

## **Department of Corrections and Institutions Budget for FY 2014 and FY 2015 House Sub. for SB 245**

### **FY 2014:**

- The **approved** budget for FY 2014 for the Department of Corrections and facilities totals \$379.3 million, including \$347.0 million from the State General Fund;
- The **agency** requested \$388.7 million, including \$350.3 million from the State General Fund, an increase of \$9.4 million with \$3.3 million coming from the State General Fund;
- The **Governor** recommended \$388.0 million, including \$350.0 million from the State General Fund:
  - The Governor did not recommend State General Fund supplemental increases of \$3.3 million but did add \$4.2 million from the State General Fund for a newly rebid health care contract. This was partially offset with savings from juvenile out-of-home placements;
  - The Governor also recommended agency requested internal shifts for budget reductions made by the 2013 Legislature including: \$1.0 million, all from the State General Fund, for juvenile correctional facilities' educational contracts savings, \$1.6 million, all from special revenue funds, from the inmate benefit fund for renegotiating the inmate phone service contract, \$350,000, all from the State General Fund, for prevention services approved by the 2013 Legislature, \$1.2 million, all from the State General Fund, for worker compensation rate decrease savings, and \$579,705, all from the State General Fund, for reappropriations totaling \$4.8 million in adjustments.
- The **Appropriations Committee** concurs with the Governor's recommendation.

### **FY 2015:**

- The **agency** requests FY 2015 operating expenditures of \$402.6 million, including \$366.7 million from the State General Fund, an increase of \$14.0 million, or 3.6 percent, above the agency's revised FY 2014 estimate:
  - The increase is mainly attributable to enhancements for DOC's Central Office and facilities (\$4.7 million), salary and wage fringe benefit costs (\$4.2 million), contractual services (\$2.9 million), and estimated increases for commodities (\$0.7 million).

- The **Governor** recommends FY 2015 operating expenditures of \$399.0 million, including \$363.6 million from the State General Fund. The recommendation is a decrease of \$3.7 million, or less than 0.1 percent, below the agency's FY 2015 request:
  - The decrease is predominately due to the Governor not recommending many of DOC's Central Office or the facilities enhancement requests, partially offset by the Governor adding funding for the new inmate health care contract (\$4.2 million) and a 1.5 percent base pay increase for classified employees (\$2.2 million).
- The **Appropriations Committee** concurs with the Governor with the following exceptions:
  - Delete \$2.2 million for the 1.5 percent salary increase, which will be reviewed by the Committee at a later date;
  - Delete \$357,121, all from the State General Fund in the budget of the Kansas Juvenile Correctional Complex for a 20 percent reduction in the Educational Services program;
  - Delete \$266,384, all from the State General Fund in the budget of the Larned Juvenile Correctional Facility for a 20 percent reduction in the Educational Services program;
  - Delete \$641,186, all from the State General Fund and 14.0 FTE positions from the Governor's recommendation to add \$1.3 million and 28.0 FTE positions in budget of the Topeka Correctional Facility; and
  - Add language that shifts any available funding at the end of FY 2014 from the Inmate Benefit Fund to the Treatment and Programs Fund.

## House 2014 Appropriations Bills: House Sub. for SB 245

(Reflects House Committee Adjustments for FY 2014 and FY 2015)

Agency/Item	State General Fund	All Other Funds	All Funds	FTEs
<b>FY 2015</b>				
<u>Department of Corrections</u>				
1. Add language transferring any unencumbered balances in the Inmate Benefit Fund at the end of FY 2014 to the Treatment and Programs Fund for offender programs.	0	0	0	0.0
2. Remove \$208,564, including \$165,550 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(165,550)	(43,014)	(208,564)	0.0
<i>Agency Subtotal</i>	(165,550)	(43,014)	(208,564)	0.0
<u>Topeka Correctional Facility</u>				
1. Delete \$641,186, all from the State General Fund, and 14.0 FTE positions to reduce the Governor's additional enhancement funding for staffing.	(641,186)	0	(641,186)	(14.0)
2. Remove \$160,299, including \$157,131 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(157,131)	(3,168)	(160,299)	0.0
<i>Agency Subtotal</i>	(798,317)	(3,168)	(801,485)	(14.0)
<u>Hutchinson Correctional Facility</u>				
1. Remove \$322,161, including \$319,436 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(319,436)	(2,725)	(322,161)	0.0
<i>Agency Subtotal</i>	(319,436)	(2,725)	(322,161)	0.0
<u>Lansing Correctional Facility</u>				
1. Remove \$445,625, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(445,625)	0	(445,625)	0.0
<i>Agency Subtotal</i>	(445,625)	\$0	(445,625)	0.0
<u>Ellsworth Correctional Facility</u>				
1. Remove \$150,032, including \$149,397 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(149,397)	(635)	(150,032)	0.0
<i>Agency Subtotal</i>	(149,397)	(635)	(150,032)	0.0
<u>Winfield Correctional Facility</u>				
1. Remove \$136,844, including \$133,408 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(133,408)	(3,436)	(136,844)	0.0
<i>Agency Subtotal</i>	(133,408)	(3,436)	(136,844)	0.0
<u>Norton Correctional Facility</u>				
1. Remove \$172,322, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(172,322)	0	(172,322)	0.0
<i>Agency Subtotal</i>	(172,322)	\$0	(172,322)	0.0
<u>El Dorado Correctional Facility</u>				
1. Remove \$297,768, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(297,768)	0	(297,768)	0.0
<i>Agency Subtotal</i>	(297,768)	\$0	(297,768)	0.0
<u>Kansas Juvenile Correctional Complex</u>				
1. Delete \$357,121, all from the State General Fund, from the Educational Services program leaving \$1.4 million, for FY 2015.	(357,121)	0	(357,121)	0.0
2. Remove \$154,267, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(154,267)	0	(154,267)	0.0
<i>Agency Subtotal</i>	(511,388)	\$0	(511,388)	0.0
<u>Larned Juvenile Correctional Facility</u>				
1. Delete \$266,384, all from the State General Fund, for the Educational Services program leaving \$1.1 million, for FY 2015.	(266,384)	0	(266,384)	0.0
2. Remove \$86,125, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(86,125)	0	(86,125)	0.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<i>Agency Subtotal</i>	<i>(\$352,509)</i>	<i>\$0</i>	<i>(\$352,509)</i>	<i>0.0</i>
<u>Larned Correctional Mental Health Facility</u>				
1. Remove \$116,387, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.	(116,387)	0	(116,387)	0.0
<i>Agency Subtotal</i>	<i>(\$116,387)</i>	<i>\$0</i>	<i>(\$116,387)</i>	<i>0.0</i>
<b>TOTAL</b>	<b>(\$3,462,107)</b>	<b>(\$52,978)</b>	<b>(\$3,515,085)</b>	<b>(14.0)</b>

**Bill Explanation for 2014 House Substitute for Senate Bill No. 245**  
**Appropriations for FY 2014 and FY 2015**

**Sec. 2 -- Department of Corrections**

The **agency** estimates revised FY 2014 expenditures, including capital improvements, of \$203.9 million, including \$158.2 million from the State General Fund. The request is an all funds increase of \$7.6 million, or 3.9 percent, including a State General Fund increase of \$1.5 million, or 1.0 percent, above the amount approved by the 2013 Legislature. The request includes 305.0 FTE positions, which is a decrease of 6.5 FTE positions. The agency's revised estimate includes supplementals for the Inmate Health Care program and the Juvenile Services program totaling \$1.5 million, all from the State General Fund. **Absent the supplementals**, the agency estimates revised FY 2014 expenditures of \$202.4 million, including \$156.7 million from the State General Fund. The request is an all funds increase of \$6.1 million, or 3.1 percent, above the FY 2014 approved amount. The State General Fund estimate is the same as the FY 2014 approved amount. The all funds increase is primarily due to the agency shifting funds to restore the State General Fund budget reductions made by the 2013 Legislature.

The agency estimates revised FY 2014 capital improvement expenditures of \$10.9 million, including \$1.1 million from the State General Fund. The revised estimate is an overall increase of \$1.5 million, or 15.6 percent, offset by a State General Fund decrease of \$66,816, or 5.5 percent, above the FY 2014 approved amount. The projects in FY 2014 are:

- **Debt Service Principal** - The agency estimates \$4.9 million for debt service principal. The request is a decrease of \$100,000, or 2.0 percent, below the revised FY 2014 estimate. The decrease is primarily attributable to the agency restructuring the Juvenile Correctional Facility bonds;
- **Correctional Industries** - The agency estimates \$1.1 million for Correctional Industries capital improvement expenditures. The request is an increase of \$588,070, or 14.4 percent, below the FY 2014 approved amount. The increase is mainly attributable to improvements for the Administration building, improvements for the Oklahoma Jail and building a new barn in Lansing, KS, a new dental lab in Topeka, KS, and a new barn in Hutchinson, KS;
- **Rehabilitation and Repair** - The agency estimates \$4.8 million for rehabilitation and repair. The request is a increase of \$976,791, or 25.3 percent, above the FY 2014 approved amount. This funding allows the agency to complete capital improvement projects in the Five-Year Capital Improvements Plan.

The **Governor** recommends FY 2014 expenditures, including capital improvements, of \$205.0 million, including \$159.7 million from the State General Fund. The recommendation is an increase of \$1.1 million, or 0.6 percent, above the agency's FY 2014 estimate. The increase is mainly due to supplemental funding for the new inmate health care contract. The Governor deleted \$1.2 million following consensus caseload estimates and shifted additional funding from

Juvenile Services one time graduated sanctions savings of \$350,000 to juvenile prevention services.

The Governor concurs with the agency's capital improvement expenditures request.

<b>HOUSE COMMITTEE RECOMMENDATION.</b> The House Committee concurs with the Governor's recommendation.
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### Sec. 3 -- Department of Corrections

The **agency** requests FY 2015 operating expenditures totaling \$201.3 million, including \$167.5 million from the State General Fund. The request is an all funds increase of \$8.3 million, or 4.3 percent, including a State General Fund increase of \$10.5 million, or 6.7 percent, above the agency's revised FY 2014 operating expenditures estimate. The Governor vetoed the agency's entire FY 2015 operating budget, less payments for debt service interest and capital improvements; therefore it has no approved amount for comparison. The request includes 305.0 FTE positions, the same as the FY 2014 request. The agency's request includes enhancements for information technology upgrades, KPERS employer rate increases for Juvenile Corrections and Community Corrections officers, vehicle replacements, and capital improvements totaling \$5.9 million, including \$5.7 million from the State General Fund. **Absent the enhancements**, the agency requests FY 2015 operating expenditures of \$195.6 million, including \$161.9 million from the State General Fund. The request is a State General Fund increase of \$4.8 million, or 3.0 percent, partially offset by a special revenue fund decrease of \$2.2 million, or 6.1 percent, for a total increase of \$2.6 million, or 1.3 percent, above the revised FY 2014 estimate. The increase is mainly attributable to increases in salary and wage fringe benefit costs, increases in cost estimates for commodities, and increased assistance for adult and juvenile offenders with mental health issues.

The agency also estimates revised FY 2015 capital improvement expenditures of \$10.6 million, including \$1.3 million from the State General Fund. The request is an increase of \$808,215, or 8.2 percent, above the FY 2015 approved amount. The State General Fund revised estimate is the same as the FY 2015 approved amount. The estimate includes an enhancement for two projects at the juvenile facilities. **Absent the enhancements**, the agency's revised estimate is \$10.4 million for capital improvement expenditures. The request is an increase of \$586,200, or 5.9 percent all from special revenue funds, above the FY 2015 approved amount.

The **Governor** recommends FY 2015 operating expenditures of \$200.4 million, including \$167.2 million from the State General Fund. The recommendation is an overall decrease of \$882,415, or 0.4 percent, including \$341,080 from the State General Fund, below the agency's FY 2015 request. The decrease is mainly due to the Governor removing enhancement funding for KPERS contributions for juvenile corrections and parole officers and information technology upgrades and Juvenile Services caseload savings from estimates made after the agency submitted its budget request, partially offset by enhancement funding for the new inmate health care contract that was finalized after the agency submitted its budget.

The Governor concurs with the agency's capital improvement expenditures request.

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

**FY 2015**

1. Add language transferring any unencumbered balances in the Inmate Benefit Fund at the end of FY 2014 to the Treatment and Programs Fund for offender programs for FY 2015.
2. Delete \$208,564, including \$165,550 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

**Sec. 3 -- El Dorado Correctional Facility**

The **agency** requests FY 2015 operating expenditures of \$30.1 million, including \$30.1 million from the State General Fund. The request is an increase of \$192,061, or 0.6 percent, above the revised FY 2014 estimate. The increase is predominately due to higher salaries and wages fringe benefit costs and an enhancement request of \$1.8 million, all from the State General Fund. **Absent the enhancement**, the agency requests FY 2015 operating expenditures of \$28.3 million. The request is a decrease of \$1.6 million, or 5.3 percent, below the revised FY 2014 estimate. The decrease is mainly attributable to a supplemental request in FY 2014 that is not repeated in FY 2015.

The agency requests 2015 capital improvement expenditures of \$244,740, all from the State General Fund. The request is a decrease of \$55,517, or 18.5 percent, below the revised FY 2014 estimate. The decrease is due to capital improvement expenditures made in FY 2014 that will be made for FY 2015 at the discretion of the Department of Corrections' Central Office.

The **Governor** recommends FY 2015 operating expenditures of \$28.7 million, including \$28.6 million from the State General Fund. The recommendation is a decrease of \$1.4 million, or 4.7 percent, all from the State General Fund, below the agency's FY 2015 request. The decrease is due to the Governor not recommending any of the agency's enhancement requests, partially offset by the Governor's enhancements of \$354,749, all from the State General Fund; including, \$297,768 for a 1.5 percent base pay increase for classified employees and \$56,981, all from the State General Fund, for the Justice Reinvestment Initiative.

The Governor concurs with the agency's FY 2015 capital improvements request.

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

**FY 2015**

1. Delete \$297,768, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### Sec. 3 -- Ellsworth Correctional Facility

The **agency** requests FY 2015 operating expenditures of \$14.7 million, including \$14.7 million from the State General Fund. The request is an increase of \$377,310, or 2.6 percent, above the revised FY 2014 estimate. The request includes an enhancement of \$219,246, all from the State General Fund. The enhancement includes funding for vehicle replacements and information technology and security equipment replacement. **Absent the enhancement**, the agency requests FY 2015 operating expenditures of \$14.5 million. The request is an increase of \$158,064, or 1.1 percent, above the revised FY 2014 estimate. The increase is predominately attributable to higher salaries for the Support Services program for an entire year of operation for the new East Unit, expected holiday pay for the Security program, higher utility service payments, and higher commodities estimates for building supplies for facility maintenance.

The agency requests FY 2015 capital improvement expenditures of \$94,921, all from the State General Fund. The request is a decrease of \$223,545, or 70.3 percent, below the revised FY 2014 estimate. The decrease is primarily attributable to capital improvement expenditures made in FY 2014 that are not budgeted to be made for FY 2015 at the discretion of the Department of Corrections' Central Office.

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

#### **FY 2015**

1. Delete \$150,032, including \$149,397 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees.

### Sec. 3 -- Topeka Correctional Facility

The **agency** requests FY 2015 operating expenditures of \$16.2 million, including \$15.8 million from the State General Fund. The request is a State General Fund increase of \$1.8 million, or 13.2 percent, partially offset by a special revenue fund decrease of \$67,466, or 14.1 percent, for a total increase of \$1.8 million, or 12.3 percent, above the agency's revised FY 2014 estimate. The request includes an enhancement for \$1.5 million, all from the State General Fund. **Absent the enhancement**, the agency requests FY 2015 operating expenditures of \$14.7 million, including \$14.3 million from the State General Fund. The request is an increase of \$355,292, or 2.6 percent, above the revised FY 2014 estimate. The increase is predominately due to a reduced shrinkage rate, higher salary and wages fringe benefit costs, contractual services for utility service payments, and estimates for commodities such as clothing.

The agency requests FY 2015 capital improvement expenditures of \$78,016, all from the State General Fund. The request is for debt service principal payments.

The **Governor** recommends FY 2015 operating expenditures of \$16.1 million, including \$15.7 million from the State General Fund. The recommendation is a decrease of \$34,401, or 0.2 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending the agency's enhancements for information technology replacement and vehicle replacements, partially offset by the Governor's enhancement (\$160,299) for a 1.5 percent base pay increase.



The Governor concurs with the agency's FY 2015 capital improvement expenditures request.

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

**FY 2015**

1. Delete \$641,186, all from the State General Fund, and 14.0 FTE positions to reduce the Governor's additional enhancement funding for staffing.
2. Delete \$160,299, including \$157,131 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

**Sec. 3 -- Hutchinson Correctional Facility**

The **agency** requests FY 2015 operating expenditures of \$31.4 million, including \$31.2 million from the State General Fund. The request is an increase of \$624,529, or 2.0 percent, above the revised FY 2014 estimate. The request includes an enhancement of \$217,853, all from the State General Fund, for vehicle replacements and a package scanner. Absent the enhancement, the agency requests FY 2015 operating expenditures of \$31.2 million. The request is an increase of \$406,676, or 1.3 percent, above the revised FY 2014 estimate. The increase is mainly due to higher salaries and wages fringe benefit costs, contractual services for advertising, computer services, job training, travel costs, utilities service payments, and inmate salaries, and commodities estimates for fuel, motor vehicle parts, and building and household supplies.

The agency requests FY 2015 capital improvement expenditures of \$262,477, all from the State General Fund. The request includes an enhancement of \$262,477, all from the State General Fund. **Absent the enhancement**, the agency does not request any capital improvement expenditures. The decrease is attributable to capital improvement expenditures made in FY 2014 that are not budgeted for FY 2015 at the discretion of the Department of Corrections' Central Office and the agency paying off its debt service.

The **Governor** recommends FY 2015 operating expenditures of \$31.5 million, including \$31.3 million from the State General Fund. The recommendation is an increase of \$104,308, or 0.3 percent, above the agency's FY 2015 request. The increase is attributable to the Governor's enhancement for a 1.5 percent base pay increase (\$322,161) for classified employees, partially offset by the Governor not recommending any of the agency's enhancement requests.

The Governor recommends no FY 2015 capital improvement expenditures. The recommendation is a decrease of \$262,477, or 100.0 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending the agency's enhancement for South Unit renovations.

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

**FY 2015**

1. Delete \$322,161, including \$319,436 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

**Sec. 3 -- Winfield Correctional Facility**

The **agency** requests FY 2015 operating expenditures of \$13.9 million, including \$13.6 million from the State General Fund. The request is an increase of \$577,781, or 4.4 percent, above the revised FY 2014 operating expenditures estimate. The request includes an enhancement of \$573,560, all from the State General Fund. The agency requests 198.0 FTE positions, the same as the FY 2014 revised number. **Absent the enhancement**, the agency requests FY 2015 operating expenditures of \$13.3 million. The request is an increase of \$4,221, or less than 0.1 percent, above the revised FY 2014 estimate. The increase is primarily due to higher contractual services for inmate salaries and bus tickets for recently released inmates, payments for utilities service and commodities estimates for vehicle parts and supplies and household supplies.

The agency requests no FY 2015 capital improvement expenditures. The request is a decrease of \$644,732, including \$165,655 from the State General Fund, below the revised FY 2014 estimate. The decrease is attributable to capital improvement expenditures made in FY 2014 that will be made for FY 2015 at the discretion of the Department of Corrections' Central Office and the agency paying off its debt service.

The **Governor** recommends FY 2015 operating expenditures of \$13.4 million, including \$13.1 million from the State General Fund. The recommendation is a decrease of \$436,716, or 3.2 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending any of the agency's enhancements, partially offset by the Governor's enhancement of \$136,844, including \$133,408 from the State General Fund, for a 1.5 percent base pay increase for classified employees.

The Governor concurs with the agency's FY 2015 capital improvements request.

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

**FY 2015**

1. Delete \$136,844, including \$133,408 from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### Sec. 3 -- Kansas Juvenile Correctional Complex

The **agency** requests FY 2015 operating expenditures of \$17.1 million, including \$16.5 million from the State General Fund. The request is a decrease of \$36,604, or 0.2 percent, including a State General Fund decrease of \$10,929, or 0.1 percent, below the revised FY 2014 estimate. The decrease is mainly due to lower contractual service expenditures for food service and commodities estimates for building materials for small repair projects.

The **Governor** recommends FY 2015 operating expenditures of \$17.2 million, including \$16.7 million from the State General Fund. The recommendation is an increase of \$154,267, or 0.9 percent, above the agency's FY 2015 request. The increase is attributable to an enhancement for a 1.5 percent base pay increase for classified employees.

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

#### **FY 2015**

1. Delete \$357,121, all from the State General Fund, from the Educational Services program leaving \$1.4 million, for FY 2015.
2. Delete \$154,267, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### Sec. 3 -- Norton Correctional Facility

The **agency** requests FY 2015 operating expenditures of \$16.1 million, including \$15.9 million from the State General Fund. The request is an increase of \$326,994, or 2.1 percent, above the revised FY 2014 estimate. The request includes an enhancement for \$343,875, all from the State General Fund. **Absent the enhancement**, the agency requests FY 2015 operating expenditures of \$15.7 million, including \$15.6 million from the State General Fund. The request is a decrease of \$16,881, or 0.1 percent, below the agency's revised FY 2014 estimate. The decrease is predominately attributable to lower contractual services for other service fees, in-state travel, communication, and other contractual services and commodities estimates for clothing, motor vehicle parts, and other supplies, partially offset by a reduced salaries and wages shrinkage rate.

The agency does not request funding for any capital improvement expenditures. The request is a decrease of \$622,203, or 100.0 percent, including \$196,029 from the State General Fund, below the revised FY 2014 estimate. The decrease is attributable to capital improvement expenditures made in FY 2014 that will be made for FY 2015 at the discretion of the Department of Corrections' Central Office and the agency paying off its debt service.

The **Governor** recommends FY 2015 operating expenditures of \$15.6 million, including \$15.5 million from the State General Fund. The recommendation is a decrease of \$450,398, or 2.8 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending any of the agency's enhancements and a funding shift to the Department of Corrections' Central Office for the Justice Reinvestment Initiative (\$278,845), partially offset by the Governor's enhancement for a 1.5 percent base pay increase (\$172,322) for classified employees.

The Governor concurs with the agency's FY 2015 capital improvements request.

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

**FY 2015**

1. Delete \$172,322, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### Sec. 3 -- Lansing Correctional Facility

The **agency** requests FY 2015 operating expenditures of \$41.6 million, including \$41.3 million from the State General Fund. The request is an increase of \$1.4 million, or 3.7 percent, above the revised FY 2014 operating expenditures estimate. The request includes an enhancement of \$846,220, all from the State General Fund. **Absent the enhancement**, the agency requests operating expenditures of \$40.7 million. The request is an increase of \$567,912, or 1.4 percent, above the revised FY 2014 estimate. The increase is primarily due to higher salaries and wages fringe benefit costs and holiday pay, contractual services for transportation, salaries for inmates who work at the facility, payments for utilities service, and cost estimates for plant supplies and equipment materials.

The agency requests no FY 2015 capital improvement expenditures. The request is a decrease of \$1.6 million, including \$421,850 from the State General Fund, below the revised FY 2014 estimate. The decrease is attributable to capital improvement expenditures made in FY 2014 that will be made for FY 2015 at the discretion of the Department of Corrections' Central Office and the agency paying off its debt service.

The **Governor** recommends FY 2015 operating expenditures of \$40.9 million, including \$40.6 million from the State General Fund. The recommendation is a decrease of \$663,960, or 1.6 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending any of the agency's enhancements and a funding transfer to the Department of Corrections' Central Office for the Justice Reinvestment Initiative, partially offset by the Governor's enhancement for a 1.5 percent base pay increase for classified employees.

The Governor concurs with the agency's FY 2015 capital improvements request.

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

**FY 2015**

1. Delete \$445,625, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### Sec. 3 -- Larned Juvenile Correctional Facility

The **agency** requests FY 2015 operating expenditures of \$9.5 million, including \$9.4 million from the State General Fund. The request is a State General Fund increase of \$90,944, or 1.0 percent, partially offset by a special revenue funds decrease of \$1,636, or 1.8 percent, for

a total increase of \$89,308, or 1.0 percent, above the revised FY 2014 estimate. The request includes 147.0 FTE positions, the same as the revised FY 2014 estimate. The increase is attributable to higher salary and wage fringe benefit costs and contractual service expenditures for vehicle repairs made in FY 2014 but not FY 2015.

The **Governor** recommends FY 2015 operating expenditures of \$9.6 million, including \$9.5 million from the State General Fund. The recommendation is an increase of \$86,125, or 0.9 percent, above the agency's FY 2015 request. The increase is attributable to an enhancement for a 1.5 percent base pay increase for classified employees.

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

**FY 2015**

1. Delete \$266,384, all from the State General Fund, for the Educational Services program leaving \$1.1 million, for FY 2015.
2. Delete \$86,125, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.

### **Sec. 3 -- Larned Correctional Mental Health Facility**

The **agency** requests FY 2015 operating expenditures of \$10.9 million, all from the State General Fund. The request is a State General Fund increase of \$359,387, or 3.4 percent, partially offset by a special revenue fund decrease of \$12,000, or 100.0 percent, for a total increase of \$347,387, or 3.3 percent, above the revised FY 2014 estimate. The request includes 182.0 FTE positions, which is the same as the revised FY 2014 estimate. The request includes enhancements totaling \$172,967, all from the State General Fund. **Absent the enhancement**, the agency requests \$10.7 million, all from the State General Fund. The request is an increase of \$174,420, or 1.7 percent, above the revised FY 2014 estimate. The increase is attributable to six corrections officers upgrading classification, higher salary and wage fringe benefit costs, higher contractual services for electricity service payments and increased payments for inmate salaries, and higher costs for commodities such as paper products and cleaning supplies.

The agency requests FY 2015 capital improvement expenditures of \$18,557, all from the State General Fund. The request is a decrease of \$229,819, or 92.5 percent, below the revised FY 2014 estimate. The decrease is attributable to capital improvement expenditures made in FY 2014 totaling \$229,819, all from the Correctional Institution Building Fund, that will be made for FY 2015 at the discretion of the Department of Corrections' Central Office.

The **Governor** recommends FY 2015 operating expenditures of \$10.8 million, all from the State General Fund. The recommendation is a decrease of \$56,580, or 0.5 percent, below the agency's FY 2015 request. The decrease is due to the Governor not recommending the agency's enhancements, partially offset by the Governor's enhancement of \$116,387, all from the State General Fund, for a 1.5 percent base pay increase for classified employees.

The Governor concurs with the agency's FY 2015 capital improvement request.

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

**FY 2015**

1. Delete \$116,387, all from the State General Fund, for the Governor's 1.5 percent base pay increase for classified employees for FY 2015.