House Budget Committee Report

Agency: Kansas State University **Bill No.** House Sub. for SB 4 **Bill Sec.** --

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation* FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	$ 106,220,367	$ 103,859,568	$ 0
Other Funds	454,108,686	453,780,102	0
Subtotal	$ 560,329,053	$ 557,639,670	$ 0
Capital Improvements:			
State General Fund	$ 1,500,000	$ 1,500,000	$ 0
Other Funds	32,751,955	32,751,955	0
Subtotal	$ 34,251,955	$ 34,251,955	$ 0
TOTAL	$ 594,581,008	$ 591,891,625	$ 0
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

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

Agency Estimate

The **agency's** revised estimate in FY 2015 is $594.6 million, including $107.7 million from the State General Fund. This is an increase of $42.6 million, or 7.7 percent, all funds and $210,604, or 0.2 percent, State General Fund above the FY 2015 approved amount. The increase includes increases mainly in salaries and wages ($18.6 million), contractual services ($4.6 million), debt service ($3.0 million) and other assistance ($4.8 million) with offsetting decreases in commodities ($2.6 million) and capital outlay ($5.3 million). The increase in State General Fund is due to the agency submitting their budget prior to the Governor's allotment.

The agency's revised estimate includes $75.0 million in bonding authority for the School of Architecture in FY 2015. This will not have a monetary impact to the FY 2015 budget but the agency is requesting $5.0 million, all from the State General Fund, to pay debt service on this bond for FY 2016 and FY 2017. The agency is also asking for $25.0 million in bonding authority for the Student Union expansion project. The debt service for this project will be paid for with student fees.

The agency's capital improvement revised estimate in FY 2015 is $34.3 million, including $1.5 million from the State General Fund. This is an increase of $20.4 million, or 147.2 percent, above the approved amount all from special revenue funds. The increase includes the transfer from the Board of Regents and carry forward of $16.7 million from the Educational Building Fund for rehabilitation and repair projects. There were also additional expenditures in other special revenue funds for capital improvement projects.

Governor's Recommendation

The **Governor** recommends $594.0 million, including $107.5 million from the State General Fund. This is an increase of $42.1 million, or 7.6 percent, all from special revenue funds, above the approved amount.

The Governor does not recommend $75.0 million in bonding authority for the College of Architecture but does recommend $25.0 in bonding authority for the Student Union expansion in which debt service will be paid with student fees.

The Governor concurs with the agency's revised estimate for capital improvements.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation for FY 2015 with the following adjustments:

1. Delete language allowing $25.0 million in bonding authority for the student union expansion in FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2015.

Senate Subcommittee Report

Agency: Kansas State University **Bill No.** House Sub. for SB 4 **Bill Sec.** --

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation* FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	$ 106,220,367	$ 103,859,568	$ 0
Other Funds	454,108,686	453,780,102	0
Subtotal	$ 560,329,053	$ 557,639,670	$ 0
Capital Improvements:			
State General Fund	$ 1,500,000	$ 1,500,000	$ 0
Other Funds	32,751,955	32,751,955	0
Subtotal	$ 34,251,955	$ 34,251,955	$ 0
TOTAL	$ 594,581,008	$ 591,891,625	$ 0
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

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

Agency Estimate

The **agency's** revised estimate in FY 2015 is $594.6 million, including $107.7 million from the State General Fund. This is an increase of $42.6 million, or 7.7 percent, all funds and $210,604, or 0.2 percent, State General Fund above the FY 2015 approved amount. The increase includes increases mainly in salaries and wages ($18.6 million), contractual services ($4.6 million), debt service ($3.0 million) and other assistance ($4.8 million) with offsetting decreases in commodities ($2.6 million) and capital outlay ($5.3 million). The increase in State General Fund is due to the agency submitting their budget prior to the Governor's allotment.

The agency's revised estimate includes $75.0 million in bonding authority for the School of Architecture in FY 2015. This will not have a monetary impact to the FY 2015 budget but the agency is requesting $5.0 million, all from the State General Fund, to pay debt service on this bond for FY 2016 and FY 2017. The agency is also asking for $25.0 million in bonding authority for the Student Union expansion project. The debt service for this project will be paid for with student fees.

The agency's capital improvement revised estimate in FY 2015 is $34.3 million, including $1.5 million from the State General Fund. This is an increase of $20.4 million, or 147.2 percent, above the approved amount all from special revenue funds. The increase includes the transfer from the Board of Regents and carry forward of $16.7 million from the Educational Building

Fund for rehabilitation and repair projects. There were also additional expenditures in other special revenue funds for capital improvement projects.

Governor's Recommendation

The **Governor** recommends $594.0 million, including $107.5 million from the State General Fund. This is an increase of $42.1 million, or 7.6 percent, all from special revenue funds, above the approved amount.

The Governor does not recommend $75.0 million in bonding authority for the College of Architecture but does recommend $25.0 in bonding authority for the Student Union expansion in which debt service will be paid with student fees.

The Governor concurs with the agency's revised estimate for capital improvements.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation for FY 2015 with the following adjustments:

1. Delete language allowing $25.0 million in bonding authority for the student union expansion in FY 2015.

Senate Subcommittee Recommendation

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

House Budget Committee Report

Agency: Kansas State University **Bill No.** HB 2370 **Bill Sec.** 100

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	$ 108,137,463	$ 105,216,062	$ 0
Other Funds	458,566,440	456,848,748	0
Subtotal	$ 566,703,903	$ 562,064,810	$ 0
Capital Improvements:			
State General Fund	$ 2,820,287	$ 0	$ 0
Other Funds	15,013,143	15,013,143	0
Subtotal	$ 17,833,430	$ 15,013,143	$ 0
TOTAL	$ 584,537,333	$ 577,077,953	$ 0
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

Agency Request

The **agency** requests FY 2016 operating expenditures of $566.7 million, including $108.1 million from the State General Fund. This is an increase of $6.4 million, or 1.1 percent, all funds and $1.9 million, or 1.8 percent, State General Fund above the FY 2015 revised estimate. The increase is mainly attributable to operational increases in debt service ($4.6 million), contractual services ($870,958), and salaries and wages ($464,805). The agency is also asking for an enhancement of $5.0 million, all from special revenue funds, for the National Bio and Agro-Defense Facility (NBAF). In the past three years, this funding has been a transfer before the revenues deposit into the Bioscience Authority.

The agency requests $17.8 million, including $2.8 million from the State General Fund for capital improvement projects for FY 2016. This is a decrease of 16.4 million, or 47.9 percent, all funds and an increase of $1.3 million, or 88.0 percent, from the State General Fund, from the FY 2015 revised estimate. The decrease is due to the Educational Building Fund moneys not being transferred from the Board of Regents until the beginning of FY 2016. The increase in State General Fund expenditures is due to an enhancement for bond payments.

Governor's Recommendation

The **Governor** recommends $562.1 million, including $105.2 million from the State General Fund. This is an increase of $2.3 million, or 0.4 percent, all funds and a decrease of $793,701, or 0.7 percent, State General Fund from the FY 2015 recommendation.

The Governor recommends a reduction of $2.5 million, including $741,688 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor recommends a $5.0 million transfer to the agency as special revenue funds for the National Bio and Agro-Defense Facility (NBAF). The recommendation does not include the debt service payments for the College of Architecture.

The Governor recommends $15.0 million, all from special revenue funds for capital improvements. The Governor did not recommend the bonding authority for the College of Architecture-Seaton Hall renovation therefore, did not recommend the debt service payments. This is a reduction of $2.8 million, all from the State General Fund from the agency's request.

House Budget Committee Recommendation

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

1. Add language allowing $25.0 million in bonding authority for the student union expansion for FY 2016. This action restores the agency to the Governor's recommendation prior to House Sub. for SB 4.

2. The Budget Committee notes the trend of increasing instructional costs at this University.

House Committee Recommendation

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

1. The Committee will discuss the bonding authority request for the College of Architecture and the use of Educational Building Fund for debt service of the bonds prior to the passing out of the appropriations bill.

Senate Subcommittee Report

Agency: Kansas State University **Bill No.** SB 237 **Bill Sec.** 100

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	$ 108,137,463	$ 105,216,062	$ (2,120,195)
Other Funds	458,566,440	456,848,748	0
Subtotal	$ 566,703,903	$ 562,064,810	$ (2,120,195)
Capital Improvements:			
State General Fund	$ 2,820,287	$ 0	$ 0
Other Funds	15,013,143	15,013,143	0
Subtotal	$ 17,833,430	$ 15,013,143	$ 0
TOTAL	$ 584,537,333	$ 577,077,953	$ (2,120,195)
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

Agency Request

The **agency** requests FY 2016 operating expenditures of $566.7 million, including $108.1 million from the State General Fund. This is an increase of $6.4 million, or 1.1 percent, all funds and $1.9 million, or 1.8 percent, State General Fund above the FY 2015 revised estimate. The increase is mainly attributable to operational increases in debt service ($4.6 million), contractual services ($870,958), and salaries and wages ($464,805). The agency is also asking for an enhancement of $5.0 million, all from special revenue funds, for the National Bio and Agro-Defense Facility (NBAF). In the past three years, this funding has been a transfer before the revenues deposit into the Bioscience Authority.

The agency requests $17.8 million, including $2.8 million from the State General Fund for capital improvement projects for FY 2016. This is a decrease of 16.4 million, or 47.9 percent, all funds and an increase of $1.3 million, or 88.0 percent, from the State General Fund, from the FY 2015 revised estimate. The decrease is due to the Educational Building Fund moneys not being transferred from the Board of Regents until the beginning of FY 2016. The increase in State General Fund expenditures is due to an enhancement for bond payments.

Governor's Recommendation

The **Governor** recommends $562.1 million, including $105.2 million from the State General Fund. This is an increase of $2.3 million, or 0.4 percent, all funds and a decrease of $793,701, or 0.7 percent, State General Fund from the FY 2015 recommendation.

The Governor recommends a reduction of $2.5 million, including $741,688 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor recommends a $5.0 million transfer to the agency as special revenue funds for the National Bio and Agro-Defense Facility (NBAF). The recommendation does not include the debt service payments for the College of Architecture.

The Governor recommends $15.0 million, all from special revenue funds for capital improvements. The Governor did not recommend the bonding authority for the College of Architecture-Seaton Hall renovation therefore, did not recommend the debt service payments. This is a reduction of $2.8 million, all from the State General Fund from the agency's request.

Senate Subcommittee Recommendation

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

1. Delete $2.1 million, all from the State General Fund, for operating expenditures for FY 2016.
2. Delete $2,597, all from the State General Fund, for the Midwest institute for comparative stem cell biology for FY 2016.

House Budget Committee Report

Agency: Kansas State University **Bill No.** HB 2370 **Bill Sec.** 101

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	$ 110,507,193	$ 107,571,209	$ 0
Other Funds	459,135,957	457,384,491	0
Subtotal	$ 569,643,150	$ 564,955,700	$ 0
Capital Improvements:			
State General Fund	$ 2,820,287	$ 0	$ 0
Other Funds	18,425,120	18,425,120	0
Subtotal	$ 21,245,407	$ 18,425,120	$ 0
TOTAL	$ 590,888,557	$ 583,380,820	$ 0
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

Agency Request

The **agency** requests FY 2017 operating expenditures of $569.6 million, including $110.5 million from the State General Fund. This is an increase of $2.9 million, or 0.5 percent, all funds and $2.4 million, or 2.2 percent, State General Fund above the FY 2016 request. The increase is mainly attributable to an increase in salaries and wages ($7.4 million) with offsetting decreases in all other operating expenditures. The increase includes an enhancement of $5.0 million from State General Fund for principal and interest debt service payments and $5.0 million special revenue funds for the National Bio and Agro-Defense Facility (NBAF). In the past three years, this funding has been a transfer which occurs prior to the revenue deposits into the Bioscience Authority.

The agency requests $21.2 million, including $2.8 million from the State General Fund for capital improvements for FY 2017. This is an increase of $3.4 million, or 19.1 percent, all from special revenue funds. The increase is mainly due to the additional residence hall construction project. The State General Fund expenditures is an enhancement request for debt service payments.

Governor's Recommendation

The **Governor** recommends $565.0 million, including $107.6 million from the State General Fund. This is an increase of $2.9 million, or 0.5 percent, all funds and $2.4 million, or 2.2 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of $2.5 million, including $756,271 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor recommends a $5.0 million a State General Fund transfer to the agency for the National Bio and Agro-Defense Facility (NBAF). The recommendation does not include the debt service payments for the College of Architecture.

The Governor recommends $18.4 million, all from special revenue funds for capital improvements. The Governor did not recommend the bonding authority for the College of Architecture-Seaton Hall renovation therefore, did not recommend the debt service payments. This is a reduction of $2.8 million, all from the State General Fund from the agency's request.

House Budget Committee Recommendation

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

1. The Budget Committee notes the trend of increasing instructional costs at the University.

House Committee Recommendation

The **Committee** concurs with the budget Committee's recommendation.

Senate Subcommittee Report

Agency: Kansas State University **Bill No.** SB 237 **Bill Sec.** 101

Analyst: Morrow **Analysis Pg. No.** 2125 **Budget Page No.** 280

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	$ 110,507,193	$ 107,571,209	$ (2,120,195)
Other Funds	459,135,957	457,384,491	0
Subtotal	$ 569,643,150	$ 564,955,700	$ (2,120,195)
Capital Improvements:			
State General Fund	$ 2,820,287	$ 0	$ 0
Other Funds	18,425,120	18,425,120	0
Subtotal	$ 21,245,407	$ 18,425,120	$ 0
TOTAL	$ 590,888,557	$ 583,380,820	$ (2,120,195)
FTE positions	3,861.7	3,861.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	3,861.7	3,861.7	0.0

Agency Request

The **agency** requests FY 2017 operating expenditures of $569.6 million, including $110.5 million from the State General Fund. This is an increase of $2.9 million, or 0.5 percent, all funds and $2.4 million, or 2.2 percent, State General Fund above the FY 2016 request. The increase is mainly attributable to an increase in salaries and wages ($7.4 million) with offsetting decreases in all other operating expenditures. The increase includes an enhancement of $5.0 million from State General Fund for principal and interest debt service payments and $5.0 million special revenue funds for the National Bio and Agro-Defense Facility (NBAF). In the past three years, this funding has been a transfer which occurs prior to the revenue deposits into the Bioscience Authority.

The agency requests $21.2 million, including $2.8 million from the State General Fund for capital improvements for FY 2017. This is an increase of $3.4 million, or 19.1 percent, all from special revenue funds. The increase is mainly due to the additional residence hall construction project. The State General Fund expenditures is an enhancement request for debt service payments.

Governor's Recommendation

The **Governor** recommends $565.0 million, including $107.6 million from the State General Fund. This is an increase of $2.9 million, or 0.5 percent, all funds and $2.4 million, or 2.2 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of $2.5 million, including $756,271 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor recommends a $5.0 million a State General Fund transfer to the agency for the National Bio and Agro-Defense Facility (NBAF). The recommendation does not include the debt service payments for the College of Architecture.

The Governor recommends $18.4 million, all from special revenue funds for capital improvements. The Governor did not recommend the bonding authority for the College of Architecture-Seaton Hall renovation therefore, did not recommend the debt service payments. This is a reduction of $2.8 million, all from the State General Fund from the agency's request.

Senate Subcommittee Recommendation

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

1. Delete $2.1 million, all from the State General Fund, for operating expenditures for FY 2017.

2. Delete $2,597, all from the State General Fund, for the Midwest institute for comparative stem cell biology for FY 2017.