

SB 81 - Summary Overview

Included in this bill is the Governor's revised FY 2015 recommendation of \$15.5 billion all funds including \$6.3 billion from the State General Fund. This is a net increase of \$151.6 million, or 1.0 percent, from all funding sources, and a State General Fund increase of \$42.9 million, or 0.7 percent, above the amount approved by the 2014 Legislature after adjustments.

The consensus revenue estimating process was completed on November 10, 2014 subsequent to agencies submitting budgets with revised expenditures for the current fiscal year. The results of the new consensus estimates identified a \$278.7 million State General Fund shortfall for FY 2015. To address the shortfall, the Governor issued an allotment plan totaling \$280.0 million which reduced expenditures by \$60.1 million. The allotment plan also included recommendations to transfer funds and adjust Non-State General Fund expenditures an additional \$219.9 million. A portion of SB 81 also includes the items in the Governor's December 9th allotment plan that require Legislative approval.

SB 81 increases expenditures by \$151.6 million, including \$42.9 million from the State General Fund. The major items that impact the State General Fund are attributable to the following adjustments.

Reductions of:

- \$18.4 million, including \$562,459 from the State General Fund, for a 4.0 percent operating reduction for the last six months of FY 2015;
- \$7.9 million, including \$918,249 from the State General Fund, for a reduction in the Kansas Public Employee Retirement System employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015;
- \$4.6 million from the State General Fund to reduce Disaster Relief Fund expenditures;
- \$2.7 million from the State General Fund for reappropriation lapses for the Legislative and Judicial Branches of Government; and
- \$791,720 from the State General Fund for salary cost reductions in the Kansas Bureau of Investigations;

Increases of:

- \$106.6 million, including \$46.2 million from the State General Fund, to fully fund Human Services Consensus Caseload estimates;
- \$2.9 million from the State General Fund for technical education tuition; and
- \$2.5 million from the State General Fund for Department of Administration - Office of Information Technology Services to reimburse the federal government for various expenditures.

The bill also includes State General Fund transfer adjustments in FY 2015 totaling \$253.2 million. The largest transfers are \$158.5 million from the State Highway Fund, \$55.0 million from the Medical Program Fees Fund, \$14.5 million from the KEY Fund, and a reduction of \$7.1 million in the transfer to the Job Creation Program Fund.

State General Fund Revenue Adjustments
SB 81 and HB 2133
As of Tuesday, January 27, 2015

FY 2015:**Attorney General**

Transfer from the Medicaid Fraud Prosecution Revolving Fund	\$	1,000,000
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Department for Children and Families

Transfer from the Children's Initiatives Fund		500,000
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Department of Commerce

Transfer from the Economic Development Initiatives Fund		1,123,083
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KDHE - Health Care Finance

Transfer from the Medical Programs Fee Fund		55,000,000
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Department of Revenue

Transfer from the Vehicle Modernization Fund		4,000,000
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Transfer from the Vehicles Operating Fund		1,219,827
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Department of Wildlife, Parks and Tourism

Transfer from the Department Access Roads Fund		1,000,000
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Transfer from the Bridge Maintenance Fund		400,000
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KDHE - Environment

Transfer from the Underground Storage Tank Redevelopment Fund		3,000,000
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Highway Patrol

Transfer from the Kansas Highway Patrol Operations Fund		1,103,044
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Insurance Department

Transfer from the Workers Compensation Fund		3,000,000
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Kansas Department for Aging and Disability Services

Transfer from the Problem Gambling and Addictions Grant Fund		1,200,000
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Transfer from the DADS Social Welfare Fund		3,000,000
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Kansas Department of Transportation

Transfer from the State Highway Fund		158,479,087
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State Treasurer

Transfer from the State Treasurer Operating Fund		500,000
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Impact Program Repayment Fund

Reduce transfer to the Job Creation Program Fund		7,100,000
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Kansas Lottery

Increase the transfer to the State General Fund		200,000
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Transfer from the State General Fund for ELARF shortfall		(3,158,000)
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Kansas Public Employees Retirement System

Transfer from the Key Fund		14,500,000
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Total FY 2015

	\$	253,167,041
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