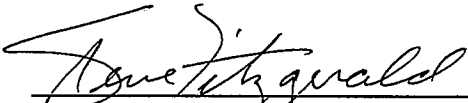


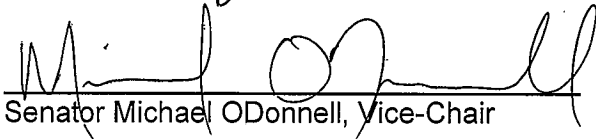
FY 2013, FY 2014, and FY 2015

Senate Ways and Means Subcommittee

Board of Indigents' Defense Services
Kansas Lottery
Kansas Racing and Gaming Commission



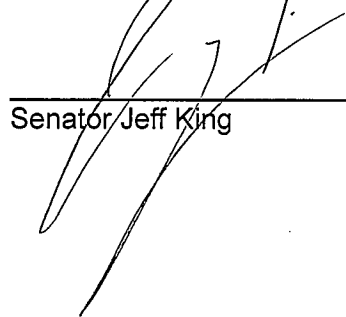
Senator Steve Fitzgerald, Chair



Senator Michael O'Donnell, Vice-Chair



Senator David Haley, Ranking Minority
Member



Senator Jeff King

Senate Ways and Means Committee
Date: 02-06-2013
Attachment #: 6

Senate Subcommittee Report

Agency: Board of Indigents' Defense Services

Bill No. SB 76

Bill Sec. 16

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 62

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 23,587,540	\$ 23,392,072	\$ 0
Other Funds	796,647	796,647	0
Subtotal	<u>\$ 24,384,187</u>	<u>\$ 24,188,719</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>\$ 24,384,187</u></u>	<u><u>\$ 24,188,719</u></u>	<u><u>\$ 0</u></u>
FTE positions	187.5	187.5	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	<u><u>188.0</u></u>	<u><u>188.0</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** requests a revised FY 2013 operating budget totaling \$24.4 million, including \$23.6 million from the State General Fund. The State General Fund request is an increase of \$300,000, or 1.3 percent, above the FY 2013 approved budget. The increase is attributable to a supplemental request of \$300,000, all from the State General Fund, for court reporter services. The increase is partially offset by a reduction in expenditures of \$76,553 from the Indigents' Defense Services Fund due to the exhaustion of the funds resources.

The request also includes a reduction in special revenue funds of \$76,553, or 8.8 percent, below the approved amount. The reductions is attributable to depletion of the Indigents' Defense Services Fund. The request includes 187.5 FTE positions and 0.5 non-FTE unclassified permanent positions. The FTE request is a 0.5 FTE decrease and a 2.0 non-FTE decrease for a reduction 2.5 positions.

Governor's Recommendation

The **Governor** recommends \$24.2 million, including \$23.4 million from the State General Fund, for operating expenditures in FY 2013. The Governor's recommendation is a State General Fund increase of \$104,532, or 0.4 percent, above the FY 2013 approved budget. The State General Fund recommendation is a decrease of \$195,468, or 0.8 percent, below the FY

2013 agency revised estimate. The Governor's special revenue fund recommendation is unchanged from the agency request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Board of Indigents' Defense Services

Bill No. SB 110

Bill Sec. 45

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 62

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 25,322,443	\$ 23,023,510	\$ 0
Other Funds	750,635	750,635	0
Subtotal	<u>\$ 26,073,078</u>	<u>\$ 23,774,145</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>\$ 26,073,078</u></u>	<u><u>\$ 23,774,145</u></u>	<u><u>\$ 0</u></u>
FTE positions	187.5	187.5	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	<u><u>188.0</u></u>	<u><u>188.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests a FY 2014 budget totaling \$26.1 million, including \$25.3 million from the State General Fund. The State General Fund request is \$1.7 million, or 7.4 percent, above the agency's FY 2013 revised estimate. The increase is due to enhancements requests of \$2.0 million, all from the State General Fund. Absent the enhancements, the request is an all funds decrease of \$351,606, or 1.4 percent, and a State General Fund decrease of \$305,594, or 1.3 percent, below the FY 2013 revised estimate. The special revenue fund reduction of \$46,062 is due to the depletion of reserve funds in the Indigent's Defense Services Fund and the In-Service Education Fund. The request includes 187.5 FTE positions, the same as the current year.

Governor's Recommendation

The **Governor** recommends a FY 2014 operating budget of \$23.8 million, including \$23.0 million from the State General Fund. The recommendation is a State General fund reduction of \$2.3 million, or 9.1 percent, below the FY 2014 agency request. The recommendation is a State General Fund reduction of \$368,562, or 1.6 percent, below the FY 2013 Governor's recommendation. The Governor's special revenue fund recommendation is unchanged from the agency estimate.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Board of Indigents' Defense Services

Bill No. SB 110

Bill Sec. 46

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 62

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 23,118,846	\$ 0
Other Funds	--	750,635	0
Subtotal	\$ --	\$ 23,869,481	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 23,869,481	\$ 0
FTE positions	--	187.5	0.0
Non FTE Uncl. Perm. Pos.	--	0.5	0.0
TOTAL	--	188.0	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 a FY 2015 budget of \$23.9 million, including \$23.1 million from the State General Fund. The recommendation is a State General Fund increase of \$95,336, or 0.4 percent, above the FY 2014 Governor's recommendation. The State General Fund increase is attributable to an increase in salaries and wages due to increased employer contributions for the Kansas Public Employee Retirement System and group health insurance. The Governor concurs with the agency special revenue fund request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Lottery

Bill No. SB 76

Bill Sec. 23

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 88

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	351,779,945	322,038,954	0
Subtotal	\$ 351,779,945	\$ 322,038,954	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 351,779,945	\$ 322,038,954	\$ 0
FTE positions	95.0	90.0	0.0
Non FTE Uncl. Perm. Pos.	15.0	15.0	0.0
TOTAL	110.0	105.0	0.0

Agency Estimate

The **agency** requests a revised FY 2013 budget totaling \$351.8 million, all from special revenue funds, a decrease of \$6.3 million, or 1.8 percent below the approved amount. The agency estimates operating expenditures will increase by \$1.5 million. The operating expenditure increase is offset by a change in the Lottery Prize Payment fund reserve account of \$7.8 million. The agency reclassified \$7.9 million in the Prize Payment Fund as non-expense items by increasing the amount set-aside for federal taxes by \$8.2 million and reducing the amount set aside for state taxes by \$381,559. The reclassification removes the funds from the reportable portion of the agency budget.

The agency requests 95.0 FTE positions and 15.0 Non-FTE unclassified permanent positions. This is a decrease of 1.0 FTE position and an increase of 10.0 Non-FTE positions from the approved number.

Governor's Recommendation

The **Governor** recommends a FY 2013 budget of \$322.0 million, all from special revenue funds, a decrease of \$29.7 million, or 8.5 percent, below the FY 2013 revised estimate. The reduction is attributable to revised consensus revenue estimates for expanded gaming (\$29.3 million) and the elimination of 5.0 vacant funded FTE positions and increasing the salaries and wages shrinkage rate (\$493,011). The reductions are partially offset by the addition

Senate Subcommittee Report

Agency: Kansas Lottery

Bill No. SB 110

Bill Sec. 65

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 88

<u>Expenditure Summary</u>	<u>Agency Request FY 2014</u>	<u>Governor Recommendation FY 2014</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	377,514,706	343,157,756	0
Subtotal	<u>\$ 377,514,706</u>	<u>\$ 343,157,756</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>\$ 377,514,706</u></u>	<u><u>\$ 343,157,756</u></u>	<u><u>\$ 0</u></u>
FTE positions	95.0	90.0	0.0
Non FTE Uncl. Perm. Pos.	15.0	15.0	0.0
TOTAL	<u><u>110.0</u></u>	<u><u>105.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests a FY 2014 budget totaling \$377.5 million, an increase of \$25.7 million, or 7.3 percent, above the FY 2013 revised request. The majority of the increase is attributable to facility manager fees (\$24.0 million), G-tech fees for processing gaming facility funds (\$99,500), expanded lottery transfers to local units of government (\$987,000), printing and on-line vendor commissions (\$373,862), the reserve in the lottery prize payment fund (\$124,518), and fees for a security audit from Legislative Post Audit (\$114,000). The agency requests 95.0 FTE positions and 15.0 Non-FTE unclassified permanent positions.

Governor's Recommendation

The **Governor** recommends a FY 2014 budget of \$343.2 million, all from special revenue funds, a decrease of \$34.4 million, or 9.1 percent, below the FY 2014 agency request. The reduction is attributable to adoption of revised consensus revenue estimates for expanded gaming (\$33.9 million), the elimination of 5.0 vacant funded FTE positions and increasing the shrinkage rate (\$496,813), a decrease of \$7,005, all from special revenue funds, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014.

6-8

The reductions are partially offset by the addition of \$76,868 in approved expenditures from the lottery prize payment fund to correct a technical error in the agency budget submission. The Governor recommends 90.0 FTE positions, a reduction of 5.0 FTE from the agency request.

The Governor also recommends increasing the State Gaming Revenue Fund transfer by \$500,000 to \$73.5 million for FY 2014. Monies transferred to the State Gaming Revenue Fund in excess of \$50.0 million are deposited in the State General Fund.

Senate Subcommittee Recommendation

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

1. Increase the statutory transfer from the State Gaming Revenues Fund by 4.0 percent, or \$2.92 million, from the FY 2014 agency request. The revised recommendation is for a transfer of \$75.92 million, an increase of \$2.42 million, over the FY 2014 Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Lottery

Bill No. SB 110

Bill Sec. 66

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 88

<u>Expenditure Summary</u>	<u>Agency Request FY 2015</u>	<u>Governor Recommendation FY 2015</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	356,853,298	0
Subtotal	<u>\$ --</u>	<u>\$ 356,853,298</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	<u>\$ --</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ --</u></u>	<u><u>\$ 356,853,298</u></u>	<u><u>\$ 0</u></u>
FTE positions	--	90.0	0.0
Non FTE Uncl. Perm. Pos.	--	15.0	0.0
TOTAL	<u><u>--</u></u>	<u><u>105.0</u></u>	<u><u>0.0</u></u>

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 a FY 2015 budget of \$356.9 million, all from special revenue funds, an increase of \$13.7 million, or 4.0 percent, above the FY 2014 Governor's recommendation. The consensus revenue group for the expanded lottery act revenue fund does not have official estimates for FY 2015; however, using the tentative projections the Governor recommends increasing the revenue by \$13.0 million over FY 2014. The Governor also recommends adding \$50,799, all from special revenue funds, for employer contributions to the Kansas Public Employee Retirement System, \$500,000 for the G-tech on-line vendor fees, and \$146,743 in ticket printing costs. The recommendation continues to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014. The Governor recommends 90.0 FTE positions.

The Governor also recommends a State Gaming Revenue Fund transfer of \$74.0 million for FY 2015, an increase of \$500,000 above the FY 2014 recommended transfer. Monies transferred to the State Gaming Revenue Fund in excess of \$50.0 million are deposited in the State General Fund.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Racing and Gaming
Commission

Bill No. SB 76

Bill Sec. 24

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 90

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	7,738,308	7,688,249	0
Subtotal	\$ 7,738,308	\$ 7,688,249	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 7,738,308	\$ 7,688,249	\$ 0
FTE positions	93.5	93.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	93.5	93.5	0.0

Agency Estimate

The **agency** estimates a revised FY 2013 budget totaling \$7,738,308, all from special revenue funds. The revised estimate is an increase of \$395,354, or 5.4 percent, above the approved amount. The revised estimate includes 98.0 FTE positions, a reduction of 4.5 FTE positions below the approved number.

Governor's Recommendation

The **Governor** recommends a FY 2013 operating budget of \$7.7 million, all from special revenue funds. The recommendation is a decrease of \$50,059, or 0.6 percent, below the FY 2013 agency request. The decrease is attributable to increasing the agency salaries and wages shrinkage rate to 3.0 percent for all programs. The current shrinkage rate is approximately 2.2 percent. The Governor recommends 93.5 FTE positions, the same as the agency request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Racing and Gaming
Commission

Bill No. SB 110

Bill Sec. 67

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 90

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	7,654,315	7,590,381	0
Subtotal	\$ 7,654,315	\$ 7,590,381	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 7,654,315	\$ 7,590,381	\$ 0
FTE positions	93.5	93.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	93.5	93.5	0.0

Agency Request

The **agency** requests a FY 2014 budget totaling \$7.7 million, all from special revenue funds. The request is a decrease of \$83,933, or 1.1 percent, below the agency's FY 2013 revised budget estimate. The request includes 93.5 FTE positions, the same as FY 2013.

Governor's Recommendation

The **Governor** recommends a FY 2014 operating budget of \$7.6 million, all from special revenue funds. The recommendation is a decrease of \$63,934, or 0.8 percent, below the FY 2014 agency request. The decrease is attributable to increasing the agency salaries and wages shrinkage rate to 3.0 percent for all programs (\$57,436). The FY 2014 shrinkage rate is approximately 2.2 percent. The Governor further recommends deleting \$6,498, all from special revenue funds, to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014. The Governor recommends 93.5 FTE positions, the same as the agency request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

Senate Subcommittee Report

Agency: Kansas Racing and Gaming
Commission

Bill No. SB 110

Bill Sec. 68

Analyst: Dear

Analysis Pg. No. --

Budget Page No. 90

<u>Expenditure Summary</u>	<u>Agency Request FY 2015</u>	<u>Governor Recommendation FY 2015</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	7,634,574	0
Subtotal	<u>\$ --</u>	<u>\$ 7,634,574</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	<u>\$ --</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ --</u></u>	<u><u>\$ 7,634,574</u></u>	<u><u>\$ 0</u></u>
FTE positions	--	93.5	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	<u><u>--</u></u>	<u><u>93.5</u></u>	<u><u>0.0</u></u>

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 a FY 2015 operating budget of \$7.6 million, all from special revenue funds. The recommendation is an increase of \$44,193, or 0.6 percent, above the FY 2014 Governor's recommendation. The Governor maintains the salaries and wages shrinkage rate at 3.0 percent and reduces the KPERS death and disability employer contribution from the statutory 1.0 to 0.85 percent, the same as FY 2014. The recommendation recommends adding \$44,193, all from special revenue funds, to fund the statutory formula for employer contribution to the Kansas Public Employee Retirement System. The Governor recommends 93.5 FTE positions.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.