

FY 2013, FY 2014, and FY 2015

Senate Ways and Means Subcommittee

Health Care Stabilization Fund Board of Governors
Office of the Governor
Office of the Lieutenant Governor
Attorney General
Kansas Insurance Department
Secretary of State
Office of the State Treasurer



Senator Ty Masterson, Chair



Senator Steve Fitzgerald, Vice-Chair



Senator Laura Kelly, Ranking Minority
Member

Senate Ways and Means Committee
Date: 02-14-2013
Attachment #: 1

Senate Subcommittee Report

Agency: Health Care Stabilization Fund
Board of Governors

Bill No. SB 76

Bill Sec. --

Analyst: Deckard

Analysis Pg. No. 302

Budget Page No. 64

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	32,573,843	32,573,843	0
Subtotal	<u>\$ 32,573,843</u>	<u>\$ 32,573,843</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>\$ 32,573,843</u></u>	<u><u>\$ 32,573,843</u></u>	<u><u>\$ 0</u></u>
FTE positions	18.0	18.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>18.0</u></u>	<u><u>18.0</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** estimates a revised FY 2013 budget of \$32,573,843, all from special revenue funds, which is a decrease of \$4,098,423, or 11.2 percent below the amount approved by the 2012 Legislature. The decrease was associated with a revised estimate in claims expenditures including \$3,683,465 in other assistance payments. The decreases are partially offset by an increase of \$2,207, all from special revenue funds, as the result of the 2012 Legislature's approved undermarket pay distributed by the State Finance Council.

Governor's Recommendation

The **Governor** recommends FY 2013 expenditures of \$32,573,843, all from special revenue funds, the same as the agency's revised estimate.

Senate Subcommittee Recommendation

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

Senate Subcommittee Report

Agency: Health Care Stabilization Fund
Board of Governors

Bill No. SB 110

Bill Sec. 41

Analyst: Deckard

Analysis Pg. No. 302

Budget Page No. 64

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	37,535,248	37,533,863	0
Subtotal	<u>\$ 37,535,248</u>	<u>\$ 37,533,863</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>\$ 37,535,248</u></u>	<u><u>\$ 37,533,863</u></u>	<u><u>\$ 0</u></u>
FTE positions	18.0	18.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>18.0</u></u>	<u><u>18.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests an FY 2014 budget of \$37,535,248, all from special revenue funds, which is an increase of \$4,961,405, or 15.2 percent, above the revised FY 2013 estimate. The majority of the increase is attributable to an increase in claims payments and legal services.

The agency indicated that the claims payment estimate included in the budget submission is based upon existing law. The recent Kansas Supreme Court decision upheld the constitutionality of the cap on noneconomic damages in professional liability cases. The recent Missouri Supreme Court decision striking down the cap on noneconomic damages has the potential to require adjustments to the estimate in the future.

Governor's Recommendation

The **Governor** recommends FY 2014 expenditures of \$37,533,863, all from special revenue funds, a decrease of \$1,385, or less than 0.1 percent below the agency's request. The Governor's recommendation includes a decrease of \$1,385, 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.

Senate Subcommittee Recommendation

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

Senate Subcommittee Report

Agency: Health Care Stabilization Fund
Board of Governors

Bill No. SB 110

Bill Sec. 42

Analyst: Deckard

Analysis Pg. No. 302

Budget Page No. 64

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	43,194,331	0
Subtotal	\$ --	\$ 43,194,331	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 43,194,331	\$ 0
FTE positions	--	18.0	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	--	18.0	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 expenditures of \$43,194,331, all from special revenue funds. The recommendation is an increase of \$5,660,468, or 15.1 percent, above the Governor's recommendation for FY 2014. The majority of the increase in the recommendation is attributable to increases in claims and claims related expenditures. The remainder of the increase is attributable to increases in salaries and wages.

Senate Subcommittee Recommendation

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

Senate Subcommittee Report

Agency: Office of the Governor

Bill No. SB 76

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 173

Budget Page No. 109

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 6,809,589	\$ 6,846,232	\$ 0
Other Funds	9,235,644	9,235,644	0
Subtotal	<u>\$ 16,045,233</u>	<u>\$ 16,081,876</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>\$ 16,045,233</u></u>	<u><u>\$ 16,081,876</u></u>	<u><u>\$ 0</u></u>
FTE positions	36.0	36.0	0.0
Non FTE Uncl. Perm. Pos.	1.0	1.0	0.0
TOTAL	<u><u>37.0</u></u>	<u><u>37.0</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** requests a revised operating budget of \$16.0 million, including \$6.8 million from the State General Fund. This is an all funds decrease of \$689,756, or 4.1 percent, below the approved amount. The State General Fund amount is \$189,409, or 2.7 percent, below the amount approved by the 2012 Legislature, as adjusted by FY 2012 State General Fund reappropriations. The all funds decrease is based primarily on a more current estimate of available federal funding. The request includes 36.0 FTE positions, a decrease of 4.0 FTE positions from the approved amount.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$16.1 million, including \$6.8 million from the State General Fund. The recommendation is an all funds decrease of \$653,113, or 3.9 percent, and a State General Fund decrease of \$152,766, or 2.2 percent, below the approved amount, as adjusted for reappropriations. The recommendation is an increase of \$36,643, or 0.5 percent, above the amount estimated by the agency. The Governor's recommendation limits the reduction from the approved amount to 3.9 percent. The Governor concurs with the remainder of the agency's revised estimate.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Office of the Governor

Bill No. SB 110

Bill Sec. 29

Analyst: Robinson

Analysis Pg. No. 173

Budget Page No. 109

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 6,737,835	\$ 6,790,347	\$ 0
Other Funds	8,108,620	8,107,881	0
Subtotal	<u>\$ 14,846,455</u>	<u>\$ 14,898,228</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>\$ 14,846,455</u></u>	<u><u>\$ 14,898,228</u></u>	<u><u>\$ 0</u></u>
FTE positions	34.2	34.2	0.0
Non FTE Uncl. Perm. Pos.	1.0	1.0	0.0
TOTAL	<u><u>35.2</u></u>	<u><u>35.2</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests operating expenditures of \$14.8 million, including \$6.7 million from the State General Fund for FY 2014. The all funds request is a decrease of \$1.2 million, or 7.5 percent, below the revised current year estimate. The State General Fund amount is a decrease of \$71,754, or 1.1 percent, below the revised FY 2013 estimate. Most of the all funds decrease is the result of reduced federal funding. The request includes 34.2 FTE positions, a decrease of 1.8 FTE positions below the revised current year estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures totaling \$14.9 million, including \$6.8 million from the State General Fund. The recommendation is an all funds decrease of \$1.2 million, or 7.4 percent, and a State General Fund decrease of \$55,885, or 0.8 percent, below the revised current year recommendation. The recommendation is an increase of \$51,773, or 0.3 percent, and a State General Fund increase of \$52,512, or 0.8 percent, above the amount requested by the agency, and is based on the same percentage growth in expenditures from the higher expenditure amount recommended by the Governor for FY 2013. In addition, the Governor recommends the decrease of \$2,927, including \$2,188 from the State General Fund, to reflect the recommendation to reduce the Kansas Public Employees Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor, with the following observation:

1. The Subcommittee recommends consideration be given to merging the budget of the Office of Lieutenant Governor with the budget of the Office of the Governor for FY 2014. The Lieutenant Governor and other office staff often serve in other additional roles at the direction of the Governor and it seems appropriate to provide the Governor's office with the maximum flexibility to manage the duties of the Lieutenant Governor and the other staff of the Lieutenant Governor's office.

Senate Subcommittee Report

Agency: Office of the Governor

Bill No. SB 110

Bill Sec. 30

Analyst: Robinson

Analysis Pg. No. 173

Budget Page No. 109

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 6,791,858	\$ 0
Other Funds	--	7,378,561	0
Subtotal	\$ --	\$ 14,170,419	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 14,170,419	\$ 0
FTE positions	--	34.2	0.0
Non FTE Uncl. Perm. Pos.	--	1.0	0.0
TOTAL	--	35.2	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 operating expenditures of \$14.2 million, including \$6.8 million from the State General Fund. The recommendation is an all funds decrease of \$727,809, or 4.9 percent below, and a State General Fund increase of \$1,511, or less than 0.1 percent, above the FY 2014 recommendation.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor, with the following observation:

1. The Subcommittee recommends consideration be given to merging the budget of the Office of Lieutenant Governor with the budget of the Office of the Governor for FY 2015.

The Lieutenant Governor and other office staff often serve in other additional roles at the direction of the Governor and it seems appropriate to provide the Governor's office with the maximum flexibility to manage the duties of the Lieutenant Governor and the other staff of the Lieutenant Governor's office.

House Budget Committee Report

Agency: Office of the Lieutenant Governor **Bill No.** HB 2088

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 169,677	\$ 173,147	\$ 0
Other Funds	0	0	0
Subtotal	\$ 169,677	\$ 173,147	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 169,677	\$ 173,147	\$ 0
FTE positions	2.7	2.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	2.7	2.7	0.0

Agency Estimate

The **agency** estimates FY 2013 revised expenditures of \$169,677, all from the State General Fund, a reduction of \$12,583, or 6.9 percent, below the amount approved by the 2012 Legislature, as adjusted by reappropriations. Most of the net reduction (\$12,796) is in salaries and wages, and reflects the fact that a portion of the salaries of both the Lieutenant Governor and the Chief of Staff are being paid from other agencies, as those individuals work on special projects as assigned by the Governor. An additional reduction is requested in commodities (\$992, primarily for stationery and office supplies). The reductions are partially offset by an increase of \$1,472 in contractual services, mainly for additional requested travel expenditures. There is a net reduction of 0.3 FTE positions, to more accurately reflect the actual staffing patterns of the Lieutenant Governor's office.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$173,147, all from the State General Fund. The recommendation is a decrease of \$9,113, or 5.0 percent, below the approved amount, as adjusted for reappropriations. The recommendation is an increase of \$3,470, or 2.0 percent, above the amount estimated by the agency. The Governor's recommendation limits the reduction from the approved amount to 5.0 percent. The Governor concurs with the remainder of the agency's revised estimate.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the Lieutenant Governor **Bill No.** SB 76

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 169,677	\$ 173,147	\$ 0
Other Funds	0	0	0
Subtotal	\$ 169,677	\$ 173,147	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
 TOTAL	 \$ 169,677	 \$ 173,147	 \$ 0
 FTE positions	 2.7	 2.7	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	2.7	2.7	0.0

Agency Estimate

The **agency** estimates FY 2013 revised expenditures of \$169,677, all from the State General Fund, a reduction of \$12,583, or 6.9 percent, below the amount approved by the 2012 Legislature, as adjusted by reappropriations. Most of the net reduction (\$12,796) is in salaries and wages, and reflects the fact that a portion of the salaries of both the Lieutenant Governor and the Chief of Staff are being paid from other agencies, as those individuals work on special projects as assigned by the Governor. An additional reduction is requested in commodities (\$992, primarily for stationery and office supplies). The reductions are partially offset by an increase of \$1,472 in contractual services, mainly for additional requested travel expenditures.

There is a net reduction of 0.3 FTE positions, to more accurately reflect the actual staffing patterns of the Lieutenant Governor's office.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$173,147, all from the State General Fund. The recommendation is a decrease of \$9,113, or 5.0 percent, below the approved amount, as adjusted for reappropriations. The recommendation is an increase of \$3,470, or 2.0 percent, above the amount estimated by the agency. The Governor's recommendation limits the reduction from the approved amount to 5.0 percent. The Governor concurs with the remainder of the agency's revised estimate.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Office of the Lieutenant Governor **Bill No.** HB 2231

Bill Sec. 31

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 170,083	\$ 173,428	\$ (3,345)
Other Funds	0	0	0
Subtotal	<u>\$ 170,083</u>	<u>\$ 173,428</u>	<u>\$ (3,345)</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>\$ 170,083</u></u>	<u><u>\$ 173,428</u></u>	<u><u>\$ (3,345)</u></u>
FTE positions	2.7	2.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>2.7</u></u>	<u><u>2.7</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2014 operating expenditures totaling \$170,083, all from the State General Fund, an increase of \$406, or 0.2 percent, above the revised FY 2013 amount. Most of the increase (\$355) is for the employer contribution to the Kansas Public Employees Retirement System. A total of 2.7 FTE positions are requested for FY 2014, the same number as included in the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures totaling \$173,428, all from the State General Fund, an increase of \$281, or 0.2 percent, above the revised current year recommendation. The recommendation is an increase of \$3,345, or 2.0 percent, above the amount requested by the agency, and is based on the same percentage growth in expenditures from the higher expenditure amount recommended by the Governor for FY 2013. In addition, the Governor recommends the decrease of \$165, all from the State General Fund, to reflect the recommendation to reduce the Kansas Public Employees Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustments:

1. Delete \$3,345, all from the State General Fund, for FY 2014. This funds the agency at the level requested by the agency in its FY 2014 budget submission. The Budget Committee heard that the Governor's recommendation for FY 2014 was based on continuing a 5.0 percent reduction from the current year into the FY 2014 base budget. The agency's request continued a higher 6.9 percent base reduction, and the Budget Committee believes that this larger reduction is manageable for the agency.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the Lieutenant Governor **Bill No.** SB 110

Bill Sec. 31

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 170,083	\$ 173,428	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 170,083</u>	<u>\$ 173,428</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>\$ 170,083</u></u>	<u><u>\$ 173,428</u></u>	<u><u>\$ 0</u></u>
FTE positions	2.7	2.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>2.7</u></u>	<u><u>2.7</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2014 operating expenditures totaling \$170,083, all from the State General Fund, an increase of \$406, or 0.2 percent, above the revised FY 2013 amount. Most of the increase (\$355) is for the employer contribution to the Kansas Public Employees Retirement System. A total of 2.7 FTE positions are requested for FY 2014, the same number as included in the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures totaling \$173,428, all from the State General Fund, an increase of \$281, or 0.2 percent, above the revised current year recommendation. The recommendation is an increase of \$3,345, or 2.0 percent, above the amount requested by the agency, and is based on the same percentage growth in expenditures from the higher expenditure amount recommended by the Governor for FY 2013. In addition, the Governor recommends the decrease of \$165, all from the State General Fund, to reflect the recommendation to reduce the Kansas Public Employees Retirement System death and disability rate employer contribution from 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor, with the following adjustments:

1. The Subcommittee recommends consideration be given to merging the budget of the Office of Lieutenant Governor with the budget of the Office of the Governor for FY 2014. The Lieutenant Governor and other office staff often serve in other additional roles at the direction of the Governor and it seems appropriate to provide the Governor's office with the maximum flexibility to manage the duties of the Lieutenant Governor and the other staff of the Lieutenant Governor's office.

House Budget Committee Report

Agency: Office of the Lieutenant Governor **Bill No.** HB 2231

Bill Sec. 32

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 173,739	\$ (3,656)
Other Funds	--	0	0
Subtotal	\$ --	\$ 173,739	\$ (3,656)
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 173,739	\$ (3,656)
FTE positions	--	2.7	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	--	2.7	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 \$173,739, all from the State General Fund, for the agency for FY 2015. The recommendation is an increase of \$311, or 0.2 percent, above the FY 2014 recommendation, reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustment:

1. Delete \$3,656, all from the State General Fund, for FY 2015. This funds the agency at the same level as recommended by the Budget Committee for FY 2014.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the Lieutenant Governor **Bill No.** SB 110

Bill Sec. 32

Analyst: Robinson

Analysis Pg. No. 187

Budget Page No. 110

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 173,739	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 173,739	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 173,739	\$ 0
FTE positions	--	2.7	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	--	2.7	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 \$173,739, all from the State General Fund, for the agency for FY 2015. The recommendation is an increase of \$311, or 0.2 percent, above the FY 2014 recommendation, reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor, with the following observation:

1. The Subcommittee recommends consideration be given to merging the budget of the Office of Lieutenant Governor with the budget of the Office of the Governor for FY 2015. The Lieutenant Governor and other office staff often serve in other additional roles at the direction of the Governor and it seems appropriate to provide the Governor's office with the maximum flexibility to manage the duties of the Lieutenant Governor and the other staff of the Lieutenant Governor's office.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 76

Bill Sec. 15

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 5,552,929	\$ 5,554,929	\$ 0
Other Funds	14,609,057	14,704,057	0
Subtotal	<u>\$ 20,161,986</u>	<u>\$ 20,258,986</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>\$ 20,161,986</u></u>	<u><u>\$ 20,258,986</u></u>	<u><u>\$ 0</u></u>
FTE positions	115.0	115.0	0.0
Non FTE Uncl. Perm. Pos.	13.5	13.5	0.0
TOTAL	<u><u>128.5</u></u>	<u><u>128.5</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** estimates revised FY 2013 operating expenditures of \$20.2 million, including \$5.6 million from the State General Fund. The revised estimate is an all funds decrease of \$529,437, or 2.6 percent, below the amount approved by the 2012 Legislature. The State General Fund amount is the same as approved by the 2012 Legislature as adjusted by reappropriations. The agency requests a total of 115.0 FTE positions in its revised current year request, a net increase of 11.5 FTE positions above the amount approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** recommends revised operating expenditures of \$20.3 million, including \$5.6 million from the State General Fund for FY 2013. The revised recommendation is an all funds decrease of \$432,437, or 2.1 percent, below the amount approved by the 2012 Legislature. The State General Fund recommendation is an increase of \$2,000, or less than 0.1 percent, above the approved amount. The Governor's recommendation is an increase of \$97,000, or 0.5 percent, above the agency's revised estimate and reflects the addition of \$2,000, all from the State General Fund to correct an oversight in the agency's approved FY 2013 budget, and the addition of \$95,000, all from the Tort Claims Fund, to reflect a claim approved by the State Finance Council during the 2012 interim. The Governor concurs with the remainder of the agency's revised current year request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 110

Bill Sec. 33

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 5,391,463	\$ 5,386,274	\$ 0
Other Funds	14,266,662	14,262,186	0
Subtotal	<u>\$ 19,658,125</u>	<u>\$ 19,648,460</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>\$ 19,658,125</u></u>	<u><u>\$ 19,648,460</u></u>	<u><u>\$ 0</u></u>
FTE positions	117.0	117.0	0.0
Non FTE Uncl. Perm. Pos.	13.5	13.5	0.0
TOTAL	<u><u>130.5</u></u>	<u><u>130.5</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2014 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The request is an all funds decrease of \$503,861, or 2.5 percent, below the revised current year estimate and a State General Fund decrease of \$161,466, or 2.9 percent.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$19.6 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$779,181, or 3.0 percent, and a State General Fund decrease of \$168,655, or 3.0 percent, below the the revised current year recommendation. The Governor's recommendation is an all funds decrease of \$9,665, or less than 0.1 percent, and a State General Fund decrease of \$5,189, or 0.1 percent, below the agency's request. The Governor's recommendation includes a decrease of \$9,665, including \$5,189 from the State General Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution rate from the statutory 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request for FY 2014.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 110

Bill Sec. 15

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 5,421,822	\$ 0
Other Funds	--	14,292,640	0
Subtotal	\$ --	\$ 19,714,462	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 19,714,462	\$ 0
FTE positions	--	117.0	0.0
Non FTE Uncl. Perm. Pos.	--	13.5	0.0
TOTAL	--	130.5	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 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The recommendation is an all funds increase of \$66,002, or 0.3 percent, and a State General Fund increase of \$35,548, or 0.7 percent, above the FY 2014 recommendation, and reflects an increase in the Kansas Public Employees Retirement System rate for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Kansas Insurance Department

Bill No. SB 76

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 236

Budget Page No. 114

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	29,977,277	29,977,277	0
Subtotal	\$ 29,977,277	\$ 29,977,277	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	95,000	95,000	0
Subtotal	\$ 95,000	\$ 95,000	\$ 0
TOTAL	\$ 30,072,277	\$ 30,072,277	\$ 0
FTE positions	122.4	122.4	0.0
Non FTE Uncl. Perm. Pos.	3.6	3.6	0.0
TOTAL	126.0	126.0	0.0

Agency Estimate

The **agency** requests a revised FY 2013 operating budget of \$30.0 million, all from special revenue funds, a net decrease of \$1.1 million, or 3.4 percent, below the amount approved by the 2012 Legislature. Most of the decrease is the result of lower than anticipated contractual services expenditures for data processing services, and lower than anticipated expenditures from the Workers Compensation Fee Fund. The revised estimate includes 122.4 FTE positions, the same number as approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** concurs with the agency's revised current year request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Kansas Insurance Department

Bill No. SB 110

Bill Sec. 39

Analyst: Robinson

Analysis Pg. No. 236

Budget Page No. 114

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	29,976,950	29,967,973	0
Subtotal	\$ 29,976,950	\$ 29,967,973	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	95,000	95,000	0
Subtotal	\$ 95,000	\$ 95,000	\$ 0
TOTAL	\$ 30,071,950	\$ 30,062,973	\$ 0
FTE positions	122.4	122.4	0.0
Non FTE Uncl. Perm. Pos.	3.6	3.6	0.0
TOTAL	126.0	126.0	0.0

Agency Request

The **agency** requests FY 2014 operating expenditures of \$30.0 million, all from special revenue funds, a decrease of \$327, or less than 0.1 percent, below the revised current year estimate. The request includes 122.4 FTE positions, the same as the revised current year estimate.

Governor's Recommendation

The **Governor** recommends a total of \$30.0 million, all from special revenue funds, for the agency for FY 2014. This is a decrease of \$9,304 or less than 0.1 percent, below the revised current year recommendation. The Governor recommends a decrease of \$8,977 in salaries in salaries and wages from the agency's request to reflect the recommendation for a reduction in the Kansas Public Employees Retirement System death and disability insurance employer contribution rate from 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's FY 2014 request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Subcommittee Report

Agency: Kansas Insurance Department

Bill No. SB 110

Bill Sec. 40

Analyst: Robinson

Analysis Pg. No. 236

Budget Page No. 114

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	30,028,614	0
Subtotal	\$ --	\$ 30,028,614	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	95,000	0
Subtotal	\$ --	\$ 95,000	\$ 0
TOTAL	\$ --	\$ 30,123,614	\$ 0
FTE positions	--	122.4	0.0
Non FTE Uncl. Perm. Pos.	--	3.6	0.0
TOTAL	--	126.0	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 total of \$30.0 million, all from special revenue funds, for the agency for FY 2015. The recommendation is an increase of \$60,641, or 0.2 percent, above the FY 2014 recommendation, primarily reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Secretary of State

Bill No. HB 2088

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 77,000	\$ 77,000	\$ 0
Other Funds	6,247,943	6,247,943	0
Subtotal	\$ 6,324,943	\$ 6,324,943	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 6,324,943	\$ 6,324,943	\$ 0
FTE positions	50.0	50.0	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	50.5	50.5	0.0

Agency Estimate

The **agency** requests a revised FY 2013 operating budget totaling \$6.3 million, including \$77,000 from the State General Fund. This is a decrease of \$399,245, or 5.9 percent, below the amount approved by the 2012 Legislature. The revised request includes 50.0 FTE positions, a decrease of 1.0 FTE positions from the number approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** concurs with the agency's revised estimate of FY 2013 expenditures.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Secretary of State

Bill No. SB 76

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 77,000	\$ 77,000	\$ 0
Other Funds	6,247,943	6,247,943	0
Subtotal	\$ 6,324,943	\$ 6,324,943	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 6,324,943	\$ 6,324,943	\$ 0
FTE positions	50.0	50.0	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	50.5	50.5	0.0

Agency Estimate

The **agency** requests a revised FY 2013 operating budget totaling \$6.3 million, including \$77,000 from the State General Fund. This is a decrease of \$399,245, or 5.9 percent, below the amount approved by the 2012 Legislature. The revised request includes 50.0 FTE positions, a decrease of 1.0 FTE positions from the number approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** concurs with the agency's revised estimate of FY 2013 expenditures.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

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House Budget Committee Report

Agency: Secretary of State

Bill No. HB 2231

Bill Sec. 35

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	6,141,596	6,138,368	0
Subtotal	<u>\$ 6,141,596</u>	<u>\$ 6,138,368</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>\$ 6,141,596</u></u>	<u><u>\$ 6,138,368</u></u>	<u><u>\$ 0</u></u>
FTE positions	50.0	50.0	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	<u><u>50.5</u></u>	<u><u>50.5</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests a FY 2014 operating budget of \$6.1 million, a decrease of \$183,347 or 2.9 percent, below the revised current year request. Increases in salaries and wages (\$22,085), and commodities (\$21,430), are offset by decreases in contractual services (\$202,352) and capital outlay (\$21,430). The request includes 50.0 FTE positions, the same as the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends a total operating budget of \$6.1 million for FY 2014, a decrease of \$186,575, or 2.9 percent, below the revised current year recommendation. The Governor concurs with the agency's request, with the exception of a decrease of \$3,228, all from special revenue funds, reflecting the Governor's recommendation to reduce the FY 2014 Kansas Public Employees Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following observation:

1. The Budget Committee notes that for the past three fiscal years, language has been included in the appropriations bill that requires the agency to provide the House Appropriations and Senate Ways and Means Committees with estimates of the costs of publishing proposed Constitutional amendments that are under consideration by the Legislature. In addition, the 2012 Legislature included language to require the agency to estimate the costs to counties of each Constitutional amendment proposed by the Legislature. The Budget Committee notes that the FY 2014 and FY 2015 appropriation bill, as introduced, includes this language. The Budget Committee is supportive of retaining this language in the appropriation bill.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Secretary of State

Bill No. SB 110

Bill Sec. 35

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	6,141,596	6,138,368	0
Subtotal	\$ 6,141,596	\$ 6,138,368	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 6,141,596	\$ 6,138,368	\$ 0
FTE positions	50.0	50.0	0.0
Non FTE Uncl. Perm. Pos.	0.5	0.5	0.0
TOTAL	50.5	50.5	0.0

Agency Request

The **agency** requests a FY 2014 operating budget of \$6.1 million, a decrease of \$183,347 or 2.9 percent, below the revised current year request. Increases in salaries and

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wages (\$22,085), and commodities (\$21,430), are offset by decreases in contractual services (\$202,352) and capital outlay (\$21,430). The request includes 50.0 FTE positions, the same as the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends a total operating budget of \$6.1 million for FY 2014, a decrease of \$186,575, or 2.9 percent, below the revised current year recommendation. The Governor concurs with the agency's request, with the exception of a decrease of \$3,228, all from special revenue funds, reflecting the Governor's recommendation to reduce the FY 2014 Kansas Public Employees Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Secretary of State

Bill No. HB 2231

Bill Sec. 36

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	6,159,901	0
Subtotal	\$ --	\$ 6,159,901	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ 0	\$ 6,159,901	\$ 0
FTE positions	--	50.0	0.0
Non FTE Uncl. Perm. Pos.	--	0.5	0.0
TOTAL	--	50.5	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 total of \$6.2 million, all from special revenue funds, for the agency for FY 2015. The recommendation is an increase of \$21,533, or 0.4 percent, above the FY 2014 recommendation, reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustments and observations:

1. The Budget Committee notes that for the past three fiscal years, language has been included in the appropriations bill that requires the agency to provide the House

Appropriations and Senate Ways and Means Committees with estimates of the costs of publishing proposed Constitutional amendments that are under consideration by the Legislature. In addition, the 2012 Legislature included language to require the agency to estimate the costs to counties of each Constitutional amendment proposed by the Legislature. The Budget Committee notes that the FY 2014 and FY 2015 appropriation bill, as introduced, includes this language. The Budget Committee is supportive of retaining this language in the appropriation bill.

2. The Budget Committee notes that no funding is included in the agency's budget for the costs of publishing any proposed Constitutional amendments. A number of such amendments are under consideration by the Legislature and the FY 2015 publication costs to the Secretary of State's budget will vary depending on the length of each amendment. The agency has requested consideration be given, prior to finalization of the agency's FY 2015 budget, to providing the agency with a State General Fund appropriation to cover the costs which will be incurred by the agency should any of the measures be adopted by the 2013 Legislature.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Secretary of State

Bill No. SB 110

Bill Sec. 36

Analyst: Robinson

Analysis Pg. No. 198

Budget Page No. 126

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	6,159,901	0
Subtotal	\$ --	\$ 6,159,901	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 6,159,901	\$ 0
FTE positions	--	50.0	0.0
Non FTE Uncl. Perm. Pos.	--	0.5	0.0
TOTAL	--	50.5	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 total of \$6.2 million, all from special revenue funds, for the agency for FY 2015. The recommendation is an increase of \$21,533, or 0.4 percent, above the FY 2014 recommendation, reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Office of the State Treasurer

Bill No. HB 2088

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 216

Budget Page No. 136

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	22,834,139	22,054,139	0
Subtotal	\$ 22,834,139	\$ 22,054,139	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 22,834,139	\$ 22,054,139	\$ 0
FTE positions	46.5	46.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	46.5	46.5	0.0

Agency Estimate

The **agency** requests a revised FY 2013 operating budget of \$22.8 million, all from special revenue funds, an increase of \$382,902, or 1.7 percent, above the amount approved by the 2012 Legislature. Most of the increase (\$250,000) is in aid to local units and is for increases in estimated payments under the Tax Increment Financing (TIF) program. In addition, \$175,000 is estimated for increased other assistance payments for increased matching funds for the Kansas Investment Developing Scholars programs, part of the agency's Postsecondary Education Savings program. The increase is partially offset by a decrease of \$42,098 in state operations expenditures. The request includes 46.5 FTE positions, the same as the approved number.

Governor's Recommendation

The **Governor** recommends a revised FY 2013 operating budget totaling \$22.1 million, all from special revenue funds, a decrease of \$397,098, or 1.8 percent, below the approved amount. The Governor recommends a decrease of \$780,000 (from \$16.8 million to \$16.0 million) in the agency's estimated payments from the unclaimed property. The Governor concurs with the remainder of the agency's revised estimate.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the State Treasurer **Bill No.** SB 76 **Bill Sec.** --

Analyst: Robinson **Analysis Pg. No.** 216 **Budget Page No.** 136

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	22,834,139	22,054,139	0
Subtotal	<u>\$ 22,834,139</u>	<u>\$ 22,054,139</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>\$ 22,834,139</u></u>	<u><u>\$ 22,054,139</u></u>	<u><u>\$ 0</u></u>
FTE positions	46.5	46.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>46.5</u></u>	<u><u>46.5</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** requests a revised FY 2013 operating budget of \$22.8 million, all from special revenue funds, an increase of \$382,902, or 1.7 percent, above the amount approved by the 2012 Legislature. Most of the increase (\$250,000) is in aid to local units and is for increases in estimated payments under the Tax Increment Financing (TIF) program. In addition, \$175,000 is estimated for increased other assistance payments for increased matching funds for the Kansas Investment Developing Scholars programs, part of the agency's Postsecondary Education Savings program. The increase is partially offset by a decrease of \$42,098 in state

operations expenditures. The request includes 46.5 FTE positions, the same as the approved number.

Governor's Recommendation

The **Governor** recommends a revised FY 2013 operating budget totaling \$22.1 million, all from special revenue funds, a decrease of \$397,098, or 1.8 percent, below the approved amount. The Governor recommends a decrease of \$780,000 (from \$16.8 million to \$16.0 million) in the agency's estimated payments from the unclaimed property. The Governor concurs with the remainder of the agency's revised estimate.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Office of the State Treasurer

Bill No. HB 2231

Bill Sec. 37

Analyst: Robinson

Analysis Pg. No. 216

Budget Page No. 136

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	24,155,335	22,652,389	(655,000)
Subtotal	\$ 24,155,335	\$ 22,652,389	\$ (655,000)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 24,155,335	\$ 22,652,389	\$ (655,000)
FTE positions	46.5	46.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	46.5	46.5	0.0

Agency Request

The **agency** requests FY 2014 operating expenditures of \$24.2 million, all from special revenue funds, an increase of \$1.3 million, or 5.8 percent, above the revised current year estimate. An increase of \$1.4 million in other assistance (including \$1.2 million for increased unclaimed property payments, and \$130,000 for increased matching payments for the Kansas Investment Developing Scholars programs) are partially offset by a decrease of \$23,895 in state operations expenditures, and a decrease of \$4,909 (0.6 percent) for operations of the Pooled Money Investment Board. The request includes 46.5 FTE positions, unchanged from the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$22.7 million, all from special revenue funds, an increase of \$598,250, or 2.7 percent, above the revised FY 2013 recommendation. The recommendation is a decrease of \$1.5 million, or 6.2 percent, below the agency's request. The Governor recommends a decrease of \$1.5 million (from \$18.0 million to \$16.5 million) in the agency's estimate of payments from the unclaimed property fund. In addition, the Governor recommends a decrease of \$2,946 in the agency's salaries and wages budget to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent for FY 2014. The Governor also does not recommend that the scheduled transfer of

\$27.0 million from the State General Fund to the Local Ad Valorem Tax Reduction Fund be made for FY 2014.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustment.

1. Delete \$655,000, all from the Kansas Postsecondary Education Savings Program Trust Fund, for FY 2014 and appropriate the fund with a \$0 expenditure limitation. This eliminates funding for the Kansas Investment in Developing Scholars (K.I.D.S) program, the program that matches contributions made to the state's postsecondary education 529 savings plans by eligible Kansas residents with incomes less than 200 percent of the federal poverty level. The Budget Committee believes that the program, while well intentioned, can actually impair low income students by negatively impacting their eligibility for grants and other financial aid.

2. Delete the transfer of \$350,000 from the State General Fund to the Kansas Postsecondary Education Savings Program Trust Fund for FY 2014. The Governor's recommendation was intended to provide the funding for the matching grants in the K.I.D.S. Program. Through an oversight, the recommendation for the transfer was less than the amount recommended for matching grant expenditures, but under the Budget Committee's recommendation the transfer can be totally eliminated, increasing State General Fund receipts by \$350,000.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the State Treasurer

Bill No. SB 110

Bill Sec. 37

Analyst: Robinson

Analysis Pg. No. 216

Budget Page No. 136

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	24,155,335	22,652,389	0
Subtotal	<u>\$ 24,155,335</u>	<u>\$ 22,652,389</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>\$ 24,155,335</u>	 <u>\$ 22,652,389</u>	 <u>\$ 0</u>
 FTE positions	 46.5	 46.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>46.5</u>	<u>46.5</u>	<u>0.0</u>

Agency Request

The **agency** requests FY 2014 operating expenditures of \$24.2 million, all from special revenue funds, an increase of \$1.3 million, or 5.8 percent, above the revised current year estimate. An increase of \$1.4 million in other assistance (including \$1.2 million for increased unclaimed property payments, and \$130,000 for increased matching payments for the Kansas Investment Developing Scholars programs) are partially offset by a decrease of \$23,895 in state operations expenditures, and a decrease of \$4,909 (0.6 percent) for operations of the Pooled Money Investment Board. The request includes 46.5 FTE positions, unchanged from the revised FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$22.7 million, all from special revenue funds, an increase of \$598,250, or 2.7 percent, above the revised FY 2013 recommendation. The recommendation is a decrease of \$1.5 million, or 6.2 percent, below the agency's request. The Governor recommends a decrease of \$1.5 million (from \$18.0 million to \$16.5 million) in the agency's estimate of payments from the unclaimed property fund. In addition, the Governor recommends a decrease of \$2,946 in the agency's salaries and wages budget to reflect the Governor's recommendation to reduce the Kansas Public Employees

Retirement System death and disability employer contribution rate from 1.0 percent to 0.85 percent for FY 2014. The Governor also does not recommend that the scheduled transfer of \$27.0 million from the State General Fund to the Local Ad Valorem Tax Reduction Fund be made for FY 2014.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

House Budget Committee Report

Agency: Office of the State Treasurer

Bill No. HB 2231

Bill Sec. 38

Analyst: Robinson

Analysis Pg. No. 216

Budget Page No. 136

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	22,672,667	(655,000)
Subtotal	\$ --	\$ 22,672,667	\$ (655,000)
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 22,672,667	\$ (655,000)
FTE positions	--	46.5	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	--	46.5	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 total of \$22.7 million, all from special revenue funds, for the agency for FY 2015. The recommendation is an increase of \$20,278, or 0.1 percent, above the FY 2014 recommendation, primarily reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015. The Governor does not recommend that the scheduled transfer of \$40.5 million to from the State General Fund to the Local Ad Valorem Tax Reduction Fund be made for FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustment:

1. Delete \$655,000, all from the Kansas Postsecondary Education Savings Program Trust Fund, for FY 2015 and appropriate the fund with a \$0 expenditure limitation. This eliminates funding for the Kansas Investment in Developing Scholars (K.I.D.S) program, the program that matches contributions made to the state's postsecondary education 529 savings plans by eligible Kansas residents with incomes less than 200 percent of the federal poverty level. The Budget Committee believes that the program, while well intentioned, can actually impair low income students by negatively impacting their eligibility for grants and other financial aid.

2. Delete the transfer of \$350,000 from the State General Fund to the Kansas Postsecondary Education Savings Program Trust Fund for FY 2015. The Governor's recommendation was intended to provide the funding for the matching grants in the K.I.D.S. Program. Through an oversight, the recommendation for the transfer was less than the amount recommended for matching grant expenditures, but under the Budget Committee's recommendation the transfer can be totally eliminated, increasing State General Fund receipts by \$350,000.

House Committee Recommendation

The **Committee** concurs with the recommendations of the Budget Committee.

Senate Subcommittee Report

Agency: Office of the State Treasurer

Bill No. SB 110

Bill Sec. 38

Analyst: Robinson

Analysis Pg. No. 216

Budget Page No. 136

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	22,672,667	0
Subtotal	\$ --	\$ 22,672,667	\$ 0
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
TOTAL	\$ --	\$ 22,672,667	\$ 0
FTE positions	--	46.5	0.0
Non FTE Uncl. Perm. Pos.	--	0.0	0.0
TOTAL	--	46.5	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 total of \$22.7 million, all from special revenue funds, for the agency for FY 2015. The recommendation is an increase of \$20,278, or 0.1 percent, above the FY 2014 recommendation, primarily reflecting an increase in the Kansas Public Employees Retirement System rate for FY 2015. The Governor also does not recommend that the scheduled transfer of \$40.5 million from the State General Fund to the Local Ad Valorem Tax Reduction Fund be made for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

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