, all from the State General Fund, to remove the operating (\$389,340) and capital improvement (\$199,499) expenditures for implementation of the 14th Court of Appeals judge and staff for FY 2012.
2. Delete \$5,955,735, all from the State General Fund, for FY 2012 to hold the agency FY 2012 budget to the FY 2011 approved amount. The \$5.9 million is designated by the agency for salaries, fringe benefits, e-filing implementation, the weighted caseload study and other agency operational costs.
3. Transfer \$778,518, all from the Judicial Branch Surcharge Fund, to the State General Fund for FY 2012.
4. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Court Reporter Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$4,875 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
5. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Bar Admission Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$55,500 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 89 --Kansas Public Employees Retirement System (KPERs)**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$51,275,102, including \$3,210,092 from the State General Fund. The estimate is an all funds increase of \$1,462,027, or 2.9 percent, and a State General Fund decrease of \$3,656, or 0.1 percent from agency's FY 2011 estimate. The State General Fund appropriation is attributable to the agency servicing both the debt principal and debt interest on the KPERs 13th Check bonds. The all other funds increase is largely due to an increase in professional fees associated with KPERs investment activities. Investment expenses are developed based upon the current market portfolio and as investments have increased there has been a corresponding increase in professional fees associated with the management of KPERs investments.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request for operating expenditures. The Governor did eliminate 1.0 vacant FTE position for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 90 --Kansas Human Rights Commission**

AGENCY REQUEST. The agency requests \$2,068,938, including \$1,576,538 from the State General Fund, for operating expenditures for FY 2012. This is an all funds increase of \$302,545, or 17.1 percent, above the FY 2011 revised estimate and a State General Fund increase of \$136,326, or 9.5 percent, above the FY 2011 revised estimate. Fee funds comprise \$492,400 of the request, an increase of \$166,219, or 51.0 percent above the FY 2011 revised estimate. The increase is a result of a larger contract with the federal Equal Employment Opportunity Commission, which estimates 687 case resolutions, an increase of 149 cases. The commission estimates that the increase in federal funds will result in a FY 2011 carryover cash balance of \$116,333 in the Employment Discrimination Fund. This amount is scheduled to fund FY 2012 expenditures. The agency request maintains the 34.0 FTE position limitation.

GOVERNOR'S RECOMMENDATION. The Governor's Budget Amendment, No. 1, Item 1, maintains the Kansas Human Rights Commission as an independent state agency, with all funds of \$1,627,111, including \$1,189,084 from the State General Fund and 25.0 FTE positions for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Concur with GBA No. 1, Item 1, to add \$1,627,111, including \$1,189,084 from the State General Fund, to keep the Commission as a separate agency with 25.0 FTE positions, but still requiring that budget reductions be imposed for FY 2012.

**Sec. 91 --Kansas Corporation Commission**

AGENCY REQUEST. The agency requests a FY 2012 budget totaling \$28.1 million, all from special revenue funds, which is an increase of \$129,224, or 0.5 percent, above the agency's revised FY 2011 estimate. The FY 2012 request includes an enhancement request totaling \$651,100, all from special revenue funds. Absent the enhancement request, the FY 2012 request is \$27.5 million, which is a decrease of \$521,876, or 1.9 percent, below the revised FY 2011 estimate. The decrease is attributable to a reduction in American Recovery and Reinvestment Act (ARRA) funds and one-time expenditures including funding for the Kansas Electric Transmission Authority (KETA). KETA will request funding independently for FY 2012. The 214.0 FTE positions the agency requested did not change from the current year estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 budget totaling \$27.6 million, all from special revenue funds, which is a decrease of \$551,100, or 2.0 percent, below the agency's FY 2012 request and a decrease of \$421,876, or 1.5 percent, below the Governor's FY 2011 recommendation. The recommendation does not include the \$400,000 transfer from the State General Fund to the Abandoned Oil and Gas Well Fund. The Governor also does not recommend enhancement funding at this time. The recommendation includes \$100,000 from the Public Service Regulation Fund for KETA. Further, the Governor recommends a reduction of 2.0 vacant FTE positions as part of a statewide initiative to eliminate vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add language to provide that the fines and penalties associated with the civil assessment program be deposited directly into the State General Fund. The agency estimates that it will collect \$766,499 in fines and penalties associated with the civil assessment program for FY 2012. Add language reducing the transfer from the Kansas Corporation Commission's Motor Carrier Fee Fund to the Kansas Highway Patrol's Motor Carrier Safety Assistance Program State Fund from \$1.3 million to \$533,501.
2. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Public Service Regulation Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
3. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee

receipts from the Conservation Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

4. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Gas Pipeline Inspection Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$7,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 92 --Citizens' Utility Ratepayer Board**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$828,179, all from special revenue funds, which is a decrease of \$88,128, or 9.6 percent, below the FY 2011 estimate. This request does not include remaining funds to be carried forward from the current year. The agency is allowed to carry forward any unused balances in consulting fees from the previous year but can only use this money on contracts for consultants.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request with one adjustment. The recommendation includes a reduction of 2.0 FTE positions that are vacant and unfunded in the current year.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add 2.0 FTE positions for FY 2012 to the Governor's recommendation to correct for the deletion of filled rather than vacant positions to maintain the current staffing level of 6.0 FTE positions.
2. Delete language to eliminate a fund transfer process no longer needed for FY 2012 (Technical amendment).

**Sec. 93 --Department of Administration**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$88.4 million, an increase of \$8.4 million, or 10.5 percent, above the current year revised estimate. The request includes \$77.2 million from the State General Fund, an increase of \$9.4 million, or 13.9 percent, above the current year revised estimate.

The agency's request includes \$65.1 million, all from the State General Fund, for debt service payments. The request is an increase of \$9.0 million, or 16.0 percent, above the current year revised estimate. The increase is attributable to additional interest payments of \$6.7 million for the statehouse renovation and a \$2.8 million interest payment on the bond for the National Bio and Agro Defense Facility. Without debt service, the agency requests FY 2011 State General Fund operating expenditures totaling \$12.1 million, an increase of \$440,769, or 3.8 percent, above the current year revised estimate.

The agency's request includes a supplemental operating enhancement of \$524,900, all from the State General Fund, for public broadcasting improvements. Eliminating both the enhancement and debt service, the agency State General Fund request is a decrease of \$84,131, or less than 0.7 percent, below the FY 2011 revised request.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$86.0 million, including \$74.5 million from the State General Fund. The recommendation is a State General Fund increase of \$7.0 million, or 10.4 percent, above the FY 2011 Governor's recommendation and a special revenue fund reduction of \$655,051, or 5.4 percent, below the FY 2011 Governor's recommendation.

The recommendation is decrease of \$2.4 million, or 2.7 percent, below the FY 2012 agency estimate, including a State General Fund reduction of \$2.7 million, or 3.6 percent. The State General Fund reduction is attributable to the following factors:

1. Adoption of the agency reduced resources plan for an operating reduction of \$579,776 or 5.0 percent.
2. Deletion of Public Broadcasting Operating Grants of \$1.7 million, the debt service payments for the digital transition remain part of the Governor's recommendation; and
3. A reduction in operating expenditures of \$100,000 in order to offset expenditures for the new budget director



4. Addition of \$132,078 in order to fund the salary of the new Director of the Division of the Budget. The former director, occupied the role of both the Secretary of Administration and Director of the Division of budget but only drew a salary for the Secretarial role.

The recommendation is a special revenue fund increase of \$358,990, or 3.2 percent, above the FY 2012 agency estimate. These recommendations are dependent on the Legislature adopting the Governor's Executive Reorganization Order. The special revenue fund increase is attributable to:

1. Addition of \$200,000 in Economic Development Initiative Funds (EDIF), to the Administration Program and creation of the Governor's Economic Council. The Governor's Economic Council is recommended to replace Kansas, Inc. and the program objectives of that agency would be transferred to the Department of Administration along with 2.0 FTE positions.
2. Addition of \$158,990 in EDIF funds to the Administration Program and the incorporation of the Information Network of Kansas (INK) into the Department of Administration along with 1.0 FTE positions.

The Governor further recommended deleting 181.2 vacant and non-funded FTE positions in the Department of Administration, for a total FTE limitation of 107.6 reportable and 449.6 non-reportable.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$666,211, all from the Department of Administration Systems Account of the State General Fund, for FY 2012.
2. Add \$18,000, all from the State General Fund, for FY 2012 for the General Administration program to reflect an adjustment to the bill (Technical amendment).
3. Delete \$1,963,206, including \$416,111 from the State General Fund, for FY 2012 by directing all state agencies to reduce expenditures for cell phone contracts by fifty percent and lapse any resulting State General Fund savings.
4. Delete \$300,000, all from the State General Fund, to capture employee travel rewards, including frequent flyer miles, hotel and motel award points, and any other promotional items for FY 2012.
5. Add language for FY 2012 requiring all state employees to utilize state issued credit cards for all state authorized travel.

#### Sec. 94 --Office of Administrative Hearings

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$923,092, all from the Administrative Hearings Office Fund. The request is an increase of \$12,620, or 1.4 percent, above the FY 2011 revised estimate. The request includes funding for the 13.0 FTE positions allocated to the Office of Administrative Hearings, no change from the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request and further approves appropriation bill language giving the agency authority to spend up to \$100, beginning with FY 2011 and each year after, for official hospitality expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 95 --Court of Tax Appeals

AGENCY REQUEST. The agency's FY 2012 request is \$2,066,404, including \$1,372,374 from the State General Fund. Included in the agency's estimate is \$5,000 from the Duplicating Fees Fund and \$689,030 from the Filing Fee Fund. The request is an all funds increase of \$29,982, or 1.5 percent, and a State General Fund increase of \$23,916, or 1.8 percent, above the FY 2011 revised estimate. The increase is largely attributable to increased

contributions for group health insurance and Kansas Public Employees Retirement System (KPERS) contributions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$1,997,786, including \$653,756 from the State General Fund. The recommendation is an all funds increase of \$1,818, or 0.1 percent, and a State General Fund decrease of \$654,248, or 50.0 percent, from the Governor's FY 2011 recommendation. The Governor's recommendation offsets the State General Fund reduction by increasing filing fees for applications and appeals where amount at issue is in excess of \$10,000. The Governor also recommended eliminating 6.0 vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language for FY 2012 authorizing the creation of a commission to study the loser-pay option in regards to decisions rendered by the Court of Tax Appeals. The Commission would have nine members consisting of the following: Director of the Budget, Speaker of the House or designee, President of the Senate or designee, Minority Leader of the Senate or designee, Minority Leader of the House of Representatives or designee, the Executive Director of the Court of Tax Appeals or designee, and three members of the business community appointed by the Governor. The Commission would be funded within existing resources from the Court of Tax Appeals.

**Sec. 96 --Department of Revenue**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$106,539,183, including \$16,607,719 from the State General Fund. The request is an all funds decrease of \$9,490,796, or 8.2 percent, and a State General Fund increase of \$410,793, or 2.5 percent, from the FY 2011 estimate. The request includes one enhancement to replace 21 agency vehicles. The enhancement totals \$318,000 and is funded entirely through the Division of Vehicles Operating Fund. Without the enhancement, the request would be an all funds decrease of \$9,808,796, or 8.5 percent, below the FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$106,221,083, including \$16,607,719 from the State General Fund. The recommendation is an all funds decrease of \$9,808,896, or 8.5 percent, and a State General Fund increase of \$410,793, or 2.5 percent, from the Governor's FY 2011 recommendation. The all funds decrease is attributable to a decline in revenues from the Division of Vehicles Modernization Fund which is expected to be implemented by January 2012. The State General Fund increase is a result of the Governor recommending the agency not reduce its salaries and wages shrinkage rate by 5.0 percent in order to minimize personnel reductions in the Tax Operations Division. The Governor also recommended the elimination of 50.0 vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 97 --Kansas Lottery**

AGENCY REQUEST. The agency requests a FY 2012 budget totaling \$128.5 million, all from special revenue funds. The request is an increase of \$51.1 million, or 66.0 percent, above the FY 2011 revised request. All expenditures requested would come from special revenue funds. The majority of the increase, (\$47.5 million) is to cover Casino Management Facility Fees and increased staff costs for casino oversight (\$515,153). The agency also requests enhanced funding for 7.0 replacement vehicles, totaling \$140,500. Without the enhancements, the agency's request is \$50.9 million, or 65.8 percent, above the agency's revised FY 2011 request. The request includes 99.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 budget of \$113.1 million, all from special revenue funds, an increase of \$35.4 million, or 45.5 percent, above the FY 2011 Governor's recommendation. The Governor endorsed the agency requests for \$515,153 for increased staff for casino oversight with the opening of the South-central and Northeast casinos; however, the recommendation utilized the October Consensus Revenue Estimate for ELARF which has a delay in the opening of the Northeast Casino to April 1st with a commensurate reduction in revenue and projects flat revenue for the Dodge City casino from FY 2011 to FY 2012. These changes result in a lower projected contractual services payment to the Gaming Facility Managers and

to local units of government accounting for the smaller increase from FY 2011 as compared to the agency.

The recommendation is a decrease of \$15.4 million, or 12.0 percent, below the FY 2012 agency request. The decrease from the agency request is attributable to the modified Consensus Revenue Estimate discussed above, and not recommending adoption of the enhancement request of \$140,500 for the purchase of six minivans for regular lottery and one vehicle for expanded lottery. The Governor recommends that the agency approach the Division of Budget on an ad-hoc basis to request approval to purchase a vehicle from within existing funds.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 98 --Kansas Racing and Gaming Commission**

AGENCY REQUEST. The agency requests a FY 2012 budget totaling \$8,488,001, all from special revenue funds. The request is an increase of \$2,079,120, or 32.4 percent, above the agency's FY 2011 revised budget estimate. The agency made several enhancement requests totaling \$1,320,710 and 26.0 FTE positions. The enhancements are related to casino regulatory activity in the northeast and south central gaming zones. Without the enhancements, the agency's request is an increase of \$758,410, or 11.8 percent, above the current year revised estimate. The request includes 99.5 FTE positions, an increase of 26.0 positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 budget totaling \$8.5 million, an increase of \$2.1 million or 32.4 percent, above the FY 2011 Governor's recommended budget. With the exception of an additional \$2,500 appropriation for illegal gaming enforcement, the Governor concurs with the agency request including the enhancements of \$1.3 million and 26.0 FTE positions for regulation of the Northeast and South-central casinos.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 99 --Department of Commerce**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$138,817,338, including \$15,933,419 from the Economic Development Initiatives Fund (EDIF). The agency is not requesting any State General Fund appropriations for FY 2012. The request is an all funds decrease of \$2,860,542, or 2.0 percent, and an EDIF increase of \$275,792, or 1.8 percent, above the agency's FY 2011 request. The all funds decrease is attributable to a reduction in several federal funds, including the Community Development Block Grant (CDBG) and the Workforce Investment Act (WIA) funds. The decrease is offset by an increase in the EDIF due to the agency's \$200,000 enhancement request for a pilot program to recruit small technology companies.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$157,700,481, including \$15,000,000 from the State General Fund and \$17,504,262 from the Economic Development Initiatives Fund (EDIF). The Governor's recommendation is an all funds increase of \$16,584,011, or 11.8 percent, an SGF increase of \$15,000,000, and an EDIF increase of \$1,908,045 or 12.2 percent, above the Governor's FY 2011 recommendation. The all funds increase includes the following adjustments:

The Governor recommends a transfer of \$5.0 million from the EDIF to the State Affordable Airfare Fund, which provides subsidies for commercial air travel to Wichita's Mid-Continent Airport. For FY 2007 through FY 2011 the program was funded through annual transfers of \$5.0 million from the State Highway Fund. The Governor recommends eliminating 40.0 vacant FTE positions for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add language requiring the Regional Economic Area Partnership (REAP) to submit an annual report to the Legislature before May 1, 2012. The proviso would also require the Kansas Department of Commerce to conduct an independent review of the financial reports submitted by REAP and submit a report to the Legislature before May 1, 2012.

2. Delete \$5.0 million, all from the Economic Development Initiatives Fund, from the Fair Fares Affordable Airfare Fund in the Department of Commerce for FY 2012. The \$5.0 million is transferred from the EDIF to the State General Fund in Section 139 of this bill.

3. Suspend the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts from the Athletic Commission Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$30,029 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 100 --Housing Trust Fund**

GOVERNOR'S RECOMMENDATION. The Governor recommends appropriation of the State Housing Trust Fund for FY 2012. There are no transfers into the State Housing Trust Fund scheduled for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 101 --Department of Labor**

AGENCY REQUEST. The agency requests an FY 2012 budget of \$554,387,655 for operating expenditures, a decrease of \$601,409,674, or 52.0 percent, below the revised FY 2011 estimate. The decrease is primarily attributable to a reduction in the projected Unemployment Insurance benefits in FY 2012. The request includes 552.0 FTE positions. The request includes \$448,409 from the State General Fund, an increase of \$6,831, or 1.5 percent, above the revised FY 2011 estimate. The increase is attributable to an increase in Labor Relations Program expenditures for state employee group health insurance, retirement costs, and miscellaneous contractual services. The request also includes an enhancement request totaling \$151,000, all from special revenue funds, for the replacement of ten vehicles with over 100,000 miles. Absent the enhancement, the estimate is \$554,236,655, a decrease of \$601,560,674, or 52.0 percent, from the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$730,214,235 for operating expenditures for FY 2012. This is an increase of \$175,826,580, or 31.7 percent, above the agency's request. The increase is mainly attributable to the Governor's increase in the Unemployment Insurance Program by \$176,000,000, or 35.8 percent, due to the federal Unemployment Insurance Benefit extension which occurred after the agency submitted the budget request. The recommendation is a decrease of \$425,490,578, or 36.8 percent, below the Governor's FY 2011 recommendation. The decrease is attributable to an overall decrease in unemployment insurance benefits expected to be paid out in FY 2012. The Governor recommends \$425,989, all from the State General Fund, a decrease of \$22,420, or 5.0 percent, below the agency's FY 2012 request, and \$15,589, or 3.5 percent, below the Governor's FY 2011 recommendation. The Governor recommends a reduction of 53.0 vacant FTE positions. The Governor does not recommend the enhancement request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$2,000 to the operating expenditures account of the State General Fund for FY 2012 (Technical amendment).
2. Suspend the statutory requirement to remit 20.0 percent from the Workmen's Compensation Fee Fund, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$200,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
3. Suspend the statutory requirement to remit 20.0 percent from the Boiler Inspection Fee Fund, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$50,250 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

4. Suspend the statutory requirement to remit 20.0 percent from the Wage Claims Assignment Fee Fund, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$625 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 102 --Commission on Veterans Affairs**

AGENCY REQUEST. The agency requests an operating budget of \$19,311,219 for FY 2012, an all funds increase of \$261,774, or 1.4 percent, above the revised FY 2011 estimate. The request includes \$8,601,322 from the State General Fund, a decrease of \$143,372, or 1.6 percent, below the State General Fund revised FY 2011 estimate. The request includes 500.0 FTE positions, an increase of 2.0 FTE above the revised FY 2011 estimate. The request includes enhancements totaling \$307,765, all from the State General Fund. Absent the enhancements, the request is \$19,003,454, which is a decrease of \$45,991, or 0.2 percent, below the revised FY 2011 estimate. Absent the enhancements, the FY 2012 State General Fund request is \$8,293,557, which is a decrease of \$451,137, or 5.2 percent, below the revised FY 2011 State General Fund estimate. The enhancements include the addition of 2.0 FTE positions. Absent the FTE enhancement, the FY 2012 request would be 498.0 FTE positions, the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2012 operating budget of \$18,613,211, an all funds decrease of \$21,946, or 0.1 percent, below the Governor's FY 2011 recommendation. It is also an all funds decrease of \$698,008, or 3.6 percent, below the agency FY 2012 request, with a State General Fund decrease of \$722,443, or 8.4 percent, below the agency FY 2012 State General Fund request. The Governor does not recommend enhanced funding, which accounts for \$307,765 of the all funds reduction. The Governor also recommends the agency's reduced resources budget, which comprises the remaining \$414,678 of the all funds reduction. The \$24,435 difference between the all funds reduction and the State General Fund is the recommendation that the agency use an additional \$24,435 from the federal burial reimbursement fund in order to keep the Fort Dodge Cemetery open. The Governor also recommends 340.0 FTE positions, which is a 158.0 reduction from the agency FY 2012 request absent the enhancement, consistent with the Governor's goal to decrease unfilled FTE positions across state agencies. All 158.0 FTE positions are currently vacant.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Increase the expenditure limitations on the Kansas Soldiers' Home Medicaid Fund and the Kansas Soldiers' Home Medicare Fund to no limit to allow for expenditure of federal funds received for FY 2012.
2. Increase the expenditure limitations on the Kansas Veterans' Home Medicaid Fund and the Kansas Veterans' Home Medicare Fund to no limit to allow for expenditure of federal funds received for FY 2012.
3. Add language in FY 2012 to allow the Executive Director to transfer funds between State General Fund accounts and also between special revenue accounts.

**Sec. 103 --Dept. of Health and Environment - Health**

AGENCY REQUEST. The agency requests expenditures of \$180.0 million for the Health portion of the agency's budget, which is an increase of \$2.0 million, or 1.1 percent, above the revised FY 2011 estimate. The request includes enhancements of \$2.9 million, including \$2.2 million from the State General Fund, and 13.5 FTE positions. Absent enhancements, the Health portion request totals \$177.1 million, which is a decrease of \$925,505, or 0.5 percent, below the revised FY 2011 estimate. The request includes State General Fund expenditures of \$25.3 million, which is an increase of \$2.1 million, or 9.2 percent, above the FY 2011 revised request. Absent enhancements the request totals \$23.1 million, which is a decrease of \$77,558, or 0.3 percent, below the revised FY 2011 estimate.

The request includes Children's Initiatives Fund expenditures of \$7.4 million, which is a slight decrease (\$773) below the revised FY 2011 estimate. Requested federal funds expenditures total \$128.5 million, and other agency special revenue funds total \$18.9 million.

The request includes 372.1 FTE positions, an increase of 13.5 FTE positions from the revised FY 2011 estimate. The requested increase in FTE positions is related entirely to enhancements requested by the agency.

GOVERNOR'S RECOMMENDATION. The Governor's recommendation for the Division of Health (exclusive of the Division of Health Care Finance) totals \$176.6 million, including \$22.6 million from the State General Fund. The recommendation is a total decrease of \$1.4 million, or 0.8 percent and a State General Fund decrease of \$590,690, or 2.6 percent, below the revised current year recommendation.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$2.2 million, all from the State General Fund, for FY 2012 to reduce the agency's State General Fund expenditures, excluding expenditures used to match federal funding or for federal maintenance of effort issues, by 15.0 percent. The agency-wide total deletion (including the Division of Environment) is \$2.7 million.

#### Sec. 104 --Department of Health and Environment - Health Care Finance

AGENCY REQUEST. The Department of Health and Environment's submitted budget request did not include funding for a new Division of Health Care Finance.

The budget request submitted by the Kansas Health Policy Authority for FY 2012 totaled \$1.5 billion, an increase of \$4.4 million, or 0.3 percent, above the revised current year estimate. The request includes State General Fund expenditures of \$538.8 million, an increase of \$150.7 million, or 38.8 percent, above the revised current year estimate. The request includes 217.0 FTE positions, a decrease of 16.0 FTE positions below the revised FY 2011 estimate.

The request includes enhancement funding of \$15.8 million, including \$5.3 million from the State General Fund. Absent the enhancement requests, the FY 2012 request would be a reduction of \$49.7 million, or 3.3 percent, and a State General Fund increase of \$145.4 million, or 37.5 percent, above the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends an Executive Reorganization Order for FY 2012 which includes a transfer of the duties and responsibilities of the Kansas Health Policy Authority, which has been a separate state agency, to the Kansas Department of Health and Environment.

The Governor's recommendation for the new Division of Health Care Finance totals \$1.5 billion, including \$578.5 million from the State General Fund. This is an all funds increase of \$57.8 million, or 3.9 percent, and a State General Fund increase of \$163.8 million, or 39.5 percent, above the Governor's recommendation for the Health Policy Authority in FY 2011. Most of the increase is related to caseload increases, partially offset by administrative savings recommended by the Governor related to the transfer of responsibility to KDHE.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add language for FY 2012 directing the agency and the Kansas Department of Revenue to design and implement a process to verify income eligibility for each income-based program operated by the Department of Health and Environment for FY 2012. This would include the Medicaid and Children's Health Insurance programs. The process should include confirmation of the income level reported for tax purposes to the Department of Revenue and information provided by the recipient to the Department of Health and Environment. In addition, authorize up to \$50,000 from existing resources to fund an audit of the process.

2. Add language prohibiting the establishment of a preferred drug list for mental health medication for FY 2012.

3. Impose a five percent surcharge on state employee health premiums for the 2012 plan year which begins January 2012 and transfer the estimated proceeds of \$3,147,686 to the State General

Fund.

**Sec. 105 --Dept. of Health and Environment - Environment**

AGENCY REQUEST. The agency requests expenditures of \$72.7 million for the Environment portion of the agency's budget, which is a decrease of \$475,144, or 0.6 percent, below the revised FY 2011 estimate. The FY 2012 request includes enhancements of \$428,900, all from special revenue funds. Absent enhancements, the Environment portion request totals \$72.3 million, which is a decrease of \$904,044, or 1.2 percent, below the revised FY 2011 estimate. State General Fund expenditures of \$7.7 million are requested for FY 2012, which is an increase of \$156,840, or 2.1 percent, above the revised FY 2011 estimate.

The agency requests Children's Initiatives Fund expenditures of \$1.9 million, unchanged from the revised FY 2011 estimate. Funding from the Children's Initiatives Fund is used for the Newborn Screening program. In addition, the agency requests State Water Plan Fund expenditures of \$3.5 million, which is an increase of \$437,701, or 14.1 percent, above the revised FY 2011 estimate. The increase is primarily attributed to the Local Environmental Protection program, the Watershed Restoration and Protection Strategies (WRAPS) program, and Non-point Source Pollution program. The request includes 431.0 FTE positions, unchanged from the agency's revised current year estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures of \$70.6 million, including \$7.5 million from the State General Fund. The request is a decrease of \$2.6 million, or 3.5 percent, below the Governor's FY 2011 recommendation from all funding sources, and a decrease of \$93,160, or 1.2 percent, below the Governor's FY 2011 State General Fund recommendation. The Governor does not recommend any of the agency's enhancement request. The Governor concurs with the agency's request for funding from the Children's Initiatives Fund, but recommends a decrease of \$1.4 million, or 39.5 percent, below the agency's request for expenditures from the State Water Plan Fund. The decrease is related entirely to the Governor's recommendation to discontinue funding for the Local Environmental Protection Plan program for FY 2012. The recommendation includes 421.0 FTE positions, a decrease of 10.0 currently vacant FTE positions, below the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$480,511, all from the State General Fund, for FY 2012 to reduce the agency's State General Fund expenditures, excluding expenditures used to match federal funding or for federal maintenance of effort issues, by 15.0 percent. The agency-wide total deletion (including the Division of Health) is \$2.7 million.
2. Add language for FY 2012 which requires the Department of Health and Environment to work with the City of Eudora to solve a sewer water contamination problem on certain property in the city.
3. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Mined Land Conservation and Reclamation Fee Fund to the State General Fund for FY 2012. This would result in an estimated decrease of \$4,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 106 --Department on Aging**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$579.5 million, an increase of \$2.7 million, or 0.5 percent, above the revised current year estimate. The request includes State General Fund expenditures of \$213.8 million, an increase of \$53.5 million, or 33.4 percent, above the revised current year estimate. The request includes 214.0 FTE positions and 17.3 non-FTE positions, the same as the revised current year estimate. The request includes nine enhancement requests totaling \$83.6 million, including \$13.9 million from the State General Fund. Absent the enhancements, the request would be a decrease of \$81.0 million, or 14.0 percent, from all funding sources below the FY 2011 revised estimate and an increase of \$39.6 million, or 24.7 percent, above the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$561.0 million, including \$211.11 million from the State General Fund. The FY 2012 recommendation is a decrease of \$18.4 million, or 3.2 percent, below the agency's FY 2012 request and a State General Fund decrease of \$2.7 million, or 1.3 percent, below the agency's FY 2012 request. The decrease is almost entirely attributable to the Governor not recommending the agency's FY 2012 enhancement requests as submitted. The recommendation is a decrease of \$11.5 million, or 2.0 percent, but includes a State General Fund increase of \$49.4 million, or 30.6 percent, above the FY 2011 recommendation. The increase is almost entirely attributable to an adjusted Federal Medical Assistance Percentage (FMAP) for caseload programs. In addition, the Governor recommends the agency's FY 2012 reduced resources of \$1,979,129, including \$1,736,253 from the State General Fund. The recommendation includes the agency's FY 2012 enhancement request to fund and operate the Nursing Facility provider assessment but at the revised level estimated at the October, 2010 Human Consensus Revenue Estimating meeting of \$47,862,653 from all funding sources generated by the Nursing Facility provider assessment. The recommendation includes an additional \$4.7 million, including \$2.0 million from the State General Fund, for the Home and Community Based Services for the Frail Elderly with savings realized in part by reducing the agency's salaries and wages by \$3.0 million, including \$1.2 million from the State General Fund, and 20.0 currently filled FTE positions. In addition, the recommendation eliminates 30.0 vacant FTE positions. This reduced the agency's FTE positions from 214.0 FTE positions to 164.0 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 107 --Social and Rehabilitation Services**

AGENCY REQUEST. The agency requests an FY 2012 operating budget of \$1.7 billion, an increase of \$29.3 million, or 1.8 percent, above the revised current year estimate. The request includes State General Fund expenditures of \$712.6 million, an increase of \$137.7 million, or 24.0 percent, above the revised current year estimate. The request includes 3,669.1 FTE positions and 69.8 Non-FTE positions, the same number of FTE positions as the revised current year estimate.

The request includes enhancement funding of \$82.7 million, including \$61.0 million from the State General Fund. Absent the enhancement requests, the request in FY 2012 would total \$1.6 billion, including \$651.7 million from the State General Fund, representing an overall decrease of \$53.4 million, or 3.3 percent, and a State General Fund increase of \$76.7 million, or 13.3 percent, from the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$1.6 billion, including \$659.8 million from the State General Fund. The recommendation is an all funds decrease of \$26.7 million, or 1.6 percent, below the FY 2011 recommendation. The Governor's recommendation is a decrease of \$40.5 million, or 2.5 percent, below the agency's request. The Governor recommends one of the agency's enhancement requests, totaling \$26.6 million, including \$11.0 million from the State General Fund, for waiver services. In addition, the Governor recommends the following adjustments to the agency's request:

- Reductions of \$35.1 million, including \$26.9 million from the State General Fund, in savings from reduced resources. This includes a salaries and wages reduction of \$4.0 million, including \$2.0 million from the State General Fund, which increases the agency's salaries and wages shrinkage rate from 16.1 percent to 18.1 percent. The Governor also recommends a reduction of 550.0 vacant FTE positions.
- The addition of \$6.0 million, all from the Children's Initiatives Fund, for the Reading Roadmap initiative.
- The addition of \$808,627, all from gaming proceeds transfers, for addiction and prevention services due to increased revenue estimates.
- The addition of \$42.0 million, including \$19.3 million from the State General Fund, to fund the human services caseloads agreed to at the fall estimating meeting.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$1.0 million, all from the State General Fund, for FY 2012 to reduce Administration



Program expenditures.

2. Delete \$3.5 million, all from the Children's Initiatives Fund, for FY 2012 by creating a new \$21.0 million Early Childhood and Literacy Investment Grant in place of the \$24.5 million for the following three separate line items: Early Childhood Block Grant, Smart Start, and Reading Roadmap.
3. Add \$11.3 million, including \$1.5 million from the Children's Initiatives Fund, for the Early Head Start Program for FY 2012. The remainder of the funding is from the federal Temporary Assistance for Needy Families block grant.
4. Delete \$1.0 million, all from the State General Fund, from the Adoption Support Program for FY 2012, and add the same amount from federal funds.
5. Delete \$17.0 million, including \$7.2 million from the State General Fund, from the Prepaid Ambulatory Health Plan (PAHP) for FY 2012 as a result of cost saving efforts.
6. Add \$7.2 million, all from the State General Fund, for Mental Health State Aid for FY 2012.
7. Delete \$3.1 million, all from the Child Care Development Federal Fund, for FY 2012 for the child care assistance program.
8. Delete \$9.9 million, all from the State General Fund, for FY 2012 to reflect a five percent reduction on State General Fund expenditures excluding human services consensus caseload programs and the Medicaid Home and Community Based Services waivers.
9. Delete \$3,197,688, including \$2,827,606 from the State General Fund, for FY 2012 associated with maintaining foster care contract rates at the FY 2011 level.
10. Suspend the statutory requirement to remit 20.0 percent, up to \$200,000, of the agency's fee receipts from the Other State Fees Fund to the State General Fund for FY 2012. This would result in an estimated decrease \$4,980 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.
11. Adjust proviso language to reflect the elimination of the General Assistance program for FY 2012 (Technical amendment).

**Sec. 107 --Rainbow Mental Health Facility**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$8,711,681 including \$4,621,758 from the State General Fund. The estimate is an all funds decrease of \$722,547, or 7.7 percent, and a State General Fund decrease of the same amount, or 13.5 percent, below the FY 2011 revised estimate. The decrease is partially attributable to the FY 2011 revised estimate supplemental request of \$545,985, all from the State General Fund, to fund overtime pay and temporary staffing to provide patient supervision and required active treatment to cover the additional costs of serving a higher number of patients. Absent the supplemental in FY 2011, the request is an all funds decrease of \$176,652, or 2.0 percent, and a State General Fund decrease of the same amount, or 3.7 percent, below the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency's FY 2012 request but with a reduction of 10.0 vacant FTE positions from the Clinical Services program.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 107 --Kansas Neurological Institute**

AGENCY REQUEST. The agency FY 2012 operating expenditures of \$29,238,279 including \$11,067,220 from the State General Fund. The request is an all funds increase of \$360,214, or 1.2 percent, above the FY 2011 revised

estimate and a State General Fund increase of the same amount, or 3.4 percent, above the FY 2011 revised estimate. Almost the entirety of the increase is attributable to longevity payments, KPERS benefits and payments to the state health insurance program for employees. The request would fund 546.7 FTE positions which is the same as the FY 2011 estimate and does not include any enhancement requests. In addition, the request includes a capital improvements request for \$191,305 from the federal Title XIX fund for the Department of Administration's state energy conservation improvement project expenditures.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends the closure of the KNI facility over the next two fiscal years. The Governor recommends FY 2012 operating expenditures of \$28,579,447 including \$10,490,181 from the State General Fund. The request is an all funds decrease of \$658,832, or 2.3 percent, below the FY 2012 agency request and a State General Fund decrease \$577,039, or 5.2 percent, below the FY 2012 agency request. Of the decrease, \$300,000 from the State General Fund is recommended to be replaced with federal Title XIX fee funds. The remaining \$658,832 all funds, including \$277,039 from the State General Fund, are savings the Governor accounts for as a result of a recommendation to begin closure of the KNI facility. The Governor estimates it will take the agency 23.0 months to close the facility if the agency meets a goal of moving 7.0 residents a month to community placement. In addition, the recommendation includes a reduction of 61.0 FTE positions. This reduced the agency's FTE positions from 546.7 FTE positions to 485.7 FTE positions.

**HOUSE COMMITTEE RECOMMENDATION.** The House Committee concurs with the Governor's recommendation, which will begin the closure of the agency.

**Sec. 107 --Parsons State Hospital**

**AGENCY REQUEST.** The agency requests FY 2012 operating expenditures of \$25,702,283 including \$10,634,504 from the State General Fund. The request is an all funds increase of \$395,013, or 1.6 percent, above the FY 2011 revised estimate and a State General Fund increase of \$397,729, or 3.9 percent, above the FY 2011 revised estimate. The request includes 495.2 FTE positions and does not include any enhancement requests.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends the agency's FY 2012 request but with a reduction of 40.0 vacant FTE positions. Therefore, the recommendation includes 455.2 FTE positions.

**HOUSE COMMITTEE RECOMMENDATION.** The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$66,279, all from the State General Fund, for capital improvement debt service payments for an energy conservation program on the Parsons State Hospital and Training Center campus and replace it with State Institutions Building Fund for FY 2012.

**Sec. 107 --Osawatomie State Hospital**

**AGENCY REQUEST.** The agency requests FY 2012 operating expenditures of \$32,904,195 including \$18,684,493 from the State General Fund. The estimate is an all funds increase of \$2,811,807, or 9.3 percent, and a State General Fund increase of \$2,811,807 or 17.7 percent, above the FY 2011 revised estimate. The agency request includes one enhancement for FY 2012 totaling \$3,399,523, all from the State General Fund and 50.0 FTE to open and staff a 30-bed crisis stabilization unit. Absent the enhancement, the request is an all funds decrease of \$587,716, or 2.0 percent, and a State General Fund decrease of the same amount, or 3.7 percent, below the FY 2011 revised estimate.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends FY 2012 operating expenditures of \$29,004,672, including \$14,784,970 from the State General Fund. The recommendation is decrease of \$3,899,523, or 11.9 percent, below the FY 2011 agency revised estimate. Of the decrease, \$500,000 from the State General Fund is attributable to an increased salaries and wages shrinkage amount. The remaining \$3,399,523 decrease from the State General Fund is attributable to the Governor not recommending the agency's enhancement request. The FY 2012 recommendation is \$83,275, all from the State General Fund, above the FY 2011 recommendation. The increase is attributable to estimated additional longevity payments, employer contribution for KPERS, employer contributions to the state health insurance program for employees, and workers compensation. In addition, the recommendation includes a reduction of 45.0 vacant FTE positions. This reduced the agency's FTE positions from 441.4 FTE positions to 396.4 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 107 --Larned State Hospital**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$61,340,698 including \$46,956,870 from the State General Fund. The estimate is an all funds increase of \$3,801,750, or 6.6 percent, and a State General Fund increase of the same amount, or 8.8 percent, above the FY 2011 revised estimate. The agency request includes two enhancements for FY 2012 totaling \$2,491,123, all from the State General Fund and 28.8 FTE positions to open and staff a 16-bed crisis Sexual Predator Treatment Program expansion and an eight bed Sexual Predator Treatment Program transition house program. Absent the enhancement, the FY 2012 operating expenditures for the agency request would be \$58,849,575 including \$44,465,747 from the State General Fund. The request is an all funds increase of \$1,310,627, or 2.3 percent, and a State General Fund increase of the same amount, or 3.0 percent, above the FY 2011 revised estimate. All of the increase is located in salaries and wages due to estimated increase in longevity payments, employer contributions for KPERS and payments to the state health insurance program for employees. In addition, a \$0.3 per hour retention pay in the Sexual Predator Treatment Program for building trades classifications is included.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$58,849,575, including \$44,465,747 from the State General Fund. The FY 2012 recommendation is a State General Fund increase of \$1,310,627, or 2.3 percent, above the FY 2011 recommendation. The increase is attributable to estimated additional longevity payments, employer contributions for KPERS, payments to the state health insurance program for employees, and workers compensation. The FY 2012 recommendation is decrease of \$2,491,123, all from the State General Fund, or 4.1 percent, below the FY 2012 agency request. The decrease is attributable to the Governor not recommending the agency's two enhancement requests and 28.8 additional FTE to open and staff a 16-bed crisis Sexual Predator Treatment Program expansion and an eight bed Sexual Predator Treatment Program transition house program. In addition, the recommendation includes elimination of 138.0 vacant FTE positions. This reduced the agency's FTE positions from 976.2 FTE positions to 839.2 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 108 --Kansas Guardianship Program**

AGENCY REQUEST. The agency requests \$1,199,407, all from the State General Fund, for FY 2012 operating expenditures. The request is an increase of \$41,142, or 3.6 percent, above the FY 2011 revised estimate. This request includes base appropriations of \$1,172,471 and enhancements of \$26,936 for salaries and wages and computer equipment. Absent the enhancements, the request is an increase of \$14,206, or 1.2 percent. This increase is due predominately to an increase in salaries and wages from higher health care and other benefits costs.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$1,113,847, all from the State General Fund. The recommendation is a decrease of \$44,418, or 3.8 percent, below the FY 2011 recommendation and \$85,560, or 7.1 percent, below the agency's FY 2012 estimate. The Governor does not recommend the agency's enhancement request but does recommend the reduced resources items, which accounts for the reduction for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 109 --Department of Education**

AGENCY REQUEST. The agency requests an FY 2012 budget of \$4.2 billion, including \$3.6 billion from the State General Fund. This is an all funds increase of \$237.8 million, or 6.1 percent, and a State General Fund increase of \$396.1 million, or 12.5 percent, above the revised FY 2011 estimate. The revised FY 2011 estimate includes \$107.6 million in federal American Recovery and Reinvestment Act (ARRA) funds which are not included in the FY 2012 budget. In addition, the agency included a supplemental request totaling \$72.2 million, all from the State General Fund, in the revised FY 2011 estimate which does not carry forward. These reductions are offset by

an increase of \$28.3 million, all from the State General Fund, to cover increases in KPERS-School employer contributions and \$8.3 million, all from the State General Fund, for employee health insurance increases. The request includes 210.3 FTE positions, the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2012 budget of \$3.6 billion, including \$3.0 billion from the State General Fund. This is an all funds decrease of \$545.3, or 13.1 percent, and a State General Fund decrease of \$562.7 million, or 15.7 percent, below the agency request. The Governor also recommended implementing a 5.0 percent reduction in operating expenditures totaling \$554,933, all from the State General Fund. Included in the agency's FY 2011 budget was \$111.3 million in federal ARRA funds which were used to supplant State General Funds in FY 2011. The Governor does not recommend replacing any federal ARRA State Fiscal Stabilization Funds with State General Funds for FY 2012. Based on the current estimate of 666,428 for weighted enrollment, the Base State Aid Per Pupil would be reduced from \$3,937 in FY 2011 to \$3,780 in FY 2012. The Governor did recommend an additional \$5.9 million, all from the State General Fund, for special education in order to meet federal maintenance of effort requirements. In addition, the Governor recommends deleting 37.3 vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$52,287, all from the State General Fund, for school food assistance for FY 2012. The state match allows approximately \$97.0 million in national school lunch funds to be drawn down from the U.S. Department of Agriculture.

#### Sec. 110 --State Library

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$7,157,372, an all funds increase of \$708,976, or 11.0 percent, above the revised FY 2011 estimate. The request includes \$5,258,150 from the State General Fund, an increase of \$895,129, or 20.5 percent, above the revised FY 2011 State General Fund request. The increase is mainly attributable to the agency's FY 2012 enhancement request of \$863,928, all from the State General Fund, to be used for grants. Absent the enhancement, the request is \$6,293,444, an all funds decrease of \$154,952, or 2.4 percent, below the FY 2011 revised estimate. State General Fund expenditures total \$4,394,222, an increase of \$31,201, or 0.7 percent, above the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures of \$6,073,733, a decrease of \$374,663, or 5.8 percent, below the Governor's FY 2011 recommendation. State General Fund expenditures total \$4,174,511, a decrease of \$188,510, or 4.3 percent, below the Governor's FY 2011 recommendation. The Governor does not recommend the enhancement request of \$863,928, all from State General Fund. The Governor accepts the agency's reduced resource budget and recommends reducing the authorized FTE by 1.0 position.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 111 --School for the Blind

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$6,257,572, including \$5,663,154 from the State General Fund. This is an all funds increase of \$157,042, or 2.6 percent, and a State General Fund increase of \$132,931, or 2.4 percent, above the revised FY 2011 estimate. The request includes 93.5 FTE positions, which is the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 operating budget of \$6,052,780, including \$5,327,944 from the State General Fund. This is an all funds decrease of \$204,792, or 3.3 percent, and a State General Fund decrease of \$335,201, or 5.9 percent, below the agency FY 2012 request. The recommendation is a decrease of \$47,750, or 0.8 percent, below the Governor's FY 2011 recommendation. The Governor recommends 82.5 FTE positions, a decrease of 11.0 FTE below the agency FY 2012 request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 112 --School for the Deaf**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$9,757,530, including \$9,155,366 from the State General Fund. This is an all funds increase of \$208,200, or 2.2 percent, and a State General Fund increase of \$322,263, or 3.6 percent, above the revised FY 2011 estimate. The request includes \$602,164 in all other funds, a decrease of \$114,063, or 15.9 percent, below the revised FY 2011 estimate. The request includes 173.5 FTE positions, the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends an FY 2012 operating budget of \$9,194,505, including \$8,592,341 from the State General Fund. This is an all funds decrease of \$563,025, or 5.8 percent, and a State General Fund decrease of the same amount. It is an all funds decrease of \$354,825, or 3.7 percent, and a State General Fund decrease of \$240,762, or 2.7 percent, below the Governor's FY 2011 recommendation. The Governor recommends 150.5 FTE positions, a decrease of 23.0 FTE positions below the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 113 --State Historical Society**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$8,849,855, an increase of \$294,910, or 3.4 percent, above the revised FY 2011 estimate. The request includes State General Fund expenditures of \$5,609,239, an increase of \$364,507, or 6.9 percent, above the revised FY 2011 estimate. The request includes 134.0 FTE positions and an operating enhancement of \$264,102, all from the State General Fund. The enhancement includes reclassifying and funding 2.0 existing FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$8,682,246, including \$5,271,630 from the State General Fund, a decrease of \$167,609, or 1.9 percent, below the agency's request. The recommendation is a State General Fund decrease of \$337,609, or 6.0 percent, below the agency's request. The recommendation is an increase of \$127,301, or 1.5 percent, above the Governor's FY 2011 recommendation. The increase is attributable to the Governor's recommendation for an additional \$200,000, all from the State General Fund, as a pass through to the 501(c)(3) Kansas Arts Foundation, partially offset by the Governor's acceptance of the agency's reduced resource budget. The Governor also recommends a decrease of 17.0 vacant FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Suspend the statutory requirement to remit 20.0 percent from the Land Survey Fee Fund, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in an estimated decrease of \$9,000 to the State General Fund for FY 2012, contingent upon the passage of 2011 HB 2368.

**Sec. 114 --Fort Hays State University**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$86.4 million, including \$33.9 million from the State General Fund. The request is a reduction of \$881,956, or 1.0 percent, all funds and \$204,140, or 0.6 percent, State General Fund below the FY 2011 estimate. The reduction reflects funds that carried forward from FY 2010 to FY 2011 that are not available for FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures of \$87.2 million, including \$33.9 million from the State General Fund. The recommendation is an increase of \$777,311, or 0.9 percent, all funds and no State General Fund above the FY 2011 agency estimate, reflecting a technical adjustment to reflect the agency request, partially offset by a reduction of \$200,000, all from the Economic Development Initiatives Fund, for an enhancement request not funded by the Governor. The recommendation is a reduction of

\$104,645, or 0.1 percent, all funds and \$204,140 or 0.6 percent, State General Fund below the FY 2011 recommendation, primarily reflecting the unfunded enhancement request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 115 --Kansas State University**

AGENCY REQUEST. The agency requests an FY 2012 operating budget of \$456.2 million, including \$104.7 million from the State General Fund. The request is a reduction of \$12.3 million, or 2.6 percent, all funds and \$89,006, or 0.1 percent, State General Fund below the FY 2011 estimate. The State General Fund reduction reflects a reduction in the revised base budget, while the other funds reduction reflects funds that shift from FY 2010 to FY 2011 that will not be available in the budget year.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 116 --KSU - Extension Systems and Agricultural Research Program**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$120.0 million, including \$49.1 million from the State General Fund. The request is an increase of \$143,382, or 0.1 percent, all funds and a decrease of \$51,702, or 0.1 percent, State General Fund from the FY 2011 request, reflecting a partial shift of State General Fund expenditures to special revenue funds.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 117 --KSU - Veterinary Medical Center**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$36.7 million, including \$10.4 million from the State General Fund. The request is a reduction of \$1.4 million, or 3.6 percent, from all funding sources and an increase of \$2,093, or less than 0.1 percent, in State General Fund expenditures from the FY 2011 estimate. The State General Fund increase reflects fringe benefit increases, while the other funds reduction reflects carry-forward funds available in FY 2011 that are not available in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 118 --Emporia State University**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$81.9 million, including \$31.5 million from the State General Fund. The estimate is a decrease of \$4.3 million, or 5.0 percent, from all funding sources, and \$29,646, or 0.1 percent, from the State General Fund below the FY 2011 estimate. The reduction reflects carry forward funds available in FY 2011 that are not available in FY 2012, as well as the absence of federal American Recovery and Reinvestment (ARRA) funds.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 119 --Pittsburg State University**

AGENCY REQUEST. The agency requests FY 2012 expenditures of \$90.8 million, including \$34.2 million from the State General Fund. The request is a decrease of \$799,251, or 0.9 percent, all funds and \$57,919, or 0.2 percent, State General Fund below the FY 2011 estimate. The reduction reflects the loss of federal American Recovery and Reinvestment Act (ARRA) funds, reappropriations of State General Funds available in FY 2011 that are not available for FY 2012 offset by fringe benefit increases, and variations in special revenue fund revenues.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 120 --University of Kansas**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$632.5 million, including \$136.9 million from the State General Fund. The request is a reduction of \$1.1 million, or 0.2 percent, all funds and an increase of \$370,439, or 0.3 percent, State General Fund from the FY 2011 estimate. The all funds reduction reflects funds carried forward from FY 2010 to FY 2011 that are not available for FY 2012. The State General Fund increase reflects salaries and wages fringe benefit increases.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 121 --University of Kansas Medical Center**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$286.0 million, including \$109.7 million from the State General Fund. The request is an all funds decrease of \$11.2 million, or 3.8 percent, and a State General Fund decrease of \$404,097, or 0.4 percent, below the FY 2011 estimate. The reduction reflects the absence of federal American Recovery and Reinvestment Act funds in FY 2012 that were available in FY 2011. The State General Fund reduction reflects reappropriations available in FY 2011 that are not available in FY 2012, partially offset by salary and wage fringe benefit increases for FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$281.5 million, including \$105.3 million from the State General Fund, for FY 2012. The recommendation is a reduction of \$4.4 million, all from the State General Fund, below the agency request and reflects the move of funding for the Cancer Center to the Department of Commerce for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 122 --Wichita State University**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$239.2 million, including \$66.5 million from the State General Fund. The request is a reduction of \$1.1 million, or 0.5 percent, all funds and \$131,752, or 0.2 percent State General Fund below the FY 2011 estimate. The reduction reflects federal American Recovery and Reinvestment Act (ARRA) funds that are not available for FY 2012, partially offset by increases in special revenue fund revenues.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request with one adjustment. The Governor recommends a reduction of \$5.0 million, all from the Economic Development Initiatives Fund (EDIF), for the National Institute for Aviation Research (NIAR) for FY 2012. The Governor adds \$5.0 million, all from the State General Fund, to the Department of Commerce, for grants related to NIAR for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add language for FY 2012 allowing expenditures from the Economic Development Initiatives Fund Aviation Infrastructure account for both training and equipment for the National Center for Aviation Training.

#### Sec. 123 --Board of Regents

AGENCY REQUEST. The agency requests an FY 2012 operating budget of \$238.2 million, including \$209.4 million from the State General Fund. The request is an increase of \$18.5 million, or 8.4 percent, all funds and \$33.8 million, or 19.2 percent, State General Fund above the FY 2011 estimate. The request includes enhancements totaling \$45.4 million, including \$35.4 million, from the State General Fund. Absent the enhancements, the agency request is a reduction of \$26.9 million, or 12.3 percent, all funds and \$1.7 million, or 1.0 percent, State General Fund below the FY 2011 estimate, mainly due to the lack of federal funds in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$203.6 million, including \$173.8 million from the State General Fund. The recommendation is a reduction of \$16.1 million, or 7.3 percent, all funds and \$1.8 million, or 1.0 percent, State General Fund, below the FY 2011 recommendation. The recommendation reflects the agency request, absent enhancements, with the following four adjustments: the addition of \$40,283, all from the State General Fund, for fringe benefit increases as the Board office; a 5.0 percent administrative reduction of \$203,021, all from the State General Fund; the addition of \$10.0 million, all from the Kansas Universal Service Fund (KUSF) for KAN-ED; and the addition of \$1.0 million, all from the Economic Development Initiatives Fund (EDIF) for the transfer of the Experimental Program to Stimulate Competitive Research (EPSCoR) from the Kansas Technology Enterprise Corporation (KTEC) to the Board of Regents.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$10.0 million, all from special revenue funds, to remove funding for KAN-ED for FY 2012.
2. Delete \$5.5 million, all from the State General Fund, to reduce the Municipal University Operating Grant for FY 2012. The action leaves \$5.5 million for the operating grant for FY 2012.

#### Sec. 124 --Department of Corrections

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$151.2 million, including \$135.7 million from the State General Fund. The request is an all funds increase of \$28.4 million, or 23.1 percent, and a State General Fund increase of \$31.4 million, or 30.1 percent, above the FY 2011 revised estimate. The request includes \$32.0 million from the State General Fund in operating expenditures enhancement requests for contractual services, capital outlay, community corrections grants, and salaries and wages shrinkage adjustments. Absent the enhancement funding, the FY 2012 operating expenditures request is \$119.2 million, including \$103.7 million from the State General Fund, which is an all funds decrease of \$3.5 million, or 2.9 percent, and a State General Fund decrease of \$517,637, or 0.5 percent, below the revised FY 2011 estimate. Most of the non-enhancement change can be attributed to reductions to the community corrections grants (\$2.0 million), reductions to parole services (\$994,624), salaries and wages shrinkage (\$412,357), and capital outlay expenditures (\$323,169). The request includes 318.5 FTE positions and 119.0 non-FTE unclassified permanent positions, a decrease of 2.0 non-FTE positions that were eliminated due to the loss of federal grant funds.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$110.6 million, including \$103.3 million from the State General Fund, for FY 2012 operating expenditures. The recommendation is an all funds decrease of \$4.1 million, or 3.6 percent, but is a State General Fund increase of \$2.5 million, or 2.5 percent, above the FY 2011 recommendation. This is also an all funds decrease of \$40.6 million, or 26.9 percent, and a State General Fund reduction of \$32.4 million, or 23.9 percent, below the agency's FY 2012 budget request. Most of the difference is due to the Governor recommending only \$3.0 million of the agency's \$32.0 million request for enhancement funding.



The remainder of the decrease includes staffing reductions, parole and post release programming reductions, reductions for GPS monitoring, and elimination of a reentry contract. In addition, the Governor recommends moving the functions of the Kansas Parole Board under the Department of Corrections. The recommendation does not include any funding or FTE positions, only the duties and functions of the Board. The Governor also recommends consolidating the administration functions of the Juvenile Justice Authority (JJA) into the Department of Corrections. The budget savings associated with this recommendation are realized in the JJA budget.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$750,000, all from the State General Fund, for FY 2012 for offender programming. The addition increases total State General Fund expenditures for offender programming to \$47.7 million, which is an increase of \$136,035, or 0.3 percent, above the FY 2011 Governor's recommendation.
2. Add \$500,000, all from the State General Fund, for FY 2012 for community corrections grants. The addition increases total State General Fund expenditures for community corrections grants to \$17.0 million, which is a decrease of \$1.5 million, or 8.1 percent, below the FY 2011 Governor's recommendation.
3. Add language to require that expenditures made from the Kansas Correctional Industries be included in the reportable budget for FY 2012. This would add \$9,062,356 in all other funds.

#### Sec. 124 --Topeka Correctional Facility

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$14.8 million, including \$14.1 million from the State General Fund. The request is an all funds increase of \$1.0 million, or 7.5 percent, and a State General Fund increase of \$1.0 million, or 7.8 percent, above the FY 2011 revised estimate. Most of the increase (\$706,172, all from the State General Fund) is due to enhancement requests to reduce the salaries and wages shrinkage rate and to fund 11.0 vacant correctional officer positions. However, the facility received an adjusted average daily population (ADP) of 618 inmates, which is an increase of 11 inmates. The increased ADP coupled with increases for employer contributions for group health insurance and KPERs retirement accounts for the increase (\$321,410, including \$306,394 from the State General Fund. The request includes 244.0 FTE positions and 9.0 non-FTE unclassified permanent positions, the same as the FY 2011 revised estimate.

The agency included \$74,003, all from the State General Fund, for capital improvements expenditures in FY 2012. All of the request is for debt service principal on the Facility Conservation Improvement bond.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$13.9 million, including \$13.1 million from the State General Fund. The recommendation is an increase of \$115,679, or 0.8 percent, all funds and \$100,663, or 0.8 percent, State General Fund above the FY 2011 recommendation. This is also an all funds decrease of \$91,903, or 6.2 percent, and a State General Fund decrease of the same amount, or 6.5 percent, below the agency's FY 2012 request. Most of the decrease is due to the Governor not recommending any of the agency's enhancement requests for FY 2012 (\$706,172). The remainder of the decrease is due to the Governor's recommendation to increase the salaries and wages shrinkage rate from the budgeted 8.1 percent to the FY 2010 actual rate of 9.0 percent (\$116,159) and Topeka Correctional Facility's portion of the recommended \$1.2 million system-wide reduction for other operating expenditures (\$89,572). The Governor recommends 238.0 FTE positions and 9.0 non-FTE unclassified permanent positions, a decrease of 6.0 FTE positions. All 6.0 FTE positions are vacant.

The Governor concurs with the agency's FY 2012 request for capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 124 --Hutchinson Correctional Facility

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$31.0 million, including \$30.5 million from the State General Fund. The request is an all funds increase of \$951,293, or 3.2 percent, and a State General Fund increase of \$22.2 million, or 263.9 percent, above the FY 2011 revised estimate. The request includes \$340,574 from the State General Fund in enhancement funding for undermarket pay increases, camera replacement and maintenance equipment. Absent the enhancement, the request is \$30.7 million, including \$30.5 million from the State General Fund, which is an all funds increase of \$610,719, or 2.0 percent, and a State General Fund increase of \$21.8 million, or 259.9 percent, above the revised estimate. The State General Fund increase is due to the loss of federal ARRA funds that were available in FY 2011. The overall increase is due to group health insurance contributions, retirement contributions and rate increases for utilities. The request includes 511.0 FTE positions and 4.0 non-FTE unclassified permanent positions, the same as the revised FY 2011 estimate.

The FY 2012 request includes \$516,019 from the State General Fund for capital improvements expenditures. The request for capital improvements has \$209,095 in enhancement funding for a new visitor's center for the south unit and \$306,924 for debt service principal.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$30.3 million, including \$29.8 million from the State General Fund. The recommendation is an increase of \$366,842, or 1.2 percent, all funds and \$21,566,234, or 261.1 percent, above the FY 2011 recommendation. This also is a decrease of \$733,586, or 2.4 percent, all from the State General Fund, below the agency's FY 2012 request. The difference is partially due to the Governor not recommending any of the agency's enhancement requests for FY 2012. In addition, the Governor recommends a reduction of \$171,988 from the State General Fund by increasing the salaries and wages shrinkage rate from 4.9 percent to 5.5 percent, which was the FY 2010 actual salaries and wages shrinkage rate. The Governor also recommended a reduction of \$1.2 million, all from the State General Fund, to other operating expenditures among the eight correctional facilities, Hutchinson Correctional Facility's portion of the reduction is \$221,024. The Governor recommends 510.0 FTE positions and 4.0 non-FTE unclassified permanent positions, a decrease of 1.0 FTE position below the agency's FY 2012 request. The position is vacant.

The Governor recommends FY 2012 capital improvements expenditures totaling \$306,924, all from the State General Fund. The recommendation is a decrease of \$209,095, or 40.5 percent, all from the State General Fund, below the agency's FY 2012 request for capital improvements. All of the difference is due to the Governor not recommending the agency's enhancement request in FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 124 --Lansing Correctional Facility

AGENCY REQUEST. The FY 2012 agency operating expenditures request for the Lansing Correctional Facility totals \$39.6 million, including \$39.3 million from the State General Fund. The request is an increase of \$1.1 million, or 2.8 percent, all from the State General Fund, above the FY 2011 revised estimate. The request includes \$381,391, all from the State General Fund, in enhancements for commodities and capital outlay. Absent the enhancement the request is an increase of \$695,415, or 1.8 percent above the revised FY 2011 estimate. Most of the increase is for employer contributions to group health insurance and KPERS retirement. The request includes \$682.0 FTE positions and 3.0 non-FTE unclassified permanent positions, the same as the FY 2011 revised estimate.

The request includes \$392,873 from the State General Fund for debt service principal payments.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$38.7 million, including \$38.5 million from the State General Fund. The recommendation is an increase of \$367,237, or 1.0 percent, all from the State General Fund, above the FY 2011 recommendation. This is also a decrease of \$848,571, or 2.1 percent, all from the State General Fund, below the agency's FY 2012 request. The difference is due in part to the Governor not recommending any of the agency's enhancement requests for FY 2012 (\$381,391). In addition, the Governor recommends increasing the salaries and wages shrinkage rate from the budgeted 6.0 percent to the FY 2010 actual rate of 6.3 percent (\$107,806), a system-wide \$1.2 million reduction to other operating expenditures, of which \$289,115 is Lansing Correctional Facility's portion, and a suspension of capital outlay expenditures in FY 2012 (\$70,259). The Governor concurs with the agency's FY 2012 request for FTE positions.

The Governor concurs with the agency's FY 2012 request for capital improvements expenditures.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 124 --Ellsworth Correctional Facility**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$13.4 million, including \$13.4 million from the State General Fund. The request is an all funds increase of \$414,743, or 3.2 percent, all from the State General Fund, above the FY 2011 revised estimate. The request includes \$146,505, all from the State General Fund, in enhancement funding for commodities and capital outlay. Absent the enhancement, the FY 2012 request is an increase of \$268,238, or 2.1 percent, from all funds and \$268,238, or 2.1 percent, from the State General Fund above the FY 2011 revised estimate. Most of the increase is for employer contributions for group health insurance and KPERs retirement for FY 2012. The request includes 220.0 FTE positions and 3.0 non-FTE unclassified permanent positions, the same as the revised FY 2011 estimate.

The FY 2012 request includes \$92,405 from the State General Fund for debt service payments on the Facilities Conservation Improvement Program lease repayment.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$13.0 million, including \$13.0 million from the State General Fund. The recommendation is an all funds increase of \$72,276, or 0.6 percent, all from the State General Fund, above the FY 2011 recommendation. This is also a decrease of \$375,808, or 2.8 percent, all from the State General Fund, below the agency's FY 2012 request. The decrease includes \$146,505 from the State General Fund for enhancement funding that is not recommended by the Governor and additional reductions for salaries and wages shrinkage (\$127,727 from the State General Fund) and other operating expenditures (\$101,576 from the State General Fund). The Governor concurs with the agency request for FTE positions.

The Governor's recommendation includes \$92,405 from the State General Fund for FY 2012 capital improvements expenditures, the same as the agency request.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 124 --Winfield Correctional Facility**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$13.6 million, including \$13.3 million from the State General Fund. The request is an increase of \$671,205, or 5.2 percent, and a State General Fund increase of \$10.7 million, or 406.1 percent, above the revised FY 2011 estimate. The request includes \$435,000 from the State General Fund in enhancement funding for replacement vehicles. Absent the enhancement funding, the request totals \$13.1 million, including \$12.9 million from the State General Fund, which is an all funds increase of \$236,205, or 1.8 percent, and a State General Fund increase of \$10.2 million above the FY 2011 revised estimate. The increase is primarily attributable to increases in employer contributions for KPERs retirement (\$60,525), utilities (\$70,636) and employer contributions for group health insurance (\$197,985). The large increase in State General Fund expenditures is due to the loss of federal ARRA funds that are replaced with State General Fund in 2012 that were utilized by the agency in FY 2011. The request includes 200.0 FTE positions and 2.0 non-FTE unclassified permanent positions, the same as the FY 2011 revised estimate.

The agency included \$146,924 from the State General Fund for FY 2012 capital improvements expenditures. The request is all for debt service principal and is the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$12.8 million, including \$12.6 million from the State General Fund for FY 2012 operating expenditures. The recommendation is an all funds decrease of \$67,825, or 0.5 percent, all funds and an increase of \$9.9 million, or 378.0 percent, from the FY 2011 recommendation. This also is a decrease of \$739,030, or 5.4 percent, and a State General Fund decrease of the same amount or 5.6 percent, below the agency's FY 2012 request. The difference is partially due to the Governor not recommending any of the agency's enhancement requests (\$435,000). The remainder of the difference is due to the Governor's recommendation to suspend capital outlay purchases (\$92,188), increase the shrinkage rate from the

budgeted 2.5 percent to the FY 2010 actual rate of 3.1 percent (\$61,536), and the Winfield Correctional Facility's portion of the of the recommended \$1.2 million system-wide reduction for other operating expenditures (\$150,306). The Governor concurs with the agency's request for FTE positions.

The Governor concurs with the agency's FY 2012 request for capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 124 --Norton Correctional Facility**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$16.0 million, including \$15.7 million from the State General Fund. The request is an all funds increase of \$386,421, or 2.5 percent, and a State General Fund increase of \$10.4 million, or 196.5 percent, above the revised FY 2011 estimate. The request includes \$116,114 from the State General Fund in enhancement funding for other operating expenditures and 1.0 new Corrections Officer position. Absent the enhancements, the FY 2012 request is an all funds increase of \$270,307, or 1.7 percent, and a State General Fund increase of \$10.3 million, or 194.3 percent, above the FY 2011 revised estimate. The State General Fund increase is largely due to federal ARRA funds that were available in FY 2011 being replaced by State General Fund expenditures in FY 2012. Budget increases over the FY 2011 revised estimate include an increase in commodities based on an increase in the estimated average daily population; employer contributions for group health insurance and KPERS retirement; and in-state travel reimbursement. The request includes 265.0 FTE and 4.0 non-FTE unclassified permanent positions, an increase of 1.0 FTE position due to the enhancement request for a new Corrections Officer position.

The FY 2012 request includes \$182,639, all from the State General Fund, for capital improvements expenditures. All of the requested expenditures are for debt service principal payments.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$15.4 million, including \$15.1 million from the State General Fund. The recommendation is an all funds decrease of \$128,746, or 0.8 percent all funds and increase of \$9.9 million, or 189.3 percent State General Fund from the FY 2011 recommendation. This is also a decrease of \$585,428, or 3.7 percent, all from the State General Fund, below the agency's FY 2012 request. The difference is due to the Governor not recommending any of the agency's enhancement requests for FY 2012 (\$116,114), raising the salaries and wages shrinkage rate from the budgeted 5.1 percent to the FY 2010 actual rate of 7.6 percent (\$351,232), and Norton Correctional Facility's portion of the recommended \$1.2 million system-wide reduction to other operating expenditures (\$118,082). The Governor recommends 259.0 FTE positions and 4.0 non-FTE unclassified permanent positions, a reduction of 6.0 FTE positions (5.0 vacant positions, 1.0 in an enhancement request).

The Governor concurs with the agency's FY 2012 request for capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 124 --El Dorado Correctional Facility**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$25.3 million, including \$25.3 million from the State General Fund. The request is an all funds increase of \$1.5 million, or 6.3 percent, and a State General Fund increase of \$1.5 million, or 6.4 percent, above the FY 2011 revised estimate. The request includes enhancement funding totaling \$1.1 million, all from the State General Fund, for other operating expenditures, staffing increases, capital outlay, and undermarket pay increases. Absent the enhancement request the FY 2012 request is an increase of \$443,358, or 1.9 percent, all from the State General Fund, above the revised FY 2011 estimate. The increase is primarily due to employer contributions for health insurance and KPERS retirement. The request includes 426.0 FTE positions and 3.0 non-FTE unclassified permanent positions, the same as the revised FY 2011 estimate

The FY 2012 agency request for capital improvements expenditures totals \$217,770, all from the State General Fund, for debt service principal payments.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$23.9 million, including \$23.8 million from the State General Fund. The recommendation is an increase of \$141,767, or 0.6 percent, all from the State General Fund above the FY 2011 recommendation. This is also a decrease of \$1.5 million, or 5.8 percent, all from the State General Fund, below the agency's FY 2012 request. The difference is partially due to the Governor not recommending any of the agency's enhancement requests for FY 2012. In addition, the Governor recommends a reduction of \$219,421 from the State General Fund by increasing the salaries and wages shrinkage rate from 4.0 percent to 5.0 percent, which was the actual FY 2010 salaries and wages shrinkage rate. The Governor also recommended a reduction of \$1.2 million, all from the State General Fund, to other operating expenditures among the eight correctional facilities, El Dorado Correctional Facility's portion of the reduction is \$173,170. The Governor recommends 422.0 FTE positions and 3.0 non-FTE unclassified positions, a decrease of 4.0 FTE positions below the agency's FY 2012 FTE request. All of the positions are vacant.

The Governor concurs with the agency's FY 2012 request for capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 124 --Larned Correctional Mental Health Facility**

AGENCY REQUEST. The agency requests FY 2012 expenditures totaling \$10.6 million, including \$10.6 million from the State General Fund. The request is an all funds increase of \$574,045, or 5.7 percent, and a State General Fund increase of \$562,420, or 5.6 percent, above the FY 2011 revised estimate. The request includes \$385,891 from the State General Fund in enhancement funding for undermarket pay increases, salaries for 7.0 Corrections Officer I positions, and capital outlay. Absent the enhancement funding, the request totals \$10.2 million, including \$10.1 million from the State General Fund, an all funds increase of \$188,154, or 1.9 percent, and a State General Fund increase of \$176,529, or 1.8 percent, above the revised FY 2011 estimate. Most of the increase is due to employer contributions for group health insurance and KPERS retirement. The request includes 184.0 FTE positions and 2.0 non-FTE unclassified permanent positions, the same as the revised FY 2011 estimate.

The agency requests \$14,762 from the State General Fund for FY 2012 capital improvements expenditures, all of which is for debt service principal.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$10.2 million, including \$10.1 million from the State General Fund. The recommendation is an all funds increase of \$190,999, or 1.0 percent, and a State General Fund increase of \$179,374, or 1.8 percent, above the FY 2011 recommendation. This is also a reduction of \$443,046, or 4.2 percent, all from the State General Fund, below the agency's FY 2012 request. The decrease is primarily due to the Governor not recommending any of the agency's enhancement requests. In addition, the Governor recommended a system-wide State General Fund reduction totaling \$1.2 million at the eight correctional facilities, Larned Correctional Mental Health Facility's portion of the system-wide reduction is \$57,155. The Governor concurs with the request for FTE positions.

The Governor concurs with the agency's FY 2012 request for capital improvements.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 125 --Juvenile Justice Authority**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$67,460,847, including \$52,980,470 from the State General Fund. This is a State General Fund increase of \$1,363,470, or 2.6 percent, above the agency's FY 2011 revised estimate, and an all funds decrease of \$646,883, or 0.9 percent, below the agency's FY 2011 revised estimate. The State General Fund increase is due to the requested replacement of Title XIX Recovery Act funding; and health insurance and KPERS expenditure increases. The agency projects expenditures from all other funds to decrease, due to a decrease in the debt service payment on bonds that were issued to construct the four regional detention centers; the expiration of a federal grant, called Project SOAR (Successful Outcomes Achieving Re-Entry); and a decrease in the agency's rehabilitation and repair request. The

agency reduced this request to make available State Institutions Building Funds for three capital improvement projects requested for FY 2012.

The agency's FY 2012 request includes two enhancement requests, totaling \$568,673, all from the State General Fund. The enhancement requests include: \$500,000 to replace American Recovery and Reinvestment Act—Justice Assistance Grant (ARRA-JAG) funding for graduated sanctions, and \$68,673 to maintain 1.0 FTE unclassified, permanent Sex Offender Specialist position funded by Project SOAR. The agency requests that this position be a non-FTE unclassified position, due to the highly specialized nature of the work performed.

The agency's FY 2012 request includes 45.0 FTE positions, and 18.0 non-FTE unclassified permanent positions, a reduction of 5.0 non-FTE unclassified permanent positions, due to the expiration of Project SOAR, (Successful Outcome Achieving Recentry) grant funds.

**GOVERNOR'S RECOMMENDATION.** The Governor recommends FY 2012 operating expenditures of \$61,340,622, including \$47,224,943 from the State General Fund. The Governor's recommendation is an all funds decrease of \$3,531,175, or 5.4 percent, and a State General Fund decrease of \$976,080, or 2.0 percent, below the Governor's FY 2011 recommendation. The Governor's recommendation includes a limited administrative consolidation with the Department of Corrections. The Department of Corrections would assume most legal, architecture, human resources, and fiscal responsibilities from the Juvenile Justice Authority. The Governor estimates that the limited consolidation would result in savings of \$305,944, all from the State General Fund.

The Governor recommends 32.0 FTE positions, a decrease of 13.0 FTE positions below the Governor's FY 2011 recommendation. The Governor does not recommend the agency's enhancements request totaling \$568,673, all from the State General Fund, and 1.0 non-FTE permanent unclassified position. The agency's enhancements request includes \$500,000 to replace federal American Recovery and Reinvestment Act (RA-JAG) funding for graduated sanctions, and \$68,673 to maintain a 1.0 non-FTE permanent unclassified Sex Offender Specialist position. The Governor recommends the agency's reduced resources budget totaling \$2,724,765, all from the State General Fund. The agency included reductions in the prevention block grant program, which serves youth who are at risk of offending. The agency states that some of the youth who would have participated in the program may be placed in the agency's custody at a later time.

**HOUSE COMMITTEE RECOMMENDATION.** The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$2,000,000, all from the State General Fund, and add the same amount from the Children's Initiatives Fund, for FY 2012 for Prevention and Graduated Sanctions Community Grants.
2. Add \$500,000, all from the State General Fund, for tertiary community programs for FY 2012. Tertiary community programs are designed for juveniles who have touched the juvenile justice system, but were not adjudicated as an offender.
3. Delete \$57,998, all from the State General Fund, for salaries and wages, and 1.0 FTE position for FY 2012.

#### **Sec. 125 --Kansas Juvenile Correctional Complex**

**AGENCY REQUEST.** The agency requests FY 2012 operating expenditures of \$18,592,651, including \$17,940,251 from the State General Fund, This is a State General Fund increase of \$805,276, or 4.7 percent, above the agency's FY 2011 revised estimate, and an all funds increase of \$544,922, or 3.0 percent, above the agency's FY 2011 revised estimate. The request includes \$420,000 from the Juvenile Justice Federal Fund, an increase of \$25,000, or 6.3 percent, above the agency's 2011 revised estimate; the elimination of \$272,221 in federal American Recovery and Reinvestment Act (ARRA) funds, which expire in FY 2011; \$163,000 from federal Title I grants, a decrease of \$14,463, or 8.1 percent, below the agency's FY 2011 revised estimate; and \$69,400 from the Kansas Juvenile Correctional Complex Fee Fund, an increase of \$1,330, or 2.0 percent, above the agency's FY 2011 revised estimate. The agency's request includes 298.5 FTE positions, and 10.0 non-FTE unclassified permanent positions.

The agency's FY 2012 request includes four enhancement requests, totaling \$665,985, all from the State General

Fund. The enhancement requests include: \$272,221 to replace American Recovery and Reinvestment Act—Justice Assistance Grant funding for 7.0 FTE Juvenile Corrections Officer I positions, \$228,439 to fund the requested 5.0 FTE vacant Juvenile Corrections Officer I positions for the Kansas Juvenile Correctional Complex, \$108,167 to fund a 2.5 percent Juvenile Corrections Officer I salary increase, and \$57,158 for a 1.0 FTE Social Worker Specialist position to maintain the intensive sex offender program currently funded by the Project SOAR (Successful Outcomes Achieving Reentry) grant.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures of \$17,926,666, including \$17,274,266 from the State General Fund. The recommendation is an all funds increase of \$71,251, or 0.4 percent, and a State General Fund increase of \$331,605, or 2.0 percent, above the Governor's FY 2011 recommendation. The recommendation is a State General Fund decrease of \$665,985, or 3.7 percent, below the agency's request; and is attributable to the Governor not recommending the agency's enhancement requests. The Governor's FY 2012 recommendation includes 292.5 FTE positions, a decrease of 6.0 FTE positions below the agency's FY 2012 request, and 5.0 FTE positions below the Governor's FY 2011 recommendation.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 125 --Larned Juvenile Correctional Facility

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$9,320,974, including \$9,225,934 from the State General Fund. This is a State General Fund increase of \$422,757, or 4.8 percent, above the agency's FY 2011 revised estimate, and an all funds increase of \$305,588, or 3.4 percent, above the agency's FY 2011 revised estimate. The request includes \$95,040 from the Juvenile Justice Federal Fund, no change from 2011 revised estimate; and the elimination of \$117,169 in American Recovery and Reinvestment Act—Justice Assistance Grant (ARRA-JAG) funds, which expire in FY 2011. The agency's request includes 158.0 FTE positions, and 11.0 non-FTE unclassified permanent positions.

The agency's FY 2012 request includes four enhancement requests, totaling \$281,349, all from the State General Fund. The enhancement requests include: \$106,664 to replace American Recovery and Reinvestment Act—Justice Assistance Grant (ARRA-JAG) funding for 3.0 FTE Juvenile Corrections Officer I positions, \$52,438 to fund a 2.5 percent Juvenile Corrections Officer I salary increase, \$56,547 for an intensive sex offender program, and \$65,700 to replace three high mileage agency vehicles. Absent the enhancement requests, the agency's FY 2012 request is \$9,039,626, including \$8,944,585 from the State General Fund, an all funds increase of \$24,240, or 0.3 percent, and a State General Fund increase of \$141,408, or 1.6 percent, above the agency's FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$9,039,626, including \$8,944,586 from the State General Fund, an all funds decrease of \$281,348, or 3.0 percent, and a State General Fund decrease of the same amount, below the agency's FY 2012 request. The decrease is attributable to the governor not recommending the agency's FY 2012 enhancement requests, totaling \$281,349.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 126 --Adjutant General

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$133.9 million, including \$16.4 million from the State General Fund, which is an all funds decrease of \$218.2 million, or 62.0 percent, and a State General Fund decrease of \$27.7 million, or 62.8 percent, below the FY 2011 revised estimate. This decrease is due to significant disaster funding included in FY 2011 that does not reoccur for FY 2012. The agency's FY 2012 request includes operating enhancements totaling \$71.0 million, including \$9.7 million from the State General Fund, which is a decrease of \$151.8 million, including \$10.0 million from the State General Fund, less than FY 2011 supplemental request. Additionally, the 2010 Legislature added \$101.0 million, including \$10.2 million from the State General Fund, for disaster match funding in FY 2011 that does not reoccur for FY 2012. The request includes 219.0 FTE positions, no change from the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$102.5 million, including \$10.5 million from the State General Fund. The recommendation is an all funds decrease

of \$95.7 million, or 48.3 percent, and a State General Fund decrease of \$6.3 million, or 37.5 percent, below the FY 2011 recommendation. The recommendation is an all funds decrease of \$31.4 million, or 23.4 percent, and a State General Fund decrease of \$5.9 million, or 36.2 percent, below the FY 2012 request. The Governor adds \$40.0 million, including \$4.0 million from the State General Fund, for disaster relief funding, \$50,000, all from the State General Fund, to finance Kansas Center for Safe and Prepared Schools (KC-SPS), and accepts the agency's reduced resources budget for a reduction of \$458,141, including \$254,141 from the State General Fund. The reduction from the agency's request is due to the net difference between the Governor's additions for disaster funds and KC-SPS, and the agency's non-recommended enhancements totaling \$71.0 million, including \$9.7 million from the State General Fund, for FY 2012. The Governor also recommends reducing the agency's FTE limitation by 20.0 FTE positions, from 219.0 to 199.0 FTE positions for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

#### Sec. 127 --State Fire Marshal

AGENCY REQUEST. The agency requests FY 2012 operating expenditures of \$4,579,845, an increase of \$55,202, or 1.2 percent, above the FY 2011 revised estimate. Of the FY 2012 expenditures, \$3,681,827 are financed by the Fire Marshal Fee Fund, an increase of \$55,202, or 1.5 percent, above the FY 2011 revised estimate. This increase is due to the agency's enhancement request for four replacement vehicles (\$55,200). The entire budget is funded from fee funds and federal funds. The request includes 53.0 FTE positions, no change from the FY 2011 revised estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures totaling \$4,524,645, which is a decrease of \$55,200, or 1.2 percent, below the agency's request. The decrease is due to the Governor not recommending any of the agency's enhancements. The Governor also recommends reducing the agency's FTE limitation by 5.0 FTE positions, from 53.0 to 48.0 FTE positions for FY 2012. The Governor's recommendation is an increase of \$2, or less than 0.1 percent, above the FY 2011 recommendation.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$80,748, all from the Fire Marshal Fee Fund, to reduce budgeted purchases for paper based supplies from \$150,748 to \$70,000 for FY 2012.

#### Sec. 128 --Highway Patrol

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$74,103,608, which is a decrease of \$8,839,866, or 10.7 percent, below the FY 2011 revised estimate. The request includes State General Fund expenditures of \$34,644,339, which is an increase of \$2,580,956, or 8.0 percent, above the FY 2011 revised request. The request includes enhancement funding of \$2,015,843, including \$1,883,940 from the State General Fund. Major all other funds adjustments include a decrease of approximately \$11.2 million in homeland security funds and federal funds not anticipated to re-occur for FY 2012. Additionally, the agency states that it will receive notice of awarded homeland security funds late in the fiscal year, and potential grant funds for federal fiscal year 2012 are not estimated in the budget.

The request includes 861.0 FTE positions, an increase of 2.0 FTE positions as part of the agency's request for two Kansas Criminal Justice Information System (KCJIS) auditors.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$70,449,745, including \$31,122,379 from the State General Fund. The recommendation is an all funds decrease of \$12,322,035, or 14.9 percent, below the FY 2011 recommendation, and a decrease of \$3,653,863, or 4.9 percent, below the FY 2012 request. The recommendation is a State General Fund decrease of \$769,310, or 2.4 percent, below the FY 2011 recommendation and a decrease of \$3,521,960, or 10.2 percent, below the FY 2012 request. The Governor does not recommend any of the agency's enhancement requests totaling \$2,015,843, including \$1,883,940 from the State General Fund, and 2.0 FTE positions, and recommends the agency's reduced resources budget to transfer \$1,638,020 from the Motor Vehicle Fund to the State General Fund. The Governor recommends reducing the agency's FTE limitation by 8.0, from 859.0 to 851.0 FTE positions, and recommends increasing the



agency's shrinkage \$1,638,020, all from the State General Fund, for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$862,000, all from the State General Fund, to provide for a trooper trainee class of 15 for FY 2012. This would increase the transfer from the State Highway Fund to the State General Fund by a corresponding amount for FY 2012.

**Sec. 129 --Kansas Bureau of Investigation**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$29,289,336, which is an increase of \$314,942, or 1.1 percent, above the FY 2011 revised estimate. The request includes \$17,515,614 from the State General Fund, which is an increase of \$2,158,934, or 14.1 percent, above the FY 2011 revised estimate. This increase is largely due to the agency's enhancement requests totaling \$1,836,801, all from the State General Fund. The significant all other funds decrease is due to a large number of one-time federal grants received and expended in FY 2011 that are not anticipated to re-occur for FY 2012. The FY 2012 request includes 229.5 FTE positions, an increase of 8.5 FTE positions from the FY 2011 revised estimate. This increase is part of the agency's enhancement requests for Southeast Kansas Drug Enforcement Task Force Funding and the retention of 1.5 forensic scientist positions, these positions are being requested to be converted from non-FTE unclassified permanent positions to FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures totaling \$26,895,937, including \$14,894,872 from the State General Fund. The recommendation is an all funds decrease of \$2,078,457, or 7.2 percent, and a State General Fund decrease of \$461,808, or 3.0 percent, below the FY 2011 recommendation. The recommendation is an all funds decrease of \$2,393,399, or 8.2 percent, and a State General Fund decrease of \$2,620,742, or 15.0 percent, below the FY 2012 request. The reduction from the agency's request is due to the Governor's recommendation to not fund State General Fund enhancements totaling \$1,836,801, and the acceptance of a modified reduced resources package for FY 2012. The Governor accepts the agency's reduced resources package, but increases special revenue fund expenditures to replace funding for the Forensics Laboratory portion of the package (\$227,343). The modified reduced resources package is an all funds reduction of \$556,598, and a State General Fund reduction of \$783,941. The Governor also recommends reducing the agency's FTE limitation by 24.0 vacant FTE positions, from 221.0 to 197.0 FTE positions for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$326,670, all from the State General Fund, to replace federal American Reinvestment and Recovery Act: Federal Edward Byrne Memorial Justice Assistance Grant (ARRA/JAG) funding, to retain 3.0 special agent and 1.0 special investigator FTE positions for FY 2012.
2. Add \$167,000, all from the State General Fund, to restore funding for 2.0 of the 3.0 unclassified FTE investigative polygraph and digital forensic examination positions that were part of the agency's reduced resources budget that was recommended by the Governor for FY 2012.
3. Add 12.0 FTE positions for FY 2012, to add back half of the FTE positions reduced under the Governor's FY 2012 recommendation. This would allow the agency to keep 3.0 newly hired FTE positions and increase the agency's FTE limitation from the Governor's recommended 197.0 FTE positions to 209.0 FTE positions for FY 2012.

**Sec. 130 --Emergency Medical Services Board**

AGENCY REQUEST. The agency requests \$2,184,446, all from special revenue funds, which is a decrease of \$71,097, or 3.2 percent, below the agency's revised FY 2011 estimate. The decrease is due to the expiration of federal grant funds coupled with smaller receipts in the EMS Operating Fund, partially offset by an increase in the Education Incentive Grant Fund. The request also includes 14.0 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request with one exception. The

Governor recommends 13.0 FTE positions, which is a reduction of 1.0 FTE position below the revised FY 2011 estimate.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add 1.0 FTE position, for a total of 14.0 FTE positions, to increase the number of FTE positions to the agency FY 2012 request. This maintains a Deputy Director position that was eliminated in the Governor's recommendation.

**Sec. 131 --Sentencing Commission**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$8.3 million, including \$7.4 million from the State General Fund. The request is an all funds decrease of \$289,085, or 3.4 percent, and a State General Fund decrease of \$6,822, or 0.1 percent, below the FY 2011 revised estimate. The decrease can be attributed to a decrease in the estimated 2003 SB 123 drug treatment payment being made by the Commission. In the past the Sentencing Commission has paid for 2003 SB 123 drug treatment services for offenders with Medicaid coverage. The Commission then received a reimbursement from Medicaid for the drug treatment services. Starting in FY 2012, the Department of Social and Rehabilitation Services (SRS) will begin paying for SB 123 drug treatment services for offenders with Medicaid coverage. This change in the payer decreases the estimated SB 123 drug treatment payments for the Sentencing Commission. The request includes 10.0 FTE and 4.0 non-FTE unclassified permanent positions, the same as the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$7.9 million, including \$7.0 million from the State General Fund. The recommendation is a decrease of \$368,622, or 4.4 percent, and a State General Fund reduction of the same amount, or 5.0 percent, below the agency's FY 2012 request. The Governor's recommendation included the reduced resources package that the agency submitted, which included a 5.0 percent State General Fund reduction split proportionately between the two agency programs. The recommendation includes 8.0 FTE positions and 2.0 non-FTE unclassified permanent positions, a decrease of 2.0 FTE and 2.0 non-FTE unclassified positions. All four of the eliminated positions are vacant.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 132 --Kansas Commission on Peace Officers' Standards and Training (KCPOST)**

AGENCY REQUEST. The agency requests FY 2012 operating expenditures totaling \$646,900, all from the Kansas Commission on Peace Officers' Standards and Training (KCPOST) Fee Fund, which is an increase of \$7,022, or 1.1 percent, above the FY 2011 revised estimate. The agency states that increases are primarily due to bringing operations up to full functionality. The request includes 7.0 FTE positions, no change from the FY 2011 revised request.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 expenditures totaling \$560,588, all from the KCPOST Fee Fund, which is a decrease of \$86,312, or 13.3 percent, below the agency's FY 2012 request, and an increase of \$11,342, or 2.1 percent, above the FY 2011 recommendation. The Governor's recommendation includes reductions totaling \$86,312.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Add \$5,500, all from the KCPOST Fund, for FY 2012 to partially restore operating expenditure reductions recommended as part of the Governor's FY 2012 recommendation (partial restorations included: gasoline, hospitality, out-of-state travel, and subsistence for out-of-state travel for FY 2012).

**Sec. 133 --Department of Agriculture**

AGENCY REQUEST. The agency requests a FY 2012 operating budget of \$28.2 million, a decrease of \$2.3 million, or 7.5 percent, below the revised FY 2011 estimate. The decrease is mainly attributable to the agency receiving less federal funding for FY 2012. The request includes enhancement funding that totals \$1.5 million, including \$1.3 million from the State General Fund. Absent the enhancement funding, the agency's FY 2012 request totals \$26.7 million, a decrease of \$3.8 million, or 12.4 percent, below the agency's revised FY 2011 estimate. The request would include 341.5 FTE positions.

GOVERNOR'S RECOMMENDATION. The Governor recommends FY 2012 operating expenditures of \$40.3 million, an increase of \$12.0 million, or 42.7 percent, above the agency's FY 2012 request, and an increase of \$9.8 million, or 32.0 percent, above the Governor's FY 2011 recommendation. The Governor recommends transferring the Animal Health Department, State Conservation Commission, and the Agriculture Marketing Program of the Department of Commerce to the Department of Agriculture.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$179,785, including \$89,910, from fee funds, and \$89,875, from federal funds, for the replacement of vehicles for FY 2012.
2. Add \$55,000, all from the State Water Plan Fund, for FY 2012 for streamgage monitoring in western Kansas to assure that Colorado is in compliance with the Arkansas River Compact.
3. Add \$175,000, all from the Feral Swine Eradication Fund, for FY 2012 for feral swine eradication.
4. Add \$75,000, all from the Grain Warehouse Inspection Fund, for grain warehouse inspections for FY 2012.
5. Add \$20,000, all from the Livestock Market Reporting Fund, for FY 2012 for livestock market reporting.
6. Add language for FY 2012 creating the Compliance Education Fee Fund, where civil penalties and fines may be deposited for the purpose of compliance education.
7. Add language that allows the agency to pro-rate license fees and/or alter license due dates as needed in order to transition to online license applications and renewals for FY 2012.
8. Add language that requires the agency to make every effort to ensure services performed in the Grain Warehouse Inspection Program will not be compromised by budget reductions for FY 2012.
9. Add language for FY 2012 detailing four specific expenditures within items funded by the State Water Plan Fund. This language was included in the FY 2011 appropriations bill.
10. Add language for FY 2012 to allow for up to 6.0 percent of the appropriated amount for FY 2012 from the Water Resources Cost Share account be expended for contractual technical expertise and/or non-salary State Conservation Commission administration expenditures. This language was included in the FY 2011 appropriations bill.
11. Add language to include the Watershed Protect Approach/WTR RSRCE MGT Fund and the NRCS Contribution Agreement 2002 Farm Bill- Federal Fund as no-limit funds for FY 2012 (Technical amendment).
12. Transfer \$75,000, all from the State Water Plan Fund, to the Grain Warehouse Inspection Fund for FY 2012.
13. Transfer \$175,000, all from the State Water Plan Fund, to the Feral Swine Eradication Fund for FY 2012.
14. Transfer \$20,000, all from the State Water Plan Fund, to the Livestock Market Reporting Fund

for FY 2012.

**Sec. 134 --Kansas State Fair Board**

AGENCY REQUEST. The agency requests a FY 2012 operating budget of \$5.7 million, including \$540,469 from the State General Fund, an increase of \$149,167, or 2.7 percent, above the revised FY 2011 estimate. The increase is primarily attributable to the agency's request for enhancement funding of \$159,740, including \$120,000 from the Economic Development Initiatives Fund (EDIF), for marketing and promotion of the State Fair and for competitive premiums for exhibitors, and funding for 1.0 additional FTE position for an administrative assistant position for the Competitive Exhibits Department funded from the State Fair Fee Fund (\$39,740). Absent the enhancement funding, the FY 2012 request totals \$5,586,881, a decrease of \$10,573, or 1.9 percent, below the revised FY 2011 estimate. The State General Fund increase is \$245,615, or 83.3 percent, above the FY 2011 estimate, and is due to debt service interest payments.

GOVERNOR'S RECOMMENDATION. The Governor recommends \$5.6 million for FY 2012 expenditures, including \$540,469 from the State General Fund. The recommendation is a decrease of \$10,573, or 0.2 percent, below the FY 2011 recommendation and a decrease of \$159,740, or 2.8 percent, below the agency's FY 2012 request. The Governor does not recommend the agency's enhancement requests, totaling \$159,740, including \$120,000 from the Economic Development Initiatives Fund (EDIF) and \$39,740 from the State Fair Fee Fund. The Governor recommends transferring \$50,000 from the agency's State Fair Fee Fund to the State Fair Capital Improvement Fund in FY 2012, which would increase the agency's total transfer from the State Fair Fee Fund to the State Fair Capital Improvements Fund \$350,000 from \$300,000. The transfer decreases the agency's expenditures by \$50,000.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 135 --Kansas Water Office**

AGENCY REQUEST. The agency requests a FY 2012 operating budget of \$11.8 million, including \$2.6 million from the State General Fund, and 25.0 FTE positions. The request is an increase of \$1.7 million, or 16.9 percent, above the agency's revised FY 2011 estimate. The agency's request includes enhancement funding of \$3.4 million, including \$739,205 from the State General Fund and 4.0 FTE positions. Absent the enhancement request, the agency's FY 2012 request totals \$8.4 million, which is a decrease of \$1.7 million, or 16.9 percent, below the agency's revised FY 2011 estimate. The reduction is primarily attributed to the lack of federal American Recovery and Reinvestment Act funding in FY 2012.

GOVERNOR'S RECOMMENDATION. The Governor recommends operating expenditures for FY 2012 of \$7.4 million, including \$1.8 million from the State General Fund. This is a decrease of \$2.7 million, or 27.0 percent, below the FY 2011 recommendation. The reduction is primarily attributable to the lack of federal American Recovery and Reinvestment Act funding in FY 2012. The recommendation is a decrease of \$4.5 million, or 37.6 percent, below the agency's FY 2012 request. The decrease is mainly due to the Governor not recommending the agency's enhancement request and not recommending the annual statutory transfer of \$6.0 million from the State General Fund to the State Water Plan Fund.

The reduction in FTE positions is due to the Governor not recommending the agency's enhancement request of 4.0 FTE positions for a stream management team and then deleting two of the agency's filled FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add 2.0 FTE positions for FY 2012; the agency inadvertently submitted a request for funded FTE positions instead of total approved FTE positions.
2. Add \$88,610, all from the State Water Plan Fund, for FY 2012 for Storage and Operations Maintenance (MOU), which are annually contracted costs with the Corps of Engineers at the lakes where the state owns storage.

3. Delete \$88,610, all from the State Water Plan Fund, for FY 2012 for the Wichita Aquifer Storage and Recovery Project, which brings the amount equal to the funding in FY 2011.

**Sec. 136 --Department of Wildlife and Parks**

AGENCY REQUEST. The agency requests a FY 2012 operating budget of \$56.6 million, including \$5.1 million from the State General Fund. The request is an increase of \$2.4 million, or 4.3 percent, above the agency's revised FY 2011 estimate. Included in the agency's FY 2012 request is operating enhancement funding of \$2.1 million. Absent the enhancement, the agency's request is \$54.5 million, including \$5.1 million from the State General Fund, an increase of \$271,375, or 0.5 percent, above the FY 2011 revised estimate. The increase is attributable to for fringe benefit adjustments.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 operating budget of \$60.4 million, including \$4.9 million from the State General Fund. The recommendation is \$6.2 million, or 11.5 percent, above the Governor's FY 2011 recommendation, and \$3.8 million, or 6.8 percent, above the agency's FY 2012 request. The Governor's recommendation is a State General Fund decrease of \$137,540, or 2.7 percent, below the Governor's FY 2011 recommendation, and \$256,305, or 5.0 percent, below the agency's FY 2012 request.

Changes are due to the recommendation including \$2.1 million, all from federal and fee funds, and 1.0 FTE position, for part of the agency's enhancement request, detailed in the enhancement section. The Governor also recommends transferring the Travel and Tourism Program from the Department of Commerce to the Department of Wildlife and Parks. The transfer adds \$4.3 million, all from special revenue funds, and 12.0 FTE positions.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Add \$310,000, all from the Sport Fish Restoration Fund, for FY 2012 to enhance the Fishing Impoundments and Stream Habitats public access for fishing program.
2. Add \$70,000, all from the Sport Fish Restoration Fund, for FY 2012 to fund a study for enhanced fishing opportunities at the Rocky Ford Wildlife Area.
3. Add \$620,000, all from the Wildlife Restoration Fund, for FY 2012 to enhance the Walk-in Hunter Area public access for hunting program.
4. Add \$40,000, all from the Wildlife Fee Fund, for FY 2012 for the Stream Monitoring Program.
5. Add \$11,977, all from the State General Fund, for the Kansas City district office debt service-interest for FY 2012. This funding was inadvertently included in the capital improvement bill, and is being shifted to the mega bill (Technical amendment).
6. Delete \$40,000, all from the State Water Plan Fund, for FY 2012 for the Stream Monitoring Program.

**Sec. 137 --Kansas Department of Transportation**

AGENCY REQUEST. The agency requests a FY 2012 reportable budget of \$1.5 billion, which is an increase of \$18.2 million, or 1.3 percent, above the FY 2011 revised estimate. Reportable expenditures from the State Highway Fund total \$1.1 billion, which is an increase of \$46.9 million, or 4.4 percent, above the FY 2011 revised estimate. All funds non-reportable expenditures total \$323.4 million, including \$196.6 million from the State Highway Fund, which is an all funds decrease of \$105.1 million, or 24.5 percent, and a State Highway Fund increase of \$5.8 million, or 3.1 percent, above the FY 2011 revised estimate. The request includes an enhancement request for \$5.4 million, all from the State Highway Fund, to replace 281 vehicles.

GOVERNOR'S RECOMMENDATION. The Governor recommends a FY 2012 reportable budget of \$1.4 billion, which is an increase of \$17.0 million, or 1.2 percent, above the FY 2011 recommendation, and a decrease of \$23.3 million, or 1.6 percent, below the agency's FY 2012 request. Reportable expenditures from the State Highway Fund total \$1.1 billion, which is an increase of \$45.8 million, or 4.4 percent, above the FY 2011 recommendation, and a decrease of \$23.3 million, or 2.1 percent, below the agency's FY 2012 request. The Governor's recommendation

includes: 1) The transfer of \$200.0 million from the State Highway Fund to the State General Fund for FY 2012. In order to make this transfer in FY 2012 funding for preservation projects was reduced by \$22.0 million in FY 2011 and FY 2012 to capture the necessary savings. As part of the \$200.0 million transfer, the Governor's recommendation includes an increase of \$50.0 million to the agency's non-reportable expenditures to advance \$50.0 million in bond proceeds for FY 2012; 2) Reducing building project expenditures by \$1.3 million; 3) Enhancement funding for the agency's enhancement request for 281 replacement vehicles for FY 2012 totaling \$5.4 million, all from the State Highway Fund; 4) Continuation of funding for the Kansas Highway Patrol Operations for FY 2012 through a transfer to the State General Fund (\$31.1 million); and 5) Reducing 197.0 FTE vacant FTE positions, which would decrease the agency's FTE limitation from 3,113.5 to 2,916.5 FTE positions for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustments:

1. Delete \$2.7 million, all from the State Highway Fund, to reduce by half the recommended enhancement funding for replacement of 281 agency vehicles for FY 2012. Allow the agency to determine which vehicles are most in need of replacement.
2. Add language for FY 2012 that requires the agency seek approval from the State Finance Council prior to issuing any bonds for FY 2012.
3. Add language for FY 2012 stating that the \$200.0 million being transferred from the State Highway Fund to the State General Fund for FY 2012 is a borrowed amount and will start to be repaid in FY 2013.
4. Amend language referencing the Comprehensive Transportation Program and authorizing statute to reference T-WORKS and associated authorizing statute for FY 2012 (Technical amendment).

**Sec. 138 --Position Limitations**

This section establishes the FTE positions for each state agency.

**Sec. 139 --State Employee Pay**

GOVERNOR'S RECOMMENDATION. The Governor recommends maintaining the state employee longevity pay at the temporary rate of \$50 per year for FY 2012 instead of the statutory amount of \$40 per year. The Governor also includes the non-session legislative allowance for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 140 --Kansas Bioscience Authority**

GOVERNOR'S RECOMMENDATION. The Governor recommends capping the transfer from the State General Fund in the Department of Revenue to the Kansas Bioscience Authority at \$35.0 million for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 141 --Other Statewide Adjustments**

GOVERNOR'S RECOMMENDATION. The Governor recommends that Cabinet level agencies certify savings totaling \$5.0 million. This savings can be achieved by reducing State General Fund expenditures or by transferring savings in special revenue funds to the State General Fund.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 142 --Economic Development Initiatives Fund**

GOVERNOR'S RECOMMENDATION. The Governor recommends the transfer of \$5,785,830 from the Economic Development Initiatives Fund to the State General Fund for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation with the following adjustment:

1. Increase the transfer from the Economic Development Initiatives Fund to the State General Fund by \$5.0 million from \$5,875,830 to \$10,875,830 for FY 2012.

**Sec. 143 --Kansas State Fair Capital Improvements**

GOVERNOR'S RECOMMENDATION. The Governor recommends a transfer of \$50,000 from the State Fair Fee Fund to the State Fair Capital Improvements Fund. This additional transfer would increase the agency's transfer from the State Fair Fee Fund to the State Fair Capital Improvements Fund from \$300,000 to \$350,000 for FY 2012. The Governor also recommends that the agency transfer all or part of its contribution earlier than required from the State Fair Fee Fund to the State Fair Capital Improvements Fund in order to make the required bond payment.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 144 --Housing Trust Fund**

GOVERNOR'S RECOMMENDATION. The Governor recommends adjusting transfer amounts to the State Housing Trust Fund of the Kansas Housing Resources Corporation for FY 2013, and FY 2014. The recommendation would provide no transfer for FY 2011 and FY 2012, and would provide \$2,000,000 from the Economic Development Initiatives Fund for FY 2013 and \$2,000,000 from the State General Fund, and \$2,000,000 from the Economic Development Initiatives Fund for a total of \$4,000,000 for FY 2014.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 145 --Abandoned Oil and Gas Well Transfer**

AGENCY REQUEST. The agency requests transfers of \$400,000 from the State General Fund, State Water Plan Fund, and the Conservation Fee Fund, for a total of \$1.2 million, to the Abandoned Oil and Gas Well Fund for FY 2012 for well-plugging activities.

GOVERNOR'S RECOMMENDATION. The Governor recommends transfers from the State Water Plan Fund of \$374,865 FY 2011 and \$400,000 for FY 2012. The Governor does not recommend a transfer from the State General Fund for FY 2011, FY 2012, or FY 2013.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 146 --Department of Education - Capital Outlay State Aid - Revenue Transfer**

This section delays capital outlay state aid transfers until FY 2014.

**Sec. 147 --Department of Education - School District Capital Improvement State Aid - Revenue Transfer**

AGENCY REQUEST. The agency requests \$100.0 million for Capital Improvement State Aid in FY 2012. This estimate is an increase of \$5.3 million, or 5.7 percent, above the revised FY 2011 estimate.

GOVERNOR'S RECOMMENDATION. The Governor concurs with the agency request for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 148 --Omnibus Reconciliation**

This section establishes the Omnibus Reconciliation bill as the last appropriations bill, and exempts FY 2011 expenditures from the 7.5 percent ending balance statute.

**Sec. 149 --Qualifying Gifts**

This section provides for the transfer of matching funds pursuant to the Faculty of Distinction Program.

**Sec. 150 --University Research and Development Enhancement Act Bonds**

This section provides for the issuance of bonds and payment of bonded indebtedness related to the University Research and Development Enhancement Act.

**Sec. 151 --Infrastructure Maintenance Fund**

GOVERNOR'S RECOMMENDATION. The Governor recommends eliminating transfers from the State General Fund to the Infrastructure Maintenance Fund for FY 2011, FY 2012, and FY 2013.



HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 152 --Local Ad Valorem Tax Reduction Fund**

Eliminate the transfer from the State General Fund to the Local Ad Valorem Tax Reduction Fund for FY 2011, FY 2012, and FY 2013. The transfer will resume for FY 2014 in the amount of \$13.5 million, for FY 2015 in the amount of \$20.3 million, and for FY 2016 in the amount of \$27.0 million.

**Sec. 153 --County and City Revenue Sharing Fund**

Eliminate the transfer from the State General Fund to the City and County Revenue Sharing Fund for FY 2012 and FY 2013.

**Sec. 154 --Special City County Highway Fund**

Delete the transfer from the State General Fund to the Special City County Highway Fund in FY 2010 and FY 2011 and for FY 2012 and FY 2013.

**Sec. 155 --Kansas Qualified Biodiesel Fuel Producer Incentive Fund**

This section transfers \$200,000 from the Economic Development Initiatives Fund to the Kansas Qualified Biodiesel Fuel Producer Incentive Fund for FY 2012.

**Sec. 156 --Kansas Retail Dealers Incentive Fund**

This section prohibits the transfer of monies from the State General Fund to the Retail Dealer Incentive Fund for FY 2012.

**Sec. 157 --State Water Plan Fund**

GOVERNOR'S RECOMMENDATION. The Governor recommends eliminating the statutory transfer of \$6.0 million to the State General Fund to the State Water Plan Fund for FY 2012.

HOUSE COMMITTEE RECOMMENDATION. The House Committee concurs with the Governor's recommendation.

**Sec. 158 --Repealer**

This section repeals the existing 2010 K.S.A. Supplement regarding certain transfers.

**Sec. 159 --Other Statewide Adjustments**

HOUSE RECOMMENDATION.

1. Add language for FY 2012 prohibiting State General Fund expenditures by any state agency for membership dues and subscriptions and lapse any resulting State General Fund savings.

**Sec. 160 --7.5 Percent Pay Suspension for State Officers**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Delete \$5,788,731, including \$4,181,077 from the State General Fund, for a 7.5 percent pay reduction for state officers (legislators, justices, judges, statewide elected officials, statutory agency heads and other constitutional officers of the state) for FY 2012.

**Sec. 161 --State Employee Pay**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Delete \$44.8 million, including \$18.8 million from the State General Fund, to implement up to a 7.5 percent state employee pay reduction for selected state employees. Employees with a salary of \$40,000 or less would not receive a pay reduction. The reduction would escalate from 0.0 percent reduction at \$40,000 in a straight line to 7.5 percent at \$100,000. The reduction would be maintained at 7.5 percent for all those with salaries above \$100,000. For the Executive Branch, funding will be reduced, but all special revenue fund savings will be retained by the agency and salaries will be reduced accordingly. Funding in the Judicial Branch and Legislative Branch will remain in the respective Branch, but salaries will be reduced accordingly. Staff of the Office of the Revisor of Statutes and the Legislative Research Department would be exempted. This Section addresses the reduction for those with a salary over \$100,000.

**Sec. 162 --State Employee Pay**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Delete \$44.8 million, including \$18.8 million from the State General Fund, to implement up to a 7.5 percent state employee pay reduction for selected state employees. Employees with a salary of \$40,000 or less would not receive a pay reduction. The reduction would escalate from 0.0 percent reduction at \$40,000 in a straight line to 7.5 percent at \$100,000. The reduction would be maintained at 7.5 percent for all those with salaries above \$100,000. For the Executive Branch, funding will be reduced, but all special revenue fund savings will be retained by the agency and salaries will be reduced accordingly. Funding in the Judicial Branch and Legislative Branch will remain in the respective Branch, but salaries will be reduced accordingly. Staff of the Office of the Revisor of Statutes and the Legislative Research Department would be exempted. This Section addresses the reduction for those with a salary between \$40,000 and \$100,000.

**Sec. 163 --State Employee Pay**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Add language requiring that all money budgeted for salaries and wages be spent only on salaries and wages, and any State General Fund unencumbered balance for salaries and wages at the end of the FY 2012 be lapsed.

**Sec. 164 --Other Statewide Adjustments**

AGENCY REQUEST. The bill as introduced did not contain this section.

GOVERNOR'S RECOMMENDATION. The bill as introduced did not contain this section.

HOUSE RECOMMENDATION.

1. Add language requiring a 10.0 percent reduction to information technology project expenditures for FY 2012. Allow Legislative and Judicial branch agencies to keep these funds but require that they use them for other programs or other personnel costs.