Senate Subcommittee Report

Agency: Kansas Department of Labor **Bill No.** House Sub. for SB 4 **Bill Sec.** 36

Analyst: Chiamopoulos **Analysis Pg. No.** 2802 **Budget Page No.** 212

Expenditure Summary		Agency Estimate FY 2015		Governor Recommendation FY 2015		Senate Subcommittee Adjustments
Operating Expenditures:						
State General Fund	$	334,454	$	325,600	$	0
Other Funds		379,605,882		379,348,575		0
Subtotal	$	379,940,336	$	379,674,175	$	0
Capital Improvements:						
State General Fund	$	0	$	0	$	0
Other Funds		2,815,000		2,815,000		0
Subtotal	$	2,815,000	$	2,815,000	$	0
TOTAL	$	382,755,336	$	382,489,175	$	0
FTE positions		232.5		232.5		0.0
Non FTE Uncl. Perm. Pos.		193.4		193.4		0.0
TOTAL		425.9		425.9		0.0

Agency Estimate

The **agency** estimates revised FY 2015 total expenditures of $382.8 million, including $334,454 from the State General Fund. The revised estimate is an all funds increase of $49,015, or less than 0.1 percent, including a State General Fund increase of $8,854, or 2.7 percent, above the amount approved by the 2014 Legislature. The increase is attributable to a supplemental request of $40,161, all from special revenue funds, to pay for the second interest payment on the 401 SW Topeka Blvd. remodeling bond and to the Governor's December allotment, which reduced the agency's approved FY 2015 budget by $8,854, all from the State General Fund. The Governor's allotment consists of a $1,270 reduction in KPERS employer contribution expenditures, a $913 reappropriation lapse, and a 4.0 percent State General Fund expenditure reduction totaling $6,671. The agency indicates it will reduce expenditures for professional fees by $7,584 to account for the 4.0 percent State General Fund expenditure reduction and reappropriation lapse allotted by the Governor. The revised estimate includes 232.5 FTE positions, which is a decrease of 98.5 positions below the amount approved by the 2014 Legislature. The reduction in FTE positions is largely due to the elimination of vacant positions.

Governor's Recommendation

The **Governor** recommends FY 2015 total expenditures of $382.5 million, including $325,600 from the State General Fund. The recommendation is an all funds decrease of $266,161, or 0.1 percent, including a State General Fund decrease of $8,854, or 2.6 percent, below the agency's revised FY 2015 estimate. The all funds decrease is attributable to the Governor's December allotment plan, which reduced the agency's approved FY 2015 budget by $8,854, all from the State General Fund, and to a reduction of $257,307, all from special revenue funds, due to a reduced Kansas Public Employer Regular and School Member employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015. The recommendation includes 232.5 FTE positions, which is the same number included in the agency's revised estimate.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation for FY 2015.

Senate Subcommittee Recommendation

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

Senate Subcommittee Report

Agency: Kansas Department of Labor **Bill No.** SB 237 **Bill Sec.** 72

Analyst: Chiamopoulos **Analysis Pg. No.** 2802 **Budget Page No.** 212

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	$ 332,943	$ 318,309	$ 0
Other Funds	324,407,805	324,167,580	0
Subtotal	$ 324,740,748	$ 324,485,889	$ 0
Capital Improvements:			
State General Fund	$ 0	$ 0	$ 0
Other Funds	3,025,000	3,025,000	0
Subtotal	$ 3,025,000	$ 3,025,000	$ 0
TOTAL	$ 327,765,748	$ 327,510,889	$ 0
FTE positions	232.5	232.5	0.0
Non FTE Uncl. Perm. Pos.	193.4	193.4	0.0
TOTAL	425.9	425.9	0.0

Agency Request

The **agency** requests FY 2016 operating expenditures of $324.7 million, including $332,943 from the State General Fund. The request is an all funds decrease of $55.2 million, or 14.5 percent, including a State General Fund decrease of $1,511, or 0.5 percent, below the agency's revised FY 2015 estimate. The decrease is primarily due to a reduction in projected unemployment insurance benefit payments. Included in the request is an enhancement of $18,600, all from the KDOL Off Budget Fund, for the purchase of a passenger vehicle. The request includes 232.5 FTE positions, which is the same as the revised FY 2015 estimate.

The agency requests a capital improvements budget of $3.0 million, which is an increase of $210,000, or 7.5 percent, above the revised FY 2015 estimate. The increase is due to renovations at 1309 SW Topeka Blvd. and 401 SW Topeka Blvd., as well as increased debt service principal payments on the UI Modernization bond and the 401 SW Topeka Blvd. bond. All capital improvements expenditures in FY 2016 are funded by special revenue funds.

Governor's Recommendation

The **Governor** recommends FY 2016 operating expenditures of $324.5 million, including $318,309 from the State General Fund. The recommendation is an all funds decrease of $254,859, or 0.1 percent, including a State General Fund decrease of $14,634, or 4.4 percent, below the agency's FY 2016 request. The all funds decrease is attributable to the Governor recommending a 4.0 percent State General Fund reduction totaling $13,342, as well as recommending a reduction of $241,517, including $1,292 from the State General Fund, to reduce the employer contribution rate for state employee health insurance. The recommendation includes 232.5 FTE positions, which is the same number included in the agency's request.

The Governor concurs with the agency's FY 2016 capital improvements request of $3.0 million.

Senate Subcommittee Recommendation

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

Senate Subcommittee Report

Agency: Kansas Department of Labor **Bill No.** SB 237 **Bill Sec.** 73

Analyst: Chiamopoulos **Analysis Pg. No.** 2802 **Budget Page No.** 212

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	$ 332,943	$ 318,284	$ 0
Other Funds	282,673,573	282,428,536	0
Subtotal	$ 283,006,516	$ 282,746,820	$ 0
Capital Improvements:			
State General Fund	$ 0	$ 0	$ 0
Other Funds	605,000	605,000	0
Subtotal	$ 605,000	$ 605,000	$ 0
TOTAL	$ 283,611,516	$ 283,351,820	$ 0
FTE positions	232.5	232.5	0.0
Non FTE Uncl. Perm. Pos.	193.4	193.4	0.0
TOTAL	425.9	425.9	0.0

Agency Request

The **agency** requests FY 2017 operating expenditures of $283.0 million, including $332,943 from the State General Fund. The request is an all funds decrease of $41.7 million, or 12.9 percent, below the agency's FY 2016 request. The FY 2017 State General Fund request is unchanged from the FY 2016 request. The all funds decrease is primarily due to a reduction in projected unemployment insurance benefit payments. The request includes 232.5 FTE positions, which is the same as the requested FY 2016 amount.

The agency requests a capital improvements budget of $605,000, which is a decrease of $2.4 million, or 80.0 percent, below the FY 2016 request. The decrease is due to a $2.5 million reduction in debt service principal payments resulting from the Unemployment Insurance Modernization bond being fully repaid in FY 2016. All capital improvements expenditures in FY 2017 are funded by special revenue funds.

Governor's Recommendation

The **Governor** recommends FY 2017 operating expenditures of $282.7 million, including $318,284 from the State General Fund. The recommendation is an all funds decrease of $259,696, or 0.1 percent, including a State General Fund decrease of $14,659, or 4.4 percent, below the agency's FY 2017 request. The all funds decrease is attributable to the Governor recommending a 4.0 percent State General Fund reduction totaling $13,342, as well as recommending a reduction of $246,354, including $1,317 from the State General Fund, to reduce the employer contribution rate for state employee health insurance. The recommendation includes 232.5 FTE positions, which is the same number included in the agency's request.

The Governor concurs with the agency's FY 2017 capital improvements request of $605,000.

Senate Subcommittee Recommendation

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