


FY 2013, FY 2014, and FY 2015

Social Services Budget Committee

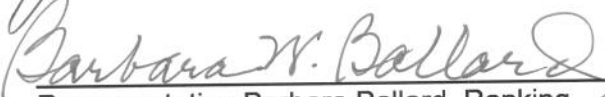
Kansas Department for Aging and Disability Services
Kansas Department of Health and Environment – Division of Health
Kansas Department of Health and Environment – Division of Health Care Finance



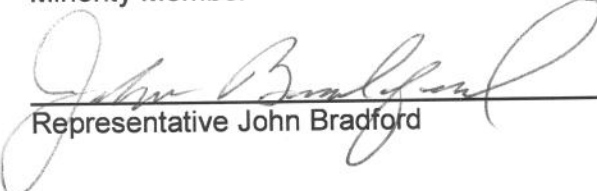
Representative Brian Weber, Chair



Representative Dave Crum, Vice-Chair



Representative Barbara Ballard, Ranking
Minority Member



Representative John Bradford




Representative Susan Concannon




Representative Shanti Gandhi



Representative Randy Garber



Representative Nancy Lusk



Representative Reid Petty

House Budget Committee Report

Agency: Kansas Department for Aging and Disability Services **Bill No.** HB 2088

Bill Sec. 29

Analyst: Mariani

Analysis Pg. No. 999

Budget Page No. 189

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 641,246,736	\$ 642,588,306	\$ 0
Other Funds	897,737,540	887,533,951	0
Subtotal	\$ 1,538,984,276	\$ 1,530,122,257	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	11,063,138	11,063,138	0
Subtotal	\$ 11,063,138	\$ 11,063,138	\$ 0
TOTAL	\$ 1,550,047,414	\$ 1,541,185,395	\$ 0
FTE positions	247.5	247.5	0.0
Non FTE Uncl. Perm. Pos.	31.0	31.0	0.0
TOTAL	278.5	278.5	0.0

Agency Estimate

The **agency** requests a revised FY 2013 operating estimate of \$1.5 billion, including \$641.2 million from the State General Fund. The FY 2013 revised estimate is an increase of \$16.7 million in all funds, or 1.1 percent, above the amount approved by the 2012 Legislature. The estimate includes funding from the State General Fund, as approved by the 2012 Legislature adjusted for reappropriations. The increase is attributable to \$3.1 million not spent in FY 2012 and reappropriated from FY 2012, \$225,553 in additional negotiated transfers from the Department for Children and Families for the programs and services now administered by KDADS and the addition of \$1.0 million to annualize the Money Follows the Person transfers made in FY 2012. The estimate includes 247.5 FTE positions and 31.0 non-FTE positions which is a reduction of 29.9 FTE positions from the FY 2013 approved amount largely due to the 2012 Legislative provision to eliminate 70.0 percent of vacant positions that had been unfilled for greater than 120 days as of June 30, 2012.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$1.5 billion, including \$642.6 million from the State General Fund. The recommendation is an increase of \$7.8 million from all sources, or 0.5 percent, and an increase of \$2.5 million from the State General Fund, or 0.4 percent, above the FY 2013 approved budget. The recommendation is a decrease of \$8.9

million, or 0.6 percent, from all funds, below the FY 2013 agency request and an increase of \$1.3 million, or 0.2 percent, from the State General Fund, above the FY 2013 agency revised estimate. The recommendation reflects the policy decision to transfer many programs, including administration of the state hospitals to the Department for Aging and Disability Services, from the Department of Social and Rehabilitation Services and the Kansas Department of Health and Environment. The recommendation also reflects the caseload adjustments agreed upon during the November 2012 Human Services consensus caseload estimating meeting.

House Budget Committee Recommendation

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

House Budget Committee Report

Agency: Kansas Department for Aging and Disability Services **Bill No.** HB 2231

Bill Sec. 83

Analyst: Mariani

Analysis Pg. No. 999

Budget Page No. 189

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014 *	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 641,710,107	\$ 628,447,476	\$ 301,000
Other Funds	894,049,140	864,173,608	1,349,372
Subtotal	\$ 1,535,759,247	\$ 1,492,621,084	\$ 1,650,372
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	6,020,629	7,105,000	0
Subtotal	\$ 6,020,629	\$ 7,105,000	\$ 0
TOTAL	\$ 1,541,779,876	\$ 1,499,726,084	\$ 1,650,372
FTE positions	247.5	233.0	0.0
Non FTE Uncl. Perm. Pos.	31.0	31.0	0.0
TOTAL	278.5	264.0	0.0

* Includes GBA No. 1, Item 7, regarding Mental Health At-Risk Grants funding shift from State Highway Fund to CHIP performance bonus.

Agency Request

The **agency** requests FY 2014 operating expenditures of \$1.5 billion, a decrease of \$3.2 million, or 0.2 percent, below the revised current year estimate. The request includes State General Fund expenditures of \$641.7 million, a decrease of \$463,371, or 0.1 percent, below the revised current year estimate. The request includes 247.5 FTE positions and 31.0 non-FTE positions, the same as the revised current year estimate. The request includes four enhancement requests totaling \$16.5 million, including \$7.5 million from the State General Fund. Absent the enhancements, the request would be a decrease of \$19.7 million, or 1.3 percent, from all funding sources and a decrease of \$7.0 million, or 1.1 percent, from the State General Fund, below the FY 2013 revised estimate.

Governor's Recommendation

The **Governor** recommends operating expenditures totaling \$1.5 billion, including \$628.4 million from the State General Fund. The recommendation is a decrease in all funds of \$43.1 million, or 2.8 percent, and a State General Fund decrease of \$13.3 million, or 2.1 percent, below the agency request. The recommendation reflects a \$37.5 million, or 2.5 percent, decrease in all funds below the FY 2013 Governor recommendation. The recommendation reflects 233.0 FTE positions and 31.0 non-FTE positions, a decrease of 14.5 FTE positions. The

recommendation also reflects the caseload adjustments agreed upon during the November 2012 Human Services consensus caseload estimating meeting. The Governor's recommendation includes a decrease of \$17,622, including \$6,102 from the State General Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contributions from the statutory 1.0 percent to 0.85 percent for FY 2014.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments and observations:

1. Add \$639,036 including \$276,000 from the State General Fund, to the Home and Community Based Services Waiver for individuals with Developmental Disabilities (HCBS/DD) to serve approximately 15 individuals from the waiting list currently waiting for waiver services. This recommendation utilizes State General Fund moneys recommended for reduction from the Kansas Neurological Institute budget associated with consolidation of homes on the campus for FY 2014.
2. Add \$25,000, all from the State General Fund, for an annual contract with the Kansas Law Enforcement Training Center to provide two 40-hour Crisis Intervention Team state-wide events per year for law enforcement officers. This utilizes State General Fund moneys recommended for reduction from the Kansas Neurological Institute budget associated with consolidation of homes on the campus for FY 2014.
3. Delete \$986,336, from the Problem Gambling and Addictions Grant Fund, and add \$986,336, from the Other State Fee Fund, for the Medicaid substance abuse managed care services for FY 2014.

KSA 41-2622 directs 1/10 of the funds collected from taxes imposed on alcohol and spirits, which is approximately \$3.2 million annually, to be credited to the Alcoholism and Intoxication Programs (Alcoholism Treatment Account) in accordance with KSA 41-501 and deposited into the Other State Fee Fund. KSA 41-1126 states the Alcoholism Treatment Account may be used to "provide financial assistance to community based alcoholism and intoxication treatment programs". The Alcoholism Treatment Account has a balance of \$2.0 million.

The Governor's recommendation included \$6,450,000 from the Problem Gambling and Addictions Grant Fund for Medicaid substance abuse managed care. This action will fund Medicaid substance abuse managed care at \$5,463,664 from the Problem Gambling and Addictions Grant Fund and \$986,336 from the Other State Fee Fund (Alcoholism Treatment Account) for the Governor's recommended total of \$6,450,000 for FY 2014.

4. Add \$986,336, all from the Problem Gambling and Addictions Grant Fund, to Substance Use Disorder Grants for FY 2014 for a total of \$21,317,808. This action restores the reduction of \$986,336 in the Substance Use Disorder Grants as a result of the estimated reduced revenues to the Problem Gambling and Addictions Grant Fund from the Expanded Lottery Act revenues.

The Committee offset the reduction with a funding shift (see Item No. 3 above) using funds from the Other State Fee Fund (Alcoholism Treatment Account). Available funding

in the amount of \$946,336 from the Alcoholism Treatment Account of the Other State Fee Fund is substituted for Problem Gambling and Addictions Grant Fund in the Medicaid substance abuse managed care. This allows \$946,336 in Problem Gambling and Addictions Grant Fund to be used for Substance Use Disorder Grants and maintain level funding for FY 2014. The Committee notes that under this recommendation, problem gambling and addiction services is funded at a level consistent with previous fiscal years and concerns on how the Problem Gambling Account Fund money is spent are addressed. The committee encourages this funding mechanism to be continued.

5. Review at Omnibus the status of HB 2160, regarding extension of the the Nursing Facility provider assessment and determine if the potential shortfall in the Nursing Facilities program has been addressed.
6. The Budget Committee notes its concern with the number of people waiting to receive Home and Community Based Waiver Services. The Committee acknowledges the amount of funding added in the report to serve individuals waiting for services from the Home and Community Based Services waiver for individuals with Developmental Disabilities does not fix the larger problem. The Committee encourages the House Appropriations Committee to continue to review the waiting lists and look for potential funding sources to serve additional individuals on the waivers and consider adopting a plan to reduce the waiting lists.

The Budget Committee further requests the agency report back to the Committee before Omnibus on potential options for using State General Fund money in the state aid grants to Community Development Disability Organizations (CDDO) to serve individuals waiting for services from the Home and Community Based Services waivers. The Budget Committee requests review of this item at Omnibus to examine whether all or a portion of the \$5.0 million in state aid could be matched with federal funds and used to reduce the number of individuals waiting to receive Home and community Based Services for FY 2014.

House Budget Committee Report

Agency: Kansas Department for Aging and Disability Services **Bill No.** HB 2231

Bill Sec. 84

Analyst: Mariani

Analysis Pg. No. 999

Budget Page No. 189

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 646,531,721	\$ 301,000
Other Funds	--	897,200,492	1,349,372
Subtotal	\$ --	\$ 1,543,732,213	\$ 1,650,372
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	7,305,000	0
Subtotal	\$ 0	\$ 7,305,000	\$ 0
TOTAL	\$ 0	\$ 1,551,037,213	\$ 1,650,372
FTE positions	--	233.0	0.0
Non FTE Uncl. Perm. Pos.	--	31.0	0.0
TOTAL	--	264.0	0.0

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends expenditures totaling \$1.6 billion of which \$646.5 million is from the State General Fund. The recommendation is an all funds increase of \$51.1 million, or 3.4 percent, and a State General Fund increase of \$18.1 million, or 2.9 percent, above the FY 2014 recommendation. The recommendation reflects 233.0 FTE positions and 31.0 non-FTE positions the same as the FY 2014 Recommendation. The increase is largely attributable to adjustments in caseload estimates.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments and observations:

1. Add \$639,036, including \$276,000 from the State General Fund, to the Home and Community Based Services Waiver for individuals with Developmental Disabilities (HCBS/DD) to serve approximately 15 individuals on the waiting list currently waiting for waiver services for FY 2015. This recommendation utilizes State General Fund moneys recommended for reduction from the Kansas Neurological Institute budget associated with consolidation of homes on the campus in FY 2014.
2. Add \$25,000, all from the State General Fund, for an annual contract with the Kansas Law Enforcement Training Center to provide two 40-hour Crisis Intervention Team state-wide events per year for law enforcement officers for FY 2015. This utilizes State General Fund moneys recommended for reduction from the Kansas Neurological Institute budget associated with consolidation of homes on the campus in FY 2014.
3. Delete \$986,336, from the Problem Gambling and Addictions Grant Fund, and add \$986,336, from the Other State Fee Fund, for the Medicaid substance abuse managed care services for FY 2015.

KSA 41-2622 directs 1/10 of the funds collected from taxes imposed on alcohol and spirits, which is approximately \$3.2 million annually, to be credited to the Alcoholism and Intoxication Programs (Alcoholism Treatment Account) in accordance with KSA 41-501 and deposited into the Other State Fee Fund. KSA 41-1126 states the Alcoholism Treatment Account may be used to "provide financial assistance to community based alcoholism and intoxication treatment programs". The Alcoholism Treatment Account has a balance of \$2.0 million.

The Governor's recommendation included \$6,450,000 from the Problem Gambling and Addictions Grant Fund for Medicaid substance abuse managed care. This action will fund Medicaid substance abuse managed care at \$5,463,664 from the Problem Gambling and Addictions Grant Fund and \$986,336 from the Other State Fee Fund (Alcoholism Treatment Account) for the Governor's recommended total of \$6,450,000 for FY 2015.

4. Add \$986,336, all from the Problem Gambling and Addictions Grant Fund, for to Substance Use Disorder Grants for FY 2015 for a total of \$21,317,808. This action restores the reduction of \$986,336 in the Substance Use Disorder Grants as a result of the estimated reduced revenues to the Problem Gambling and Addictions Grant Fund from the Expanded Lottery Act revenues.

The Committee offset the reduction with a funding shift (see Item No. 3 above) using funds from the Other State Fee Fund (Alcoholism Treatment Account). Available funding in the amount of \$946,336 from the Alcoholism Treatment Account of the Other State Fee Fund is substituted for Problem Gambling and Addictions Grant Fund in the Medicaid substance abuse managed care. This allows \$946,336 in Problem Gambling and Addictions Grant Fund to be used for Substance Use Disorder Grants and maintain level funding for FY 2015. The Committee notes that under this recommendation, problem gambling and addiction services is funded at a level consistent with previous fiscal years and concerns on how the Problem Gambling Account Fund money is spent are addressed. The committee encourages this funding mechanism to be continued.

5. The Budget Committee notes its concern with the number of people waiting to receive Home and Community Based Waiver Services. The Committee acknowledges the amount of funding added in the report to serve individuals waiting for services from the Home and Community Based Services waiver for individuals with Developmental

Disabilities does not fix the larger problem. The Committee encourages the House Appropriations Committee to continue to review the waiting lists and look for potential funding sources to serve additional individuals on the waivers and consider adopting a plan to reduce the waiting lists.

6. The Budget Committee recommends the House Appropriations Committee review FY 2015 agency budgets during the 2014 session taking into account agency adjustment requests due to the fact there was no agency input for the Governor's Fiscal Year 2015 budget recommendations.

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health **Bill No.** HB 2088

Bill Sec. --

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 23,745,473	\$ 23,745,473	\$ 0
Other Funds	150,828,861	150,828,861	0
Subtotal	<u>\$ 174,574,334</u>	<u>\$ 174,574,334</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 174,574,334</u></u>	<u><u>\$ 174,574,334</u></u>	<u><u>\$ 0</u></u>
FTE positions	279.4	279.4	0.0
Non FTE Uncl. Perm. Pos.	200.3	199.3	0.0
TOTAL	<u><u>479.7</u></u>	<u><u>478.7</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** requests for the Health function a revised 2013 estimate of \$174.6 million from all funding sources, an increase of \$1.7 million, or 1.0 percent, and \$23.7 million from the State General Fund, an increase of \$1.3 million, or 6.0 percent, above the amount approved the 2012 Legislature. The request includes 279.4 FTE positions.

Governor's Recommendation

The **Governor** recommends FY 2013 expenditures of \$174.6 million from all funds and \$23.7 million from the State General Fund, the same as the agency request, and an all funds increase of \$1.7 million, or 1.0 percent, and State General Fund increase of \$1.3 million or 6.0 percent above the amount approved by the 2012 Legislature. The recommendation includes 279.4 FTE positions, the same as the agency request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendations.

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health **Bill No.** HB 2231

Bill Sec. 77

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 23,080,690	\$ 21,079,350	\$ 317,292
Other Funds	149,461,353	149,380,810	0
Subtotal	\$ 172,542,043	\$ 170,460,160	\$ 317,292
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 172,542,043	\$ 170,460,160	\$ 317,292
FTE positions	279.4	279.4	0.0
Non FTE Uncl. Perm. Pos.	199.3	199.3	0.0
TOTAL	478.7	478.7	0.0

Agency Request

The **agency** requests for the Health function FY 2014 expenditures of \$172.5 million from all funding sources, a decrease of \$2.0 million, or 1.2 percent, and \$23.1 million from the State General Fund, a decrease of \$664,783, or 2.8 percent, below the FY 2013 revised estimate. The request includes 279.4 FTE positions.

Governor's Recommendation

The **Governor** recommends FY 2014 expenditures of \$170.5 million from all funding sources, a decrease of \$2.1 million, or 1.2 percent, and \$21.1 million from the State General Fund, a decrease of \$2.0 million, or 8.7 percent, below the agency request. The recommendation is an all funds decrease of \$4.1 million, or 2.4 percent, and a State General Fund decrease of \$2.7 million, or 11.2 percent, below the FY 2013 recommendation. The recommendation includes 279.4 FTE positions, the same as the agency request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment:

1. Add \$317,292, all from the State General Fund, for Primary Care - Safety Net Clinics for total program expenditures of \$7,567,716 for FY 2014.

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health **Bill No.** HB 2231

Bill Sec. 78

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 21,117,021	\$ 317,292
Other Funds	--	149,570,541	0
Subtotal	\$ --	\$ 170,687,562	\$ 317,292
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 170,687,562	\$ 317,292
FTE positions	--	279.4	0.0
Non FTE Uncl. Perm. Pos.	--	199.3	0.0
TOTAL	--	478.7	0.0

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends FY 2015 reportable expenditures of \$170.7 million, including \$21.1 million from the State General Fund, which is an increase of \$227,402, or 0.1 percent, above the FY 2014 Governor's recommendation. The increase is attributable to adjustments in salaries and wages.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment and observation:

1. Add \$317,292, all from the State General Fund, for Primary Care - Safety Net Clinics for total program expenditures of \$7,567,716 for FY 2015.
2. The Budget Committee recommends the House Appropriations Committee review FY 2015 agency budgets during the 2014 session taking into account agency adjustment requests due to the fact there was no agency input for the Governor's Fiscal Year 2015 budget recommendations.

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health Care Finance **Bill No.** HB 2088

Bill Sec. 28

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013 *	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 665,384,038	\$ 644,016,366	\$ 0
Other Funds	1,167,253,567	1,144,922,895	0
Subtotal	<u>\$ 1,832,637,605</u>	<u>\$ 1,788,939,261</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 1,832,637,605</u></u>	<u><u>\$ 1,788,939,261</u></u>	<u><u>\$ 0</u></u>
FTE positions	138.0	144.0	0.0
Non FTE Uncl. Perm. Pos.	39.0	39.0	0.0
TOTAL	<u><u>177.0</u></u>	<u><u>183.0</u></u>	<u><u>0.0</u></u>

* Includes GBA No. 1, Item 6, which deletes \$1.0 million from the State General Fund and adds \$1.0 million from the Medicaid Management Information System and Data Analysis Fund to make a technical correction.

Agency Estimate

The **agency** requests for the Health Care Finance function a revised 2013 estimate of \$1.8 billion from all funding sources, an increase of \$28.9 million, or 1.6 percent, above the amount approved by the 2012 Legislature and \$23.7 million from the State General Fund, a decrease of \$515,815, or 0.1 percent, below the amount approved the 2012 Legislature. The request includes 138.0 FTE positions.

Governor's Recommendation

The **Governor** recommends FY 2013 reportable expenditures of \$1.8 billion, including \$645.0 million from the State General Fund. This is an all funds reduction of \$14.8 million, or 0.8 percent and a State General Fund decrease of \$20.9 million, or 3.1 percent, below the FY 2013 approved amount. The Governor's recommendation includes 144.0 FTE positions, an increase of 6.0 FTE positions above the agency request. The recommendation also includes \$1.6 billion, including \$612.4 million from the State General Fund, to fully fund the human services consensus caseload estimate for the regular medical Medicaid program for FY 2013.

House Budget Committee Recommendation

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

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health Care Finance **Bill No.** HB 2231

Bill Sec. 79

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 665,230,968	\$ 647,380,297	\$ 0
Other Funds	1,137,974,874	1,139,027,341	0
Subtotal	<u>\$ 1,803,205,842</u>	<u>\$ 1,786,407,638</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 1,803,205,842</u></u>	<u><u>\$ 1,786,407,638</u></u>	<u><u>\$ 0</u></u>
FTE positions	138.0	144.0	0.0
Non FTE Uncl. Perm. Pos.	39.0	39.0	0.0
TOTAL	<u><u>177.0</u></u>	<u><u>183.0</u></u>	<u><u>0.0</u></u>

Agency Request

For FY 2014, the **agency** requests expenditures of \$1.8 billion for the Health Care Finance function, a decrease of \$29.4 million, or 1.6 percent, below the FY 2013 revised estimate. The request includes State General Fund expenditures of \$665.2 million, a decrease of \$153,070, or less than 0.1 percent, below the FY 2013 revised estimate. The request includes 138.0 FTE positions.

Governor's Recommendation

The **Governor** recommends FY 2014 expenditures of \$1.8 billion for the Health Care Finance function, a decrease of \$16.7 million, or 0.9 percent, below the FY 2014 agency request and a decrease of \$2.5 million, or 0.1 percent, below the FY 2013 recommendation and State General Fund expenditures of \$647.4 million, a decrease of \$17.9 million, or 2.7 percent, below the FY 2014 agency request and an increase of \$2.4 million, or 0.4 percent, above the FY 2013 recommendation. The recommendation includes 144.0 FTE positions.

The recommendation includes \$1.6 billion, including \$618.3 million from the State General Fund, to fund the fall human services caseload estimate for the Regular Medical Medicaid program for FY 2014. The fall human services consensus estimate for the Regular

Medical program is an increase in expenditures of \$27.3 million from all funding sources and \$5.9 million from the State General Fund above the FY 2013 recommendation.

The Governor's recommendation added \$307,320, including \$153,660 from the State General Fund, and 6.0 FTE positions for the transfer of Working Healthy positions from the Department for Children and Families as requested after budget submission by the agencies. The manager of this program has been in KDHE and this would bring the program staff into the agency as well. The Governor also added \$1.5 million, including \$750,000 from the State General Fund, for a KanCare Data Platform to provide additional data for monitoring KanCare.

House Budget Committee Recommendation

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

House Budget Committee Report

Agency: Kansas Department of Health and Environment – Division of Health Care Finance **Bill No.** HB 2231

Bill Sec. 80

Analyst: Mariani

Analysis Pg. No. 907

Budget Page No. 214

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 688,219,076	\$ 0
Other Funds	--	1,205,023,246	0
Subtotal	\$ --	\$ 1,893,242,322	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 1,893,242,322	\$ 0
FTE positions	--	144.0	0.0
Non FTE Uncl. Perm. Pos.	--	39.0	0.0
TOTAL	--	183.0	0.0

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends FY 2015 reportable expenditures of \$1.9 billion, including \$688.2 million from the State General Fund, which is an increase of \$106.8 million, or 6.0 percent, above the FY 2014 Governor's recommendation. The increase is attributable to adjustments in salaries and wages and regular medical expenditures in the Medicaid program.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following observation:

1. The Committee recommends the House Appropriations Committee review FY 2015 agency budgets during the 2014 session taking into account agency adjustment requests due to the fact there was no agency input for the Governor's Fiscal Year 2015 budget recommendations.