

GOVERNOR'S RECOMMENDATION—HB 2577

The 2015 Legislature approved a FY 2017 budget of \$15.845 billion, including \$6.398 billion from the State General Fund.

According to the *Governor's Budget Recommendations Volume 1* for FY 2017, the Governor's recommendation totals \$16.095 billion from all funding sources with \$6.395 billion financed from the State General Fund. The recommendation increased total expenditures by \$249.8 million, but reduced State General Fund expenditures by \$3.8 million from the approved amount. The all fund increases include \$114.8 million in the Department of Transportation primarily for additional fees and federal funds, \$112.0 million in Board of Regents and institutions primarily for tuition, restricted fees and federal fund increases, \$70.6 million in Kansas Department of Health and Environment primarily for human services caseloads, \$38.9 million in Department of Education in Bond and Interest State Aid and the transfer of the Children's Cabinet from the Department for Children and Families. These increases were partially offset by reductions of \$75.0 million in Department for Aging and Disability Services primarily in human services caseload and \$18.6 million in Department for Children and Families primarily for the transfer of the Children's Cabinet to the Department of Education. The State General Fund reductions include reduced expenditures of \$11.4 million in the Kansas Department of Health and Environment for adjustments to medical programs and \$33.1 million in the Department for Aging and Disability Services primarily in human services caseloads.

These reductions were partially offset by increases of \$34.7 million in school finance adjustments and the transfer of the Children's Cabinet from the Department for Children and Families and \$13.2 million in the Department for Children and Families primarily for human services caseloads.

For FY 2017, the bill also includes State General Fund increases in revenue totaling \$161.8 million. The transfers adjustment to the State General Fund total \$116.6 million and include \$50.6 million from the transfer of the Children's Initiative Fund to the State General Fund, \$25.0 million from the Department of Transportation and \$25.0 million from the privatization of the Kansas Bioscience Authority. There also is an increase of \$41.7 million in revenue in additional debt collections to the State General Fund for FY 2017.

State General Fund Revenue Adjustments

As of Monday, February 01, 2016

FY 2017:

Economic Development Initiatives Fund

Increase transfer to State General Fund \$, 2,284,768

Children's Initiatives Fund

Transfer Fund balance to State General Fund 1,372,333

Department of Administration

Transfer from Landon State Office Building Repair Expense Fund 5,066

Transfer from MacVicar Avenue Assessment Expense Fund 13,845

Kansas Department of Revenue

Increase transfer from Division of Vehicles Operating Fund 562,000

Insurance Department

Increase transfer from Service Regulation Fee Fund 1,000,000

Board of Regents

Post Secondary Ed. Perf-Based Incentives Fund 900,000

State Fire Marshal

Increase transfer from Fire Marshal Fee Fund 750,000

Kansas Water Office

Eliminate transfer from Water Supply Storage Acquisition Fund (120)

Department of Transportation

Increase transfer to the State General Fund 25,000,000

Kansas Bioscience Authority

Transfer recovery of prior year's transfers through sale of assets 25,000,000

Kansas Public Employees Retirement System

Transfer from the Kansas Endowment for Youth Fund 49,200,000

Total FY 2017

\$ 56,887,892
