

House Budget Committee Report

Agency: Board of Regents

Bill No. House Sub. for SB 4

Bill Sec. 43

Analyst: Morrow

Analysis Pg. No. 2019

Budget Page No. 266

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation* FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 200,652,441	\$ 198,856,575	\$ 1,470,000
Other Funds	18,733,818	18,730,931	0
Subtotal	\$ 219,386,259	\$ 217,587,506	\$ 1,470,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
 TOTAL	 \$ 219,386,259	 \$ 217,587,506	 \$ 1,470,000
 FTE positions	 62.5	 62.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	62.5	62.5	0.0

* This includes Governor's allotment #2 from February 2015.

Agency Estimate

The **agency's** revised estimate is \$219.4 million, including \$200.7 million from the State General Fund in FY 2015. This is an increase of \$1.3 million in other funds primarily in federal funding sources in aid to local units of government. It is the same amount as the Legislative approved amount of State General Fund in FY 2015. There are no capital improvement requests in FY 2015.

Governor's Recommendation

The **Governor** recommends \$222.2 million, including \$203.4 million from the State General Fund. This is an increase of \$4.1 million, or 1.9 percent, all funds and \$2.9 million, or 1.4 percent, State General Fund above the approved amount. The State General Fund increase is for the Career Technical Education tuition. This was an agency requested increase after it submitted its budget due to the increased number of students taking part in the program.

House Sub. for Senate Bill 4

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

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Add \$1.47 million, all from State General Fund, for the Incentive for Technical Education program in FY 2015.
2. Add language allowing the Board of Regents the flexibility to expend money from different funds for the \$3.1 million State General Fund reduction to specific programs due to the Governor's allotment and fully fund the Midwest Higher Education Compact which was reduced by \$1,900 from State General Fund by the Governor's February allotment in FY 2015.
3. The Budget Committee commends the Board of Regents and Regents Universities for working to increase the graduation rates over the last 27 years. The information provided to the Committee shows an overall, steady increase in the 4-year, 5-year and 6-year graduation rates for state universities.

Senate Subcommittee Report

Agency: Board of Regents

Bill No. House Sub. for SB 4

Bill Sec. 43

Analyst: Morrow

Analysis Pg. No. 2019

Budget Page No. 266

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 200,652,441	\$ 198,856,575	\$ 750,000
Other Funds	18,733,818	18,730,931	0
Subtotal	\$ 219,386,259	\$ 217,587,506	\$ 750,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 219,386,259	\$ 217,587,506	\$ 750,000
FTE positions	62.5	62.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	62.5	62.5	0.0

Agency Estimate

The **agency's** revised estimate is \$219.4 million, including \$200.7 million from the State General Fund in FY 2015. This is an increase of \$1.3 million in other funds primarily in federal funding sources in aid to local units of government. It is the same amount as the Legislative approved amount of State General Fund in FY 2015. There are no capital improvement requests in FY 2015.

Governor's Recommendation

The **Governor** recommends \$222.2 million, including \$203.4 million from the State General Fund. This is an increase of \$4.1 million, or 1.9 percent, all funds and \$2.9 million, or 1.4 percent, State General Fund above the approved amount. The State General Fund increase is for the Career Technical Education tuition. This was an agency requested increase after it submitted its budget due to the increased number of students taking part in the program.

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 with the following adjustments:

1. Delete \$222,618, all from the State General Fund, as part of the reappropriated funds in FY 2015.
2. Add \$222,618, all from the State General Fund, to reinstate the allotment to the Municipal Operating grant for Washburn University in FY 2015.
3. Delete \$29,141, all from the State General Fund, for capital outlay in FY 2015.
4. Add \$29,141, all from the State General Fund, to restore the allotment for the Adult Education program in FY 2015.
5. Add \$750,000, all from the State General Fund, to partially restore the allotment to the Incentive for Technical Education in FY 2015.

House Budget Committee Report

Agency: Board of Regents

Bill No. HB 2370

Bill Sec. 116

Analyst: Morrow

Analysis Pg. No. 2019

Budget Page No. 266

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 242,793,588	\$ 197,081,200	\$ 1,500,000
Other Funds	17,888,547	17,872,478	0
Subtotal	\$ 260,682,135	\$ 214,953,678	\$ 1,500,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	55,000,000	29,000,000	0
Subtotal	\$ 55,000,000	\$ 29,000,000	\$ 0
 TOTAL	 \$ 315,682,135	 \$ 243,953,678	 \$ 1,500,000
 FTE positions	 62.5	 62.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	62.5	62.5	0.0

Agency Request

The **agency** requests operating expenditures \$260.7 million, including \$242.8 million from the State General Fund for FY 2016. This is an overall increase of \$41.3 million, or 18.8 percent, and \$42.1 million, or 21.0 percent, State General Fund above the FY 2015 revised estimate. The increase is primarily due to requests for enhancements totaling over \$44.6 million.

Without the operating enhancements the FY 2016 request is \$3.3 million, or 1.5 percent, all funds and \$2.4, or 1.2 percent, from the State General Fund, below the FY 2015 revised estimate.

The agency is requesting \$55.0 million, all from other funds for capital improvements for FY 2016. The request includes \$35.0 million from the Educational Building Fund for rehabilitation and repair and an enhancement of \$20.0 million from the Expanded Lottery Act Revenue Fund for deferred maintenance. This is the same as the request made for FY 2015 during the 2013 Session.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$215.0 million, including \$197.1 million for the State General Fund. This is a decrease of \$7.2 million, or 3.2 percent, all funds

and \$6.3 million, or 3.1 percent, State General Fund below the FY 2015 recommendation. The recommendation includes one enhancement for the Board of Regents (\$555,738).

The Governor recommends a reduction of \$42,250, including \$21,681 from the State General Fund, to reduce employer contributions for state employee health insurance. The recommendation also includes a reduction of \$157,911, or 4.0 percent, State General Fund operating expenditures.

The Governor's recommendation also deletes \$1.5 million, all from the State General Fund, for the Incentive for Technical Education. This would eliminate the \$1,000 payment to the school districts for each student who graduates from the district with an industry-recognized credential in a high-need occupation.

The Governor recommends \$29.0 million, all from the Educational Building Fund, for capital improvements.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Add \$1.5 million, all from the State General Fund, for the Incentive for Technical Education program for FY 2016.
2. Add language allowing the agency to expend \$20,000, all from existing resources, for the additional membership dues for the Midwest Higher Education Compact for FY 2016.
3. The Budget Committee wishes to draw the attention of the Committee to the enhancement requests by the Board of Regents and Regents Universities of \$64.6 million, including \$44.6 million from the State General Fund for FY 2016.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation with the following adjustment:

1. The Committee approved the Minority Report except for the last sentence which stated that the enhancement requests were well documented, appropriate, and should be considered at Omnibus.

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Senate Subcommittee Report

Agency: Board of Regents

Bill No. SB 237

Bill Sec. 116

Analyst: Morrow

Analysis Pg. No. 2019

Budget Page No. 266

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 242,793,588	\$ 197,081,200	\$ 3,000,000
Other Funds	17,888,547	17,872,478	0
Subtotal	\$ 260,682,135	\$ 214,953,678	\$ 3,000,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	55,000,000	29,000,000	0
Subtotal	\$ 55,000,000	\$ 29,000,000	\$ 0
 TOTAL	 \$ 315,682,135	 \$ 243,953,678	 \$ 3,000,000
 FTE positions	 62.5	 62.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	62.5	62.5	0.0

Agency Request

The **agency** requests operating expenditures \$260.7 million, including \$242.8 million from the State General Fund for FY 2016. This is an overall increase of \$41.3 million, or 18.8 percent, and \$42.1 million, or 21.0 percent, State General Fund above the FY 2015 revised estimate. The increase is primarily due to requests for enhancements totaling over \$44.6 million.

Without the operating enhancements the FY 2016 request is \$3.3 million, or 1.5 percent, all funds and \$2.4, or 1.2 percent, from the State General Fund, below the FY 2015 revised estimate.

The agency is requesting \$55.0 million, all from other funds for capital improvements for FY 2016. The request includes \$35.0 million from the Educational Building Fund for rehabilitation and repair and an enhancement of \$20.0 million from the Expanded Lottery Act Revenue Fund for deferred maintenance. This is the same as the request made for FY 2015 during the 2013 Session.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$215.0 million, including \$197.1 million for the State General Fund. This is a decrease of \$7.2 million, or 3.2 percent, all funds and \$6.3 million, or 3.1 percent, State General Fund below the FY 2015 recommendation. The recommendation includes one enhancement for the Board of Regents (\$555,738).

The Governor recommends a reduction of \$42,250, including \$21,681 from the State General Fund, to reduce employer contributions for state employee health insurance. The recommendation also includes a reduction of \$157,911, or 4.0 percent, State General Fund operating expenditures.

The Governor's recommendation also deletes \$1.5 million, all from the State General Fund, for the Incentive for Technical Education. This would eliminate the \$1,000 payment to the school districts for each student who graduates from the district with an industry-recognized credential in a high-need occupation.

The Governor recommends \$29.0 million, all from the Educational Building Fund, for capital improvements.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation with the following adjustments:

1. Add language allowing the agency to expend \$20,000, all from within existing resources, for the additional membership dues for the Midwest Higher Education Compact for FY 2016.
2. Add \$1.0 million, all from the State General Fund, for the Incentive for Technical Education for FY 2016.
3. Add \$2.0 million, all from the State General Fund, to the Kansas Comprehensive Grant program for FY 2016.
4. Add language that notwithstanding the statutes for the Kansas Comprehensive Grant program, the Board of Regents shall disburse not less than 75.0 percent or \$13,318,753 to the Independent and Private Colleges. In addition, the Kansas Independent College Association shall provide to the House Appropriations and Senate Ways and Means Committees at the beginning of the 2016 Session, a report on the total dollars dispersed to each college and how many students received scholarships, for FY 2016.

House Budget Committee Report

Agency: Board of Regents

Bill No. HB 2370

Bill Sec. 116

Analyst: Morrow

Analysis Pg. No. 2019

Budget Page No. 266

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 251,907,716	\$ 197,010,592	\$ 1,500,000
Other Funds	17,971,440	17,955,048	0
Subtotal	\$ 269,879,156	\$ 214,965,640	\$ 1,500,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	55,000,000	32,000,000	0
Subtotal	\$ 55,000,000	\$ 32,000,000	\$ 0
 TOTAL	 \$ 324,879,156	 \$ 246,965,640	 \$ 1,500,000
 FTE positions	 62.5	 62.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	62.5	62.5	0.0

Agency Request

The **agency** requests operating expenditures \$270.0 million, including \$252.0 from the State General Fund for FY 2017. This is an all funds increase of \$9.2 million, or 3.5 percent, and \$9.1 million, or 3.8 percent, State General Fund above the FY 2016 request. The increase is primarily due to additional operating enhancement requests totaling over \$53.8 million for FY 2017.

Without the operating enhancements the FY 2017 request is \$9.2 million, or 1.5 percent, all funds and \$9.1, or 3.8 percent, from the State General Fund, above the FY 2016 request.

The agency is requesting \$55.0 million, all from other funds for capital improvements for FY 2017. The request includes \$35.0 million from the Educational Building Fund for rehabilitation and repair and an enhancement of \$20.0 million from the Expanded Lottery Act Revenue Fund for deferred maintenance. This is the same as the request made for FY 2016.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$215.0 million, including \$197.0 million from the State General Fund. This is an increase of \$11,962, or less than 0.1 percent, all funds and a decrease of \$70,608, or less than 0.1 percent, State General Fund from the FY

2016 recommendation. The recommendation includes one enhancement for the Board of Regents (\$555,738).

The Governor recommends a reduction of \$43,097, including \$26,705 from the State General Fund, to reduce employer contributions for state employee health insurance. The recommendation also includes a reduction of \$157,911, or 4.0 percent, State General Fund operating expenditures.

The Governor's recommendation also deletes \$1.5 million, all from the State General Fund, for the Incentive for Technical Education. This would eliminate the \$1,000 payment to the school districts for each student who graduates from the district with an industry-recognized credential in a high-need occupation.

The Governor recommends \$32.0 million, all from the Educational Building Fund, for capital improvements.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Add \$1.5 million, all from the State General Fund, for the Incentive for Technical Education program for FY 2017.
2. Add language allowing the agency to expend \$20,000, all from existing resources, for the additional membership dues for the Midwest Higher Education Compact for FY 2017.
3. The Budget Committee wishes to draw the attention of the Committee to the enhancement requests by the Board of Regents and Regents Universities of \$73.8 million, including \$53.8 million from the State General Fund for FY 2017.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation with the following adjustment:

1. The Committee approved the Minority Report except for the last sentence which stated that the enhancement requests were well documented, appropriate, and should be considered at Omnibus.

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Senate Subcommittee Report

Agency: Board of Regents

Bill No. SB 237

Bill Sec. 116

Analyst: Morrow

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Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Subcommittee Adjustments
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Subtotal	\$ 269,879,156	\$ 214,965,640	\$ 1,000,000
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	55,000,000	32,000,000	0
Subtotal	\$ 55,000,000	\$ 32,000,000	\$ 0
 TOTAL	 \$ 324,879,156	 \$ 246,965,640	 \$ 1,000,000
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TOTAL	62.5	62.5	0.0

Agency Request

The **agency** requests operating expenditures \$270.0 million, including \$252.0 from the State General Fund for FY 2017. This is an all funds increase of \$9.2 million, or 3.5 percent, and \$9.1 million, or 3.8 percent, State General Fund above the FY 2016 request. The increase is primarily due to additional operating enhancement requests totaling over \$53.8 million for FY 2017.

Without the operating enhancements the FY 2017 request is \$9.2 million, or 1.5 percent, all funds and \$9.1, or 3.8 percent, from the State General Fund, above the FY 2016 request.

The agency is requesting \$55.0 million, all from other funds for capital improvements for FY 2017. The request includes \$35.0 million from the Educational Building Fund for rehabilitation and repair and an enhancement of \$20.0 million from the Expanded Lottery Act Revenue Fund for deferred maintenance. This is the same as the request made for FY 2016.

Governor's Recommendation

The **Governor** recommends operating expenditures of \$215.0 million, including \$197.0 million from the State General Fund. This is an increase of \$11,962, or less than 0.1 percent, all

funds and a decrease of \$70,608, or less than 0.1 percent, State General Fund from the FY 2016 recommendation. The recommendation includes one enhancement for the Board of Regents (\$555,738).

The Governor recommends a reduction of \$43,097, including \$26,705 from the State General Fund, to reduce employer contributions for state employee health insurance. The recommendation also includes a reduction of \$157,911, or 4.0 percent, State General Fund operating expenditures.

The Governor's recommendation also deletes \$1.5 million, all from the State General Fund, for the Incentive for Technical Education. This would eliminate the \$1,000 payment to the school districts for each student who graduates from the district with an industry-recognized credential in a high-need occupation.

The Governor recommends \$32.0 million, all from the Educational Building Fund, for capital improvements.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation with the following adjustments:

1. Add language allowing the agency to expend \$20,000 all from within existing resources from the additional membership dues for the Midwest Higher Education Compact for FY 2017.
2. Add \$1.0 million, all from State General Fund, for the Incentive for Technical Education for FY 2017.