

**MESSAGE FROM THE GOVERNOR
REGARDING H. SUB. FOR SENATE BILL 161**

I want to thank the members of the Legislature for their work in completing a budget bill at this relatively early stage of the session. As we all know, there is more work to be done, but this bill makes significant progress. I look forward to working with the Legislature on the remaining issues before us.

Pursuant to Article 2, Section 14(b) of the Constitution of the State of Kansas, I hereby return House Substitute for Senate Bill 161 with my signature approving the bill, except for the items enumerated below.

Department of Commerce – STAR Bonds

Sections 35(g) and 36(f) are vetoed in their entirety.

These provisions would bar any consideration or approval of STAR Bond projects in Wyandotte County until FY 2018. I do not believe there is any precedent for this kind of discrimination against one county in connection with economic development programs. The vetoed provisions here effectively would be repealed by the passage of other legislation containing certain STAR Bond reforms. My administration has been working with the Legislature on those reforms and will continue to do so. I look forward to receiving acceptable legislation before the end of the session. In my view, this approach to reform is much preferred over that taken in this bill.

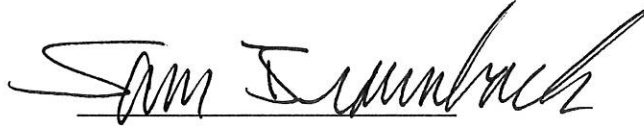
Department for Aging and Disability Services – Mental Health Screenings

Section 48(o) is vetoed in its entirety.

In October 2015, the Department for Aging and Disability Services discontinued its policy of requiring mental health screenings prior to admission to inpatient psychiatric beds at community hospitals and residential treatment facilities. The screenings were discontinued based on a threatened loss of funding from the federal government. The provision at issue here would return to the former policy, at a cost of \$1.8 million. While that cost may be justified by the benefits to be obtained from the

screenings, approving this provision could additionally jeopardize substantial federal funding of inpatient Medicaid services. I would be pleased to revisit this issue if the state receives new and different assurances from the federal government on the matter.

Dated: March 4, 2016

A handwritten signature in black ink, reading "Sam Brownback". The signature is written in a cursive, flowing style with a horizontal line underneath the name.

Sam Brownback
Governor of Kansas

House Substitute for SENATE BILL No. 161

AN ACT making and concerning appropriations for the fiscal years ending June 30, 2016, June 30, 2017, and June 30, 2018, for the state agencies; authorizing certain transfers, capital improvement projects and fees, imposing certain restrictions and limitations, and directing or authorizing certain receipts, disbursements, procedures and acts incidental to the foregoing; amending K.S.A. 75-3722 and K.S.A. 2015 Supp. 68-2320, 74-4914d, 74-4920, 74-50,107, 74-99b34, 75-2319 and 79-34,161 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) For the fiscal years ending June 30, 2016, June 30, 2017, and June 30, 2018, appropriations are hereby made, restrictions and limitations are hereby imposed, and transfers, capital improvement projects, fees, receipts, disbursements, procedures and acts incidental to the foregoing are hereby directed or authorized as provided in this act.

(b) The agencies named in this act are hereby authorized to initiate and complete the capital improvement projects specified and authorized by this act or for which appropriations are made by this act, subject to the restrictions and limitations imposed by this act.

(c) This act shall not be subject to the provisions of K.S.A. 75-6702(a), and amendments thereto.

(d) The appropriations made by this act shall not be subject to the provisions of K.S.A. 46-155, and amendments thereto.

Sec. 2.

STATE BANK COMMISSIONER

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 32(a) of chapter 104 of the 2015 Session Laws of Kansas on the bank commissioner fee fund (094-00-2811-4000) of the state bank commissioner is hereby decreased from \$10,607,989 to \$10,599,285.

(b) On the effective date of this act, or as soon thereafter as moneys are available, notwithstanding the provisions of K.S.A. 75-1308, and amendments thereto, or any other statute, the director of accounts and reports shall transfer \$1,500,000 from the bank commissioner fee fund (094-00-2811-5100) of the state bank commissioner to the state general fund.

Sec. 3.

STATE BANK COMMISSIONER

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 32(a) of chapter 104 of the 2015 Session Laws of Kansas on the bank commissioner fee fund (094-00-2811-4000) of the state bank commissioner is hereby decreased from \$11,043,185 to \$11,000,634.

Sec. 4.

KANSAS BOARD OF BARBERING

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 33(a) of chapter 104 of the 2015 Session Laws of Kansas on the board of barbering fee fund (100-00-2704-0100) of the Kansas board of barbering is hereby decreased from \$174,366 to \$163,763.

Sec. 5.

KANSAS BOARD OF BARBERING

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 33(a) of chapter 104 of the 2015 Session Laws of Kansas on the board of barbering fee fund (100-00-2704-0100) of the Kansas board of barbering is hereby increased from \$176,688 to \$177,377.

Sec. 6.

KANSAS STATE BOARD OF COSMETOLOGY

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 254(a) of chapter 104 of the 2015 Session Laws of Kansas on the cosmetology fee fund (149-00-2706-0100) of the Kansas state board of cosmetology is hereby decreased from \$971,159 to \$961,159.

Sec. 7.

KANSAS BOARD OF COSMETOLOGY

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 254(a) of chapter 104 of the 2015 Session Laws of Kansas on the cosmetology fee fund (149-00-2706-

0100) of the Kansas board of cosmetology is hereby increased from \$979,621 to \$996,698.

Sec. 8.

STATE DEPARTMENT OF CREDIT UNIONS

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 37(a) of chapter 104 of the 2015 Session Laws of Kansas on the credit union fee fund (159-00-2026-0100) of the state department of credit unions is hereby decreased from \$1,193,175 to \$1,192,944.

Sec. 9.

**KANSAS BOARD OF EXAMINERS IN FITTING
AND DISPENSING OF HEARING INSTRUMENTS**

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 40(a) of chapter 104 of the 2015 Session Laws of Kansas on the hearing instrument board fee fund (266-00-2712-9900) of the Kansas board of examiners in fitting and dispensing of hearing instruments is hereby increased from \$25,657 to \$26,664.

(b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 40(a) of chapter 104 of the 2015 Session Laws of Kansas on the hearing instrument litigation fund (266-00-2136-2136) of the Kansas board of examiners in fitting and dispensing of hearing instruments is hereby decreased from \$3,500 to \$2,500.

Sec. 10.

**KANSAS BOARD OF EXAMINERS IN FITTING
AND DISPENSING OF HEARING INSTRUMENTS**

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 40(a) of chapter 104 of the 2015 Session Laws of Kansas on the hearing instrument litigation fund (266-00-2136-2136) of the Kansas board of examiners in fitting and dispensing of hearing instruments is hereby decreased from \$3,500 to \$2,500.

Sec. 11.

BOARD OF NURSING

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 41(a) of chapter 104 of the 2015 Session Laws of Kansas on the board of nursing fee fund (482-00-2716-0200) of the board of nursing is hereby increased from \$2,397,402 to \$2,430,696.

Sec. 12.

BOARD OF NURSING

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 41(a) of chapter 104 of the 2015 Session Laws of Kansas on the board of nursing fee fund (482-00-2716-0200) of the board of nursing is hereby increased from \$2,430,848 to \$2,468,723.

Sec. 13.

BOARD OF EXAMINERS IN OPTOMETRY

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 42(a) of chapter 104 of the 2015 Session Laws of Kansas on the optometry fee fund (488-00-2717-0100) of the board of examiners in optometry is hereby increased from \$107,277 to \$122,277.

Sec. 14.

BOARD OF EXAMINERS IN OPTOMETRY

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 42(a) of chapter 104 of the 2015 Session Laws of Kansas on the optometry fee fund (488-00-2717-0100) of the board of examiners in optometry is hereby increased from \$109,591 to \$124,591.

Sec. 15.

STATE BOARD OF PHARMACY

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 43(a) of chapter 104 of the 2015 Session Laws of Kansas on the state board of pharmacy fee fund

(531-00-2718-0100) of the state board of pharmacy is hereby increased from \$1,138,888 to \$1,399,519.

Sec. 16.

OFFICE OF THE SECURITIES COMMISSIONER OF KANSAS

(a) On the effective date of this act, the investor education fund (625-00-2242-2240) of the office of the securities commissioner of Kansas is hereby redesignated as the investor education and protection fund of the office of the securities commissioner.

Sec. 17.

LEGISLATIVE COORDINATING COUNCIL

(a) On the effective date of this act, of the \$540,717 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 50(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the legislative coordinating council — operations account (422-00-1000-0100), the sum of \$65,015 is hereby lapsed.

Sec. 18.

LEGISLATURE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Operations (including official hospitality) (428-00-1000-0103).....	\$133,255
Litigation expenditures.....	\$50,000

(b) On the effective date of this act, of the \$3,000,000 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 52(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the efficiency analysis review account (428-00-1000-0530), the sum of \$133,262 is hereby lapsed.

Sec. 19.

DIVISION OF POST AUDIT

(a) On the effective date of this act, of the \$2,352,344 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 54(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operations (including legislative post audit committee) account (540-00-1000-0100), the sum of \$1,501 is hereby lapsed.

Sec. 20.

DIVISION OF POST AUDIT

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Operations (including legislative post audit committee) (540-00-1000-0100)	\$61,570
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Sec. 21.

ATTORNEY GENERAL

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Operating expenditures (082-00-1000-0103)	\$50,000
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(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now and hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Scrap metal theft reduction fee fund.....	No limit
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Sec. 22.

ATTORNEY GENERAL

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now and hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Scrap metal theft reduction fee fund.....	No limit
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Sec. 23.

STATE TREASURER

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 62(a) of chapter 104 of the 2015 Session Laws of Kansas on the state treasurer operating fund (670-00-2374-2300) of the state treasurer is hereby increased from \$1,559,726 to \$1,614,841.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

KS ABLE savings expense fund (670-00-2177-2177)..... No limit

(c) Notwithstanding the provisions of K.S.A. 2015 Supp. 75-648, and amendments thereto, or any other statute, on the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$50,000 from the Kansas postsecondary education savings expense fund (670-00-2096-2000) of the state treasurer to the KS ABLE savings expense fund (670-00-2177-2177) of the state treasurer.

Sec. 24.

STATE TREASURER

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 63(a) of chapter 104 of the 2015 Session Laws of Kansas on the state treasurer operating fund (670-00-2374-2300) of the state treasurer is hereby increased from \$1,582,666 to \$1,637,781: *Provided*, That, notwithstanding the provisions of the uniform unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto, or any other statute, of all the moneys received under the uniform unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto, during fiscal year 2017, the state treasurer is hereby authorized and directed to credit the first \$1,610,035 received and deposited in the state treasury to the state treasurer operating fund.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

KS ABLE savings expense fund (670-00-2177-2177)..... No limit

(c) Notwithstanding the provisions of K.S.A. 2015 Supp. 75-648, and amendments thereto, or any other statute, on July 1, 2016, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$50,000 from the postsecondary education saving program expense fund (670-00-2096-2000) of the state treasurer to the KS ABLE savings expense fund (670-00-2177-2177) of the state treasurer.

Sec. 25.

INSURANCE DEPARTMENT

(a) On July 1, 2016, the transfer of \$2,000,000 from the insurance department service regulation fund (331-00-2270-2400) of the insurance department to the state general fund by the director of accounts and reports on July 1, 2016, October 1, 2016, January 1, 2017, and April 1, 2017, or as soon thereafter each date as moneys are available, as authorized by section 65(c) of chapter 104 of the 2015 Session Laws of Kansas, is hereby increased to \$2,250,000 on July 1, 2016, October 1, 2016, January 1, 2017, and April 1, 2017, notwithstanding the provisions of K.S.A. 40-112, and amendments thereto, or any other statute.

Sec. 26.

KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM

(a) On July 1, 2016, or as soon thereafter as moneys are available, notwithstanding the provisions of K.S.A. 38-2102, and amendments thereto, or any other statute, the director of accounts and reports shall transfer \$7,200,000 from the Kansas endowment for youth fund (365-00-7000-2000) to the state general fund.

(b) On July 1, 2016, notwithstanding the provisions of K.S.A. 38-2102, and amendments thereto, the amount prescribed by K.S.A. 38-2102(d)(4), and amendments thereto, to be transferred on July 1, 2016, by the director of accounts and reports from the Kansas endowment for youth fund to the children's initiatives fund is hereby decreased to \$42,000,000.

(c) On July 1, 2016, the provisions of section 73(d) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

Sec. 27.

STATE CORPORATION COMMISSION

(a) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$100,000 from the public service regulation fund of the state corporation commission to the state general fund.

Sec. 28.

STATE CORPORATION COMMISSION

(a) On July 1, 2016, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$100,000 from the public service regulation fund of the state corporation commission to the state general fund.

Sec. 29.

CITIZENS' UTILITY RATEPAYER BOARD

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 78(a) of chapter 104 of the 2015 Session Laws of Kansas on the utility regulatory fee fund (122-00-2030-2000) of the citizens' utility ratepayer board is hereby increased from \$860,390 to \$953,390.

Sec. 30.

DEPARTMENT OF ADMINISTRATION

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Debt service refunding (173-00-1000-0463) \$397,678

(b) On the effective date of this act, of the \$1,417,070 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 80(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the budget analysis account (173-00-1000-0520), the sum of \$79,985 is hereby lapsed.

(c) On the effective date of this act, during fiscal year 2016, the aggregate amount lapsed from appropriations from the state general fund and amounts transferred from special revenue funds pursuant to section 80(s) of chapter 104 of the 2015 Session Laws of Kansas is hereby decreased from \$15,000,000 or more to \$7,000,000 or more.

Sec. 31.

DEPARTMENT OF ADMINISTRATION

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Debt service refunding (173-00-1000-0463) \$399,480

(b) On July 1, 2016, of the \$65,317,724 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 81(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the KPERS bond debt service account (173-00-1000-0440), the sum of \$3,654 is hereby lapsed.

(c) On July 1, 2016, the director of accounts and reports shall transfer all moneys in the Landon state office building repair expense fund (173-00-2937-2937) to the state general fund. On July 1, 2016, all liabilities of the Landon state office building repair expense fund are hereby transferred to and imposed on the state general fund and the Landon state office building repair expense fund is hereby abolished.

(d) On July 1, 2016, the director of accounts and reports shall transfer all moneys in the MacVicar avenue assessment expense fund (173-00-2939-2939) to the state general fund. On July 1, 2016, all liabilities of the MacVicar avenue assessment expense fund are hereby transferred to and imposed on the state general fund and the MacVicar avenue assessment expense fund is hereby abolished.

Sec. 32.

STATE BOARD OF TAX APPEALS

(a) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$100,000 from the BOTA filing fee fund (562-00-2240-2240) of the state board of tax appeals to the state general fund.

Sec. 33.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Operating expenditures (565-00-1000-0303) \$500,000

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

State charitable gaming regulation fund (565-00-2381-2385).....	No limit
Charitable gaming refund fund (565-00-9001-9001)	No limit
Commercial driver's license drive test fee fund (565-00-2816-2816)	No limit
DUI-IID designation fund (565-00-2380-2370).....	No limit

(c) On the effective date of this act, the director of accounts and reports shall transfer all moneys in the hazmat fee fund (565-00-2365-2300) of the department of revenue to the state general fund. On the effective date of this act, all liabilities of the hazmat fee fund (565-00-2365-2300) of the department of revenue are hereby transferred to and imposed on the commercial driver's license drive test fee fund (565-00-2816-2816) of the department of revenue and the hazmat fee fund (565-00-2365-2300) of the department of revenue is hereby abolished.

(d) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, pursuant to section 88(b) of chapter 104 of the 2015 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby decreased from \$46,570,956 to \$46,207,510.

Sec. 34.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Operating expenditures (565-00-1000-0303) \$1,400,000

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

State charitable gaming regulation fund (565-00-2381-2385).....	No limit
Charitable gaming refund fund (565-00-9001-9001)	No limit
Commercial driver's license drive test fee fund (565-00-2816-2816)	No limit
DUI-IID designation fund (565-00-2380-2370).....	No limit

(c) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, pursuant to section 89(b) of chapter 104 of the 2015 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby increased from \$45,439,242 to \$47,475,191.

Sec. 35.

DEPARTMENT OF COMMERCE

(a) On the effective date of this act, of the \$8,880,913 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 94(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the operating grant (including official hospitality) account (300-00-1900-1110), the sum of \$1,997,579 is hereby lapsed.

(b) On the effective date of this act, of the \$1,752,475 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 94(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the rural opportunity zones program account (300-00-1900-1150), the sum of \$750,000 is hereby lapsed.

(c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

AJLA special revenue fund No limit

(d) On the effective date of this act, the director of accounts and reports shall transfer all moneys in the Kansas partnership fund (300-00-7525-7020) of the department of commerce to the state general fund. On the effective date of this act, all liabilities of the Kansas partnership fund (300-00-7525-7020) of the department of commerce are hereby transferred to and imposed on the job creation program fund (300-00-2467-2467) of the department of commerce and the Kansas partnership fund (300-00-7525-7020) of the department of commerce is hereby abolished.

(e) On the effective date of this act, the director of accounts and reports shall transfer all moneys in the Kansas existing industry expansion fund (300-00-2370-2370) of the department of commerce to the state general fund. On the effective date of this act, all liabilities of the Kansas existing industry expansion fund (300-00-2370-2370) of the department of commerce are hereby transferred to and imposed on the job creation program fund (300-00-2467-2467) of the department of commerce and the Kansas existing industry expansion fund (300-00-2370-2370) of the department of commerce is hereby abolished.

(f) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$4,678,230 from the state economic development initiatives fund to the state general fund.

(g) During the fiscal year ending June 30, 2016, notwithstanding the provisions of K.S.A. 2015 Supp. 12-17,160 through 12-17,179, and amendments thereto, or any other statute, the above agency shall not expend any moneys appropriated for the fiscal year ending June 30, 2016, from the state general fund or in any special revenue fund or funds for such agency by chapter 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 regular session of the legislature, to review, consider or approve a STAR bond project which is located in Wyandotte county except for refunding of existing bonds in Wyandotte county: *Provided however*, That if any legislation which provides amendments to the STAR bonds financing act, K.S.A. 2015 Supp. 12-17,160 through 12-17,179, and amendments thereto, and includes: (1) A claw-back provision for projects that fail to meet the 50% requirement; (2) a requirement that the economic impact and marketing study be commissioned and directed by a state agency, conducted by an independent consultant and paid for by the local government; (3) a clarification as to what should be the base year for an expanded district; (4) a requirement that the boundaries of the STAR bond district closely align with the redevelopment itself; (5) an evaluation by the above agency to assess any project's viability and a determination that the project meets the statutory requirements; (6) an assessment by the above agency on the impact the projects will have on revenues into the state general fund and a certification by the above agency that the project will not reduce sales tax revenues to the state general fund; (7) a clarification as to the above agency's authority to approve substantial changes to the project; (8) an evaluation of the practice to minimize the effect of existing businesses moving into the district; and (9) an evaluation of the method of revenue sharing on incremental sales tax growth above the base year, is passed by the legislature during the 2016 regular session and enacted into law, then the provisions of this subsection are hereby declared null and void and shall have no force and effect.

Sec. 36.

DEPARTMENT OF COMMERCE

(a) On July 1, 2016, of the \$1,749,879 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 95(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the rural opportunity zones program account (300-00-1900-1150), the sum of \$500,000 is hereby lapsed.

(b) On July 1, 2016, of the \$1,353,181 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 95(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the innovation growth program account (300-00-1900-1187), the sum of \$1,353,181 is hereby lapsed.

(c) On July 1, 2016, of the \$431,587 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 95(a) of chapter

104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the employment incentive for persons with a disability account (300-00-1900-1189), the sum of \$431,587 is hereby lapsed.

(d) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

AJLA special revenue fund No limit

(e) On July 1, 2016, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$2,284,768 from the state economic development initiatives fund (300-00-1900-1100) to the state general fund.

(f) During the fiscal year ending June 30, 2017, notwithstanding the provisions of K.S.A. 2015 Supp. 12-17,160 through 12-17,179, and amendments thereto, or any other statute, the above agency shall not expend any moneys appropriated for the fiscal year ending June 30, 2017, from the state general fund or in any special revenue fund or funds for such agency by chapter 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 or 2017 regular session of the legislature, to review, consider or approve a STAR bond project which is located in Wyandotte county except for refunding of existing bonds in Wyandotte county: *Provided however*, That if any legislation which provides amendments to the STAR bonds financing act, K.S.A. 2015 Supp. 12-17,160 through 12-17,179, and amendments thereto, and includes: (1) A claw-back provision for projects that fail to meet the 50% requirement; (2) a requirement that the economic impact and marketing study be commissioned and directed by a state agency, conducted by an independent consultant and paid for by the local government; (3) a clarification as to what should be the base year for an expanded district; (4) a requirement that the boundaries of the STAR bond district closely align with the redevelopment itself; (5) an evaluation by the above agency to assess any project's viability and a determination that the project meets the statutory requirements; (6) an assessment by the above agency on the impact the projects will have on revenues into the state general fund and a certification by the above agency that the project will not reduce sales tax revenues to the state general fund; (7) a clarification as to the above agency's authority to approve substantial changes to the project; (8) an evaluation of the practice to minimize the effect of existing businesses moving into the district; and (9) an evaluation of the method of revenue sharing on incremental sales tax growth above the base year, is passed by the legislature during the 2016 or 2017 regular session and enacted into law, then the provisions of this subsection are hereby declared null and void and shall have no force and effect.

Sec. 37.

DEPARTMENT OF LABOR

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 98(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal indirect cost offset fund (296-00-2302-2280) of the department of labor is hereby decreased from \$107,116 to \$90,460.

(b) In addition to the other purposes for which expenditures may be made by the above agency from the special employment security fund (296-00-2120-2080) for fiscal year 2016, expenditures may be made by the above agency from the special employment security fund for fiscal year 2016 for the following capital improvement projects: Payment of rehabilitation and repair projects: *Provided*, That expenditures from the special employment security fund for fiscal year 2016 for such capital improvement purposes shall not exceed \$115,850: *Provided further*, That all expenditures from this fund for any such capital improvement purpose shall be in addition to any expenditure limitations imposed on the special employment security fund for fiscal year 2016.

(c) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 192(d) of chapter 104 of the 2015 Session Laws of Kansas for the payment of rehabilitation and repair projects on the workmen's compensation fee fund

(296-00-2124-2220) of the department of labor is hereby decreased from \$152,500 to \$115,850.

Sec. 38.

DEPARTMENT OF LABOR

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 99(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal indirect cost offset fund (296-00-2302-2280) of the department of labor is hereby decreased from \$110,730 to \$93,370.

(b) In addition to the other purposes for which expenditures may be made by the above agency from the special employment security fund (296-00-2120-2080) for fiscal year 2017, expenditures may be made by the above agency from the special employment security fund for fiscal year 2017 for the following capital improvement projects: payment of rehabilitation and repair projects: *Provided*, That expenditures from the special employment security fund for fiscal year 2017 for such capital improvement purposes shall not exceed \$257,500: *Provided further*, That all expenditures from this fund for any such capital improvement purpose shall be in addition to any expenditure limitations imposed on the special employment security fund for fiscal year 2017.

(c) On July 1, 2016, the expenditure limitation for the payment of rehabilitation and repair projects established for the fiscal year ending June 30, 2017, by section 193(d) of chapter 104 of the 2015 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor is hereby increased from \$195,000 to \$257,500.

Sec. 39.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

(a) On the effective date of this act, any unencumbered balance in each of the following accounts of the state institutions building fund is hereby lapsed: Veterans home Donlon hall sprinkler system (694-00-8100-7002); veterans home sidewalks (694-00-8100-7003); veterans home driveway redesign (694-00-8100-7004); KVH Timmerman triplatt (694-00-8100-8277); and KVH Donlon hall roof replace (694-00-8100-8278).

(b) On the effective date of this act, of the \$100,000 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 194(b) of chapter 104 of the 2015 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair projects account (694-00-8100-8250), the sum of \$15,251 is hereby lapsed.

(c) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 100(b) of chapter 104 of the 2015 Session Laws of Kansas on the veterans' home fee fund (694-00-2236-2200) of the Kansas commission on veterans affairs office is hereby increased from \$2,424,485 to \$2,707,723.

(d) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 100(b) of chapter 104 of the 2015 Session Laws of Kansas on the soldiers home fee fund (694-00-2241-2100) of the Kansas commission on veterans affairs office is hereby decreased from \$1,876,107 to \$1,564,416.

(e) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 100(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal domiciliary per diem fund (694-00-3220) of the Kansas commission on veterans affairs office is hereby increased from \$1,493,981 to \$1,575,344.

(f) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 100(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal long term care per diem fund (694-00-3232) of the Kansas commission on veterans affairs office is hereby increased from \$6,840,838 to \$7,917,167.

(g) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 100(b) of chapter 104 of the 2015 Session Laws of Kansas on the commission on veterans affairs federal fund (694-00-3241-3340) of the Kansas commission on veterans affairs office is hereby increased from \$183,498 to \$185,653.

Sec. 40.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 101(b) of chapter 104 of the 2015 Session Laws of Kansas on the veterans' home fee fund (694-00-2236-2200) of the Kansas commission on veterans affairs office is hereby increased from \$2,581,461 to \$3,064,113.

(b) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 101(b) of chapter 104 of the 2015 Session Laws of Kansas on the soldier's home fee fund (694-00-2241-2100) of the Kansas commission on veterans affairs office is hereby decreased from \$1,816,726 to \$1,569,621.

(c) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 101(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal domiciliary per diem fund (694-00-3220) of the Kansas commission on veterans affairs office is hereby increased from \$1,459,145 to \$1,599,150.

(d) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 101(b) of chapter 104 of the 2015 Session Laws of Kansas on the federal long term care per diem fund (694-00-3232) of the Kansas commission on veterans affairs office is hereby increased from \$6,121,833 to \$7,517,100.

(e) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 101(b) of chapter 104 of the 2015 Session Laws of Kansas on the commission on veterans affairs federal fund (694-00-3241-3340) of the Kansas commission on veterans affairs office is hereby increased from \$194,846 to \$196,863.

(f) On July 1, 2016, of the \$1,647,952 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 101(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditure — Kansas veterans' home account (694-00-1000-0503), the sum of \$600,000 is hereby lapsed.

(g) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2017, for the capital improvement project or projects specified, the following:

Soldiers' home rehabilitation and repair projects (694-00-8100-7100)	\$161,500
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Sec. 41.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF PUBLIC HEALTH

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Hospital preparedness and response program for Ebola — federal fund.....	No limit
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Sec. 42.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF PUBLIC HEALTH

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Primary care — safety net clinics	\$378,000
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(b) On July 1, 2016, the provisions of section 103(c) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Hospital preparedness and response program for Ebola — federal fund.....	No limit
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Sec. 43.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF HEALTH CARE FINANCE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Other medical assistance (264-00-1000-3026) \$44,926,151

(b) On the effective date of this act, of the \$17,293,612 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 104(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the children’s health insurance program account (264-00-1000-0060), the sum of \$17,293,612 is hereby lapsed.

(c) On the effective date of this act, of the \$10,051,271 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 104(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the health policy operating expenditures account (264-00-1000-0010), the sum of \$357,234 is hereby lapsed.

(d) On the effective date of this act, of the \$79,635 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 104(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the office of the inspector general account (264-00-1000-0050), the sum of \$58,551 is hereby lapsed.

(e) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 104(b) of chapter 104 of the 2015 Session Laws of Kansas on the medical programs fee fund (264-00-2395-0110) of the department of health and environment — division of health care finance is hereby increased from \$87,782,913 to \$91,292,513.

Sec. 44.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF HEALTH CARE FINANCE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Other medical assistance (264-00-1000-3026) \$4,608,475

(b) On July 1, 2016, of the \$17,293,612 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 105(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the children’s health insurance program account (264-00-1000-0060), the sum of \$17,293,612 is hereby lapsed.

(c) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 105(b) of chapter 104 of the 2015 Session Laws of Kansas on the medical programs fee fund (264-00-2395-0110) of the department of health and environment — division of health care finance is hereby increased from \$79,354,660 to \$86,370,660.

Sec. 45.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF ENVIRONMENT

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Intoxilyzer replacement — federal fund..... No limit

Sec. 46.

DEPARTMENT OF HEALTH AND ENVIRONMENT —
DIVISION OF ENVIRONMENT

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Intoxilyzer replacement — federal fund..... No limit

Environmental stewardship — federal fund No limit

Sec. 47.

KANSAS DEPARTMENT FOR
AGING AND DISABILITY SERVICES

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Osawatomie state hospital — operating expenditures (039-00-1000-0100).....	\$2,000,000
Larned state hospital — operating expenditures (039-00-1000-0103)	\$875,231

(b) On the effective date of this act, of the \$305,621,502 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 108(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the LTC — medicaid assistance — NF account (039-00-1000-0520), the sum of \$21,764,122 is hereby lapsed.

(c) On the effective date of this act, of the \$268,455,355 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 108(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the community based services account (039-00-1000-3003), the sum of \$1,904,295 is hereby lapsed.

(d) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Indirect cost fund.....	No limit
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(e) On the effective date of this act, and on other occasions during fiscal year 2016 when necessary as determined by the secretary of the Kansas department for aging and disability services, the director of accounts and reports shall transfer amounts specified by the secretary of the Kansas department for aging and disability services, which amounts constitute reimbursements, credits and other amounts received by the Kansas department for aging and disability services for activities related to federal programs, from specified special revenue funds of the Kansas department for aging and disability services, to the indirect cost fund of the Kansas department for aging and disability services.

(f) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 108(b) of chapter 104 of the 2015 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability services is hereby decreased from no limit to \$5,920,102.

(g) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 108(b) of chapter 104 of the 2015 Session Laws of Kansas on the Osawatomie state hospital fee fund (494-00-2079-4200) of the Kansas department for aging and disability services is hereby increased from \$8,576,414 to \$10,076,414.

(h) On the effective date of this act, of the \$17,511,551 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 108(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Larned state hospital — sexual predator treatment program account (410-00-1000-0200), the sum of \$26,692 is hereby lapsed.

(i) On the effective date of this act, of the \$9,826,042 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 108(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Parsons state hospital and training center — operating expenditures account (507-00-1000-0100), the sum of \$117,068 is hereby lapsed.

(j) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 108(b) of chapter 104 of the 2015 Session Laws of Kansas on the Larned state hospital fee fund (410-00-2073-2100) of the Kansas department for aging and disability services is hereby increased from \$4,445,594 to \$4,449,444.

(k) On the effective date of this act, the expenditures limitation established for the fiscal year ending June 30, 2016, by section 108(b) of chapter 104 of the 2015 Session Laws of Kansas on the title XIX fund

(039-00-2595-4130) of the Kansas department for aging and disability services is hereby decreased from \$46,014,124 to \$45,963,785.

Sec. 48.

KANSAS DEPARTMENT FOR
AGING AND DISABILITY SERVICES

(a) On July 1, 2016, of the \$305,121,668 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the LTC — medicaid assistance - NF account (039-00-1000-0520), the sum of \$33,708,668 is hereby lapsed.

(b) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Community aid	\$14,416,206
SPTP Reintegration (410-00-1000-0400).....	\$5,298,827
Osawatomie state hospital — certified care	\$0

(c) On July 1, 2016, of the \$268,455,355 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the community based services account (039-00-1000-3003), the sum of \$4,348,227 is hereby lapsed.

(d) On July 1, 2016, of the \$41,426,288 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the mental health and retardation services aid and assistance account (039-00-1000-4001), the sum of \$13,266,855 is hereby lapsed.

(e) On July 1, 2016, the provisions of section 109(c) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(f) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Indirect cost fund.....	No limit
Kansas national background check program — federal fund (039-00-3032-3132)	No limit

(g) On July 1, 2016, and on other occasions during fiscal year 2017 when necessary as determined by the secretary for aging and disability services, the director of accounts and reports shall transfer amounts specified by the secretary for aging and disability services, which amounts constitute reimbursements, credits and other amounts received by the Kansas department for aging and disability services for activities related to federal programs, from specified special revenue funds of the Kansas department for aging and disability services, to the indirect cost fund of the Kansas department for aging and disability services.

(h) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 109(b) of chapter 104 of the 2015 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability services is hereby decreased from no limit to \$5,920,057.

(i) On July 1, 2016, the expenditure limitation for official hospitality established for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas on the Larned state hospital — operating expenditures account (410-00-1000-0103) of the state general fund of the Kansas department for aging and disability services is hereby increased from \$150 to \$500.

(j) On July 1, 2016, of the \$27,348,732 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Larned state hospital — operating expenditures account (410-00-1000-0103), the sum of \$207,020 is hereby lapsed.

(k) On July 1, 2016, of the \$20,207,788 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Larned state hospital — sexual predator treatment program account (410-00-1000-0200), the sum of \$5,325,519 is hereby lapsed.

(l) On July 1, 2016, of the \$13,763,917 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Osawatomi state hospital — operating expenditures account (494-00-1000-0100), the sum of \$1,527,264 is hereby lapsed.

(m) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 109(b) of chapter 104 of the 2015 Session Laws of Kansas on the Osawatomi state hospital fee fund (494-00-2079-4200) of the Kansas department for aging and disability services is hereby increased from \$8,497,648 to \$9,997,648.

(n) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 109(b) of chapter 104 of the 2015 Session Laws of Kansas on the Larned state hospital fee fund (410-00-2073-2100) of the Kansas department for aging and disability services is hereby increased from \$4,438,013 to \$4,441,913.

(o) In addition to the other purposes for which expenditures may be made by the above agency for the fiscal year ending June 30, 2017, by section 109 of chapter 104 of the 2015 Session Laws of Kansas, this or any other appropriation act of the 2016 or 2017 regular session of the legislature, expenditures shall be made by the above agency from such moneys appropriated from the state general fund or from any special revenue fund or funds for the fiscal year ending June 30, 2017, to take the necessary steps to reinstate a policy to require mental health screenings for recipients under the Kansas program of medical assistance, prior to inpatient placement: *Provided*, That the above agency shall consult with the Kansas department of health and environment regarding the implementation of such policy.

(p) On the effective date of this act, of the \$10,637,411 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 109(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Parsons state hospital and training center — operating expenditures account (507-00-1000-0100), the sum of \$117,068 is hereby lapsed.

Sec. 49.

KANSAS DEPARTMENT FOR CHILDREN AND FAMILIES

(a) On the effective date of this act, of the \$119,261,255 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 110(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the youth services aid and assistance account (629-00-1000-7020), the sum of \$3,713,548 is hereby lapsed.

Sec. 50.

KANSAS DEPARTMENT FOR CHILDREN AND FAMILIES

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Youth services aid and assistance (629-00-1000-7020) \$4,995,383

(b) On July 1, 2016, the provisions of section 111(c) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(c) On July 1, 2016, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$1,372,333 from the children’s initiatives fund to the state general fund.

(d) There is appropriated for the above agency from the children’s initiatives fund for the fiscal year ending June 30, 2017, the following:

CIF grants..... \$42,000,000

Provided, That the Kansas children’s cabinet shall make appropriation recommendations on the expenditures of moneys in the CIF grants account to the governor regarding children and youth programs and services: *Provided further*, That the governor shall make the final determination concerning the allocation of funding in the CIF grants account: *And provided further*, That all moneys in the CIF grants account expended for fiscal year 2017 shall be monitored, reviewed, assessed and evaluated by the children’s cabinet pursuant to K.S.A. 38-2103, and amendments thereto.

(e) In addition to the other purposes for which expenditures may be

made by the above agency from the temporary assistance to needy families federal fund for fiscal year 2017 by section 111(b) of chapter 104 of the Session Laws of Kansas, this or other appropriation act of the 2016 or 2017 regular session of the legislature, expenditures may be made by the above agency from the temporary assistance to needy families federal fund for fiscal year 2017, in an amount not to exceed \$7,237,635 for the purpose of additional funding for programs, projects, improvements, services and other purposes directly or indirectly beneficial to the physical and mental health, welfare, safety and overall well-being of children in Kansas pursuant to K.S.A. 38-2102 and 38-2103, and amendments thereto, as authorized by the children's cabinet: *Provided, however,* That any such programs, projects, improvements or services shall: (1) Be for those families whose income is less than 200% of the federal poverty level; (2) comply with requirements of the temporary assistance to needy families block grant; and (3) meet any other programmatic requirements of the federal guidelines for temporary assistance to needy families program.

(f) In addition to the other purposes for which expenditures may be made by the Kansas children's cabinet from the children's cabinet administration account of the Kansas endowment for youth fund for fiscal year 2017 by section 111(d) of chapter 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 or 2017 regular session of the legislature, expenditures shall be made by the Kansas children's cabinet from the children's cabinet administration account for fiscal year 2017, to determine which state agency shall be the administrative authority for the programs and services funded by the CIF grants account of the children's initiatives fund during the fiscal year ending June 30, 2017: *Provided,* That if the Kansas children's cabinet determines that the administrative authority for any such program or service is different than the administrative authority for such program or service in fiscal year 2016, Kansas children's cabinet shall certify such change to the director of the budget and the director of legislative research: *Provided further,* That upon receipt of such certification, the director of the budget shall direct the director of accounts and reports to create a new account in the children's initiatives fund in the newly appointed administrative authority and transfer any moneys authorized to be expended on such program or service during fiscal year 2017 from the CIF grants account of the children's initiatives fund to the newly created account of the children's initiatives fund: *Provided however,* That the provisions of this subsection shall not apply to the infants and toddlers program of the department of health and environment — division of public health.

Sec. 51.

KANSAS GUARDIANSHIP PROGRAM

(a) On the effective date of this act, of the \$1,153,945 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 112(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Kansas guardianship program account (261-00-1000-0300), the sum of \$4,680 is hereby lapsed.

Sec. 52.

KANSAS GUARDIANSHIP PROGRAM

(a) On July 1, 2016, of the \$1,154,095 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 113(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Kansas guardianship program account (261-00-1000-0300), the sum of \$4,680 is hereby lapsed.

Sec. 53.

DEPARTMENT OF EDUCATION

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

KPERS — employer contributions (652-00-1000-0100) ...	\$4,819,296
Block grants to USDs (652-00-1000-0500)	\$120,112

Provided, That, in addition to the other purposes for which expenditures may be made by the above agency from the block grants to USDs account of the state general fund for fiscal year 2016, expenditures shall be made by the above agency from the block grants to USDs account of the state general fund for fiscal year 2016, in the amount of \$120,112 to USD 413 — Chanute.

(b) On the effective date of this act, of the \$4,971,500 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 2(a) of chapter 4 of the 2015 Session Laws of Kansas from the state general fund in the school district juvenile detention facilities and Flint Hills job center grants account (652-00-1000-0290), the sum of \$200,000 is hereby lapsed.

(c) On the effective date of this act, of the \$2,751,326,659 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 2(a) of chapter 4 of the 2015 Session Laws of Kansas from the state general fund in the block grants to USDs account (652-00-1000-0500), the sum of \$20,110,134 is hereby lapsed.

Sec. 54.

DEPARTMENT OF EDUCATION

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

KPERS employer contributions (652-00-1000-0100)..... \$4,303,853
Kansas reading success..... \$2,100,000

(b) On July 1, 2016, of the \$4,971,500 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 3(a) of chapter 4 of the 2015 Session Laws of Kansas from the state general fund in the school district juvenile detention facilities and Flint Hills job center grants account (652-00-1000-0290), the sum of \$200,000 is hereby lapsed.

(c) On July 1, 2016, of the \$2,760,946,624 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 3(a) of chapter 4 of the 2015 Session Laws of Kansas from the state general fund in the block grants to USDs account (652-00-1000-0500), the sum of \$1,195,339 is hereby lapsed.

(d) On July 1, 2016, the provisions of section 3(c) of chapter 4 of the 2015 Session Laws of Kansas are hereby declared null and void and shall have no force and effect.

Sec. 55.

STATE HISTORICAL SOCIETY

(a) On the effective date of this act, of the \$52,605 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 122(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the Kansas humanities council account (288-00-1000-0600), the sum of \$9,469 is hereby lapsed.

(b) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Operating expenditures (288-00-1000-0083)..... \$9,469

Sec. 56.

FORT HAYS STATE UNIVERSITY

(a) On the effective date of this act, of the \$32,422,494 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 124(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (246-00-1000-0013), the sum of \$456,778 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (246-00-8001-8318)..... \$456,778

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

(c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Weist project No limit
Art building project No limit
Applied technology building project No limit

(d) On the effective date of this act, the Leader (newspaper) account of the restricted fees fund (246-00-2510-2040) of Fort Hays state univer-

sity is hereby redesignated as the tiger media account of the restricted fees fund of Fort Hays state university.

Sec. 57.

FORT HAYS STATE UNIVERSITY

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Weist project	No limit
Art building project	No limit
Applied technology building project	No limit

(b) On July 1, 2016, the Leader (newspaper) account of the restricted fees fund (246-00-2510-2040) of Fort Hays state university is hereby redesignated as the tiger media account of the restricted fees fund of Fort Hays state university.

(c) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 58.

KANSAS STATE UNIVERSITY

(a) On the effective date of this act, of the \$99,674,233 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 126(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (367-00-1000-0003), the sum of \$1,427,497 is hereby lapsed.

(b) On the effective date of this act, of the \$5,000,000 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 126(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the global foods system account (367-00-1000-0190), the sum of \$1,000,000 is hereby lapsed.

(c) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (367-00-8001-8318)	\$1,427,497
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Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 59.

KANSAS STATE UNIVERSITY

(a) On July 1, 2016, of the \$5,000,000 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 127(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the global foods system account (367-00-1000-0190), the sum of \$4,000,000 is hereby lapsed.

(b) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

(c) On July 1, 2016, of the \$101,798,358 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 127(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account, the sum of \$6,215,861 is hereby lapsed.

(d) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Salina, college of technology	\$6,215,861
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Sec. 60.

KANSAS STATE UNIVERSITY EXTENSION

SYSTEMS AND AGRICULTURAL RESEARCH PROGRAMS

(a) On the effective date of this act, of the \$28,920,003 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 128(a) of chapter 104 of the 2015 Session Laws of Kansas from the state

general fund in the agricultural experiment stations (including official hospitality) account (369-00-1000-1030), the sum of \$639,574 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects \$639,574

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 61.

**KANSAS STATE UNIVERSITY EXTENSION SYSTEMS
AND AGRICULTURAL RESEARCH PROGRAMS**

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 62.

**KANSAS STATE UNIVERSITY
VETERINARY MEDICAL CENTER**

(a) On the effective date of this act, of the \$9,500,892 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 130(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (368-00-1000-5003), the sum of \$202,825 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (368-00-8001-8319) \$202,825

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 63.

**KANSAS STATE UNIVERSITY
VETERINARY MEDICAL CENTER**

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 64.

EMPORIA STATE UNIVERSITY

(a) On the effective date of this act, of the \$30,815,419 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 132(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (379-00-1000-0083), the sum of \$424,380 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (379-00-8001-8318) \$424,380

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 65.

EMPORIA STATE UNIVERSITY

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund

for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 66.

PITTSBURG STATE UNIVERSITY

(a) On the effective date of this act, of the \$33,701,907 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 134(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (385-00-1000-0063), the sum of \$485,778 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (385-00-8001-8318) \$485,778

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 67.

PITTSBURG STATE UNIVERSITY

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 68.

UNIVERSITY OF KANSAS

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Geological survey (682-00-1000-0170) \$100,000

(b) On the effective date of this act, of the \$127,592,285 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 136(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (682-00-1000-0023), the sum of \$1,875,228 is hereby lapsed.

(c) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (682-00-8001-8328) \$1,875,228

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 69.

UNIVERSITY OF KANSAS

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Geological survey (682-00-1000-0170) \$100,000

(b) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 70.

UNIVERSITY OF KANSAS MEDICAL CENTER

(a) On the effective date of this act, of the \$98,683,034 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 138(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (683-00-1000-0503), the sum of \$1,484,797 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (683-00-8001-8618) \$1,484,797

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 71.

UNIVERSITY OF KANSAS MEDICAL CENTER

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 72.

WICHITA STATE UNIVERSITY

(a) On the effective date of this act, of the \$63,148,842 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 140(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (715-00-1000-0003), the sum of \$1,003,143 is hereby lapsed.

(b) There is appropriated for the above agency from the Kansas educational building fund for the fiscal year ending June 30, 2016, the following:

Rehabilitation and repair projects (715-00-8001-8318) \$1,003,143

Provided, That, notwithstanding the provisions of K.S.A. 76-6b02, and amendments thereto, or any other statute, in addition to other purposes for which expenditures may be made by the above agency from the rehabilitation and repair projects account of the Kansas educational building fund during fiscal year 2016, expenditures may be made from such account for information technology operations.

Sec. 73.

WICHITA STATE UNIVERSITY

(a) Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts of the Kansas educational building fund for information technology operations is hereby reappropriated for the above agency for fiscal year 2017: Rehabilitation and repair projects.

Sec. 74.

STATE BOARD OF REGENTS

(a) On the effective date of this act, of the \$750,000 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 142(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the incentive for technical education account (561-00-1000-0110), the sum of \$700,000 is hereby lapsed.

Sec. 75.

STATE BOARD OF REGENTS

(a) On July 1, 2016, of the \$750,000 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 143(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the incentive for technical education account (561-00-1000-0110), the sum of \$700,000 is hereby lapsed.

(b) On July 1, 2016, the director of accounts and reports shall transfer \$900,000 from the postsecondary education performance-based incentives fund of the state board of regents to the state general fund.

Sec. 76.

DEPARTMENT OF CORRECTIONS

(a) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$625,615 from the correctional industries fund (522-00-6126-7300) of the department of corrections to the department of corrections — general fees fund (521-00-2427-2450) of the department of corrections.

(b) On the effective date of this act, of the \$20,124,000 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 144(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the purchase of services account (521-00-1000-0300), the sum of \$570,000 is hereby lapsed.

Sec. 77.

DEPARTMENT OF CORRECTIONS

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Operating expenditures	\$2,449,138
Evidence based juvenile program	\$2,000,000

(b) On July 1, 2016, of the \$22,010,385 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 145(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the community corrections account (521-00-1000-0220), the sum of \$1,051,469 is hereby lapsed.

(c) On July 1, 2016, of the \$21,383,874 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 145(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the prevention and graduated sanctions community grants account (521-00-1000-0221), the sum of \$1,000,000 is hereby lapsed.

(d) On July 1, 2016, of the \$18,754,000 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 145(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the purchase of services account (521-00-1000-0300), the sum of \$2,673,000 is hereby lapsed.

(e) On July 1, 2016, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$447,350 from the correctional industries fund (522-00-6126-7300) of the department of corrections to the department of corrections — general fees fund (521-00-2427-2450) of the department of corrections.

Sec. 78.

ADJUTANT GENERAL

(a) On the effective date of this act, there is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2016, the following:

Operating expenditures (034-00-1000-0053)	\$30,000
Force protection	\$340,000

(b) On the effective date of this act, of the amount reappropriated for the above agency for the fiscal year ending June 30, 2016, by section 146(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the disaster relief account (034-00-1000-0200), the sum of \$933,388 is hereby lapsed.

(c) On the effective date of this act, of the \$731,554 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 227(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the debt service — rehabilitation and repair of the statewide armories account (034-00-1000-8010), the sum of \$40,282 is hereby lapsed.

(d) During the fiscal year ending June 30, 2016, the adjutant general, with the approval of the director of the budget, may transfer any part of any item of appropriation for fiscal year 2016, from the state general fund for the adjutant general to another item of appropriation for fiscal year 2016 from the state general fund for the adjutant general: *Provided*, That the adjutant general shall certify each such transfer to the director of accounts and reports and shall transmit a copy of each such certification to the director of legislative research.

Sec. 79.

ADJUTANT GENERAL

(a) On July 1, 2016, there is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Operating expenditures (034-00-1000-0053)	\$65,000
Any unencumbered balance in excess of \$100 as of June 30, 2016, in each of the following accounts is hereby reappropriated for fiscal year 2017:	
Force protection	

(b) On July 1, 2016, of the \$730,269 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 228(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the debt service — rehabilitation and repair of the statewide

armories account (034-00-1000-8010), the sum of \$40,282 is hereby lapsed.

(c) During the fiscal year ending June 30, 2017, the adjutant general, with the approval of the director of the budget, may transfer any part of any item of appropriation for the fiscal year ending June 30, 2017, from the state general fund for the adjutant general to another item of appropriation for fiscal year 2017 from the state general fund for the adjutant general. The adjutant general shall certify each such transfer to the director of accounts and reports and shall transmit a copy of each such certification to the director of legislative research.

Sec. 80.

STATE FIRE MARSHAL

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 148(a) of chapter 104 of the 2015 Session Laws of Kansas on the state fire marshal liquefied petroleum gas fee fund (234-00-2608-2600) of the state fire marshal is hereby decreased from \$60,213 to \$52,235.

(b) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$1,000,000 from the fire marshal fee fund (234-00-2330-2000) of the state fire marshal to the state general fund.

Sec. 81.

STATE FIRE MARSHAL

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 149(a) of chapter 104 of the 2015 Session Laws of Kansas on the fire marshal fee fund (234-00-2300-2000) of the state fire marshal is hereby increased from \$4,577,735 to \$4,777,735.

(b) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 149(a) of chapter 104 of the 2015 Session Laws of Kansas on the state fire marshal liquefied petroleum gas fee fund (234-00-2608-2600) of the state fire marshal is hereby decreased from \$62,461 to \$54,012.

(c) On July 1, 2016, and January 1, 2017, or as soon thereafter each such date as moneys are available, the director of accounts and reports shall transfer \$375,000 from the fire marshal fee fund (234-00-2330-2000) of the state fire marshal to the state general fund.

Sec. 82.

KANSAS HIGHWAY PATROL

(a) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$56,223 from the Kansas highway patrol operations fund (280-00-2034-1100) of the Kansas highway patrol to the state general fund.

(b) In addition to the other purposes for which expenditures may be made by the above agency from the KHP federal forfeiture — federal fund for fiscal year 2016, expenditures may be made by the above agency from the following account or accounts of the KHP federal forfeiture — federal fund for fiscal year 2016 for the following capital improvement project or projects, subject to the expenditure limitations prescribed therefor:

Training academy rehabilitation and repair..... No limit

Provided, That all expenditures from each such capital improvement account shall be in addition to any expenditure limitations imposed on the KHP federal forfeiture — federal fund for fiscal year 2016.

Sec. 83.

KANSAS HIGHWAY PATROL

(a) In addition to the other purposes for which expenditures may be made from the KHP federal forfeiture — federal fund for fiscal year 2017, expenditures may be made by the above agency from the KHP federal forfeiture — federal fund for fiscal year 2017 for the following capital improvement project or projects, subject to the expenditure limitations prescribed therefor:

Training academy rehabilitation and repair..... No limit

Provided, That all expenditures from each such capital improvement account shall be in addition to any expenditure limitations imposed on the KHP federal forfeiture — federal fund for fiscal year 2017.

Sec. 84.

ATTORNEY GENERAL — KANSAS
BUREAU OF INVESTIGATION

(a) In addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2016, as authorized by chapter 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 regular session of the legislature, expenditures may be made by the above agency from such moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2016, for repairs on the parking garage at the Topeka headquarters: *Provided, however,* That expenditures from the state general fund or from any special revenue fund or funds for fiscal year 2016 for such parking garage repairs shall not exceed \$340,000.

Sec. 85.

ATTORNEY GENERAL — KANSAS
BUREAU OF INVESTIGATION

(a) On July 1, 2016, of the \$250,000 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 153(a) of chapter 104 of the 2015 Session Laws of Kansas from the state general fund in the meth lab cleanup account (083-00-1000-0200), the sum of \$150,000 is hereby lapsed.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Sexual assault kit grant — federal fund (083-00-3146-3146)..... No limit

(c) In addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund for fiscal year 2017 and from which expenditures may be made for salaries and wages, as authorized by chapter 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 regular session of the legislature, expenditures may be made by the above agency from such moneys appropriated from the state general fund or from any special revenue fund for fiscal year 2017, from which expenditures may be made for salaries and wages, for progression within the existing pay structure for employees of the Kansas bureau of investigation.

Sec. 86.

KANSAS COMMISSION ON PEACE
OFFICERS' STANDARDS AND TRAINING

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2016, by section 158(a) of chapter 104 of the 2015 Session Laws of Kansas on the Kansas commission on peace officers' standards and training fund (529-00-2583-2580) of the Kansas commission on peace officers' standards and training is hereby increased from \$580,116 to \$720,116.

Sec. 87.

KANSAS COMMISSION ON PEACE
OFFICERS' STANDARDS AND TRAINING

(a) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 159(a) of chapter 104 of the 2015 Session Laws of Kansas on the Kansas commission on peace officers' standards and training fund (529-00-2583-2580) of the Kansas commission on peace officers' standards and training is hereby increased from \$593,985 to \$603,985.

Sec. 88.

KANSAS DEPARTMENT OF AGRICULTURE

(a) On the effective date of this act, of the \$9,037,072 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 2(a) of chapter 103 of the 2015 Session Laws of Kansas from the state general fund in the operating expenditures account (046-00-1000-0053), the sum of \$345,710 is hereby lapsed.

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016,

all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Animal feed regulation program standards	No limit
Biofuel infrastructure program	No limit
Rural business development grant.....	No limit
Agricultural marketing services grant.....	No limit
AMS farmers market promotion program	No limit

(c) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 160(b) of chapter 104 of the 2015 Session Laws of Kansas from the veterinary examiners fee fund (046-00-2727-1105) of the Kansas department of agriculture is hereby increased from \$379,072 to \$385,851.

Sec. 89.

KANSAS DEPARTMENT OF AGRICULTURE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2017, the following:

Operating expenditures (046-00-1000-0053)	\$185,710
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(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Animal feed regulation program standards	No limit
Rural business development grant.....	No limit
Biofuel infrastructure program	No limit
Agricultural marketing services grant.....	No limit
AMS farmers market promotion program	No limit

Sec. 90.

KANSAS DEPARTMENT OF WILDLIFE,
PARKS AND TOURISM

(a) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2016, the following:

Travel and tourism operating expenditures (710-00-1900-1901).....	\$41,208
State parks operating expenditures (710-00-1900-1920)....	\$2,693

(b) On the effective date of this act, of the \$1,747,632 appropriated for the above agency for the fiscal year ending June 30, 2016, by section 166(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the operating expenditures account (710-00-1900-1910), the sum of \$43,901 is hereby lapsed.

(c) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$12,630 from the national guard licenses reimbursement account (710-00-1900-1930) of the state economic development initiatives fund to the state parks operating expenditures account (710-00-1900-1920) of the state economic development initiatives fund.

(d) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$1,922 from the national guard permits reimbursement account (710-00-1900-1940) of the state economic development initiatives fund to the state parks operating expenditures account (710-00-1900-1920) of the state economic development initiatives fund.

(e) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 166(b) of chapter 104 of the 2015 Session Laws of Kansas on the wildlife fee fund (710-00-2300) of the Kansas department of wildlife, parks and tourism is hereby increased from \$23,666,278 to \$25,066,280.

(f) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 166(b) of chapter 104 of the 2015 Session Laws of Kansas on the parks fee fund (710-00-2122) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$7,287,168 to \$7,269,923.

(g) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 166(b) of chapter 104 of

the 2015 Session Laws of Kansas on the boating fee fund (710-00-2245) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$1,268,001 to \$1,268,000.

(h) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Office of the secretary building fund No limit

(i) In addition to the other purposes for which expenditures may be made by the above agency from the wildlife fee fund (710-00-2300) for fiscal year 2016, expenditures may be made by the above agency from the following account or accounts of the wildlife fee fund during fiscal year 2016 for the following capital improvement project or projects, subject to the expenditure limitation prescribed therefor:

Region 2 office water line \$75,600

Provided, That all expenditures from each such account shall be in addition to any expenditure limitations imposed on the wildlife fee fund for fiscal year 2016.

(j) In addition to the other purposes for which expenditures may be made by the above agency from the parks fee fund (710-00-2122) for fiscal year 2016, expenditures may be made by the above agency from the following account or accounts of the parks fee fund during fiscal year 2016 for the following capital improvement project or projects, subject to the expenditure limitation prescribed therefor:

Region 2 office water line \$40,800

Provided, That all expenditures from each such account shall be in addition to any expenditure limitations imposed on the parks fee fund for fiscal year 2016.

(k) In addition to the other purposes for which expenditures may be made by the above agency from the boating fee fund (710-00-2245) for fiscal year 2016, expenditures may be made by the above agency from the following account or accounts of the boating fee fund during fiscal year 2016 for the following capital improvement project or projects, subject to the expenditure limitation prescribed therefor:

Region 2 office water line \$3,600

Provided, That all expenditures from each such account shall be in addition to any expenditure limitations imposed on the boating fee fund for fiscal year 2016.

(l) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 231(k) of chapter 104 of the 2015 Session Laws of Kansas on the public lands major maintenance account of the wildlife fee fund (710-00-2300-3262) of the Kansas department of wildlife, parks and tourism is hereby increased from \$35,000 to \$1,120,000.

(m) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 231(p) of chapter 104 of the 2015 Session Laws of Kansas on the public lands major maintenance account of the wildlife restoration fund (710-00-3418-3222) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$600,000 to \$0.

(n) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 231(r) of chapter 104 of the 2015 Session Laws of Kansas on the public lands major maintenance account of the sport fish restoration program fund (710-00-3490-3491) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$135,000 to \$0.

(o) On the effective date of this act, the expenditure limitation for the fiscal year ending June 30, 2016, by section 231(r) of chapter 104 of the 2015 Session Laws of Kansas on the dam repairs account of the sport fish restoration program fund (710-00-3490-3491) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$350,000 to \$0.

Sec. 91.

KANSAS DEPARTMENT OF WILDLIFE, PARKS AND TOURISM

(a) On July 1, 2016, of the \$1,755,492 appropriated for the above agency for the fiscal year ending June 30, 2017, by section 167(a) of chapter 104 of the 2015 Session Laws of Kansas from the state economic development initiatives fund in the operating expenditures account (710-00-1900-1910), the sum of \$42,662 is hereby lapsed.

(b) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2017, the following:

Travel and tourism operating expenditures (710-00-1900-1901)..... \$42,662

(c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Office of the secretary building fund..... No limit

(d) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 167(b) of chapter 104 of the 2015 Session Laws of Kansas on the wildlife fee fund (710-00-2300) of the Kansas department of wildlife, parks and tourism is hereby increased from \$24,221,459 to \$25,593,023.

(e) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 167(b) of chapter 104 of the 2015 Session Laws of Kansas on the parks fee fund (710-00-2122) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$7,798,549 to \$7,798,290.

(f) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 167(b) of chapter 104 of the 2015 Session Laws of Kansas on the boating fee fund (710-00-2245) of the Kansas department of wildlife, parks and tourism is hereby increased from \$1,321,998 to \$1,327,849.

(g) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 232(l) of chapter 104 of the 2015 Session Laws of Kansas on the public lands major maintenance account of the wildlife fee fund (710-00-2300-3262) of the Kansas department of wildlife, parks and tourism is hereby increased from \$35,000 to \$1,160,000.

(h) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 232(q) of chapter 104 of the 2015 Session Laws of Kansas on the rehabilitation and repair account of the wildlife restoration fund (710-00-3418-3222) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$675,000 to \$0.

(i) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 232(s) of chapter 104 of the 2015 Session Laws of Kansas on the public lands major maintenance account of the sport fish restoration program fund (710-00-3490-3491) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$100,000 to \$0.

(j) On July 1, 2016, the expenditure limitation for the fiscal year ending June 30, 2017, by section 232(s) of chapter 104 of the 2015 Session Laws of Kansas on the dam repairs account of the sport fish restoration program fund (710-00-3490-3491) of the Kansas department of wildlife, parks and tourism is hereby decreased from \$350,000 to \$0.

Sec. 92.

DEPARTMENT OF TRANSPORTATION

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2016, all moneys now and hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Conversion of materials and equipment..... No limit

(b) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$2,100,000 from the state highway fund (276-00-4100-0403) of the department of transportation to the state general fund: *Provided*, That the transfer of such amount shall be in addition to any other transfer from

the state highway fund of the department of transportation to the state general fund as prescribed by law: *Provided further*, That, in addition to other purposes for which transfers and expenditures may be made from the state highway fund during fiscal year 2016, and notwithstanding the provisions of K.S.A. 68-416, and amendments thereto, or any other statute, transfers may be made from the state highway fund to the state general fund under this subsection during fiscal year 2016.

Sec. 93.

DEPARTMENT OF TRANSPORTATION

(a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2017, all moneys now and hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Conversion of materials and equipment..... No limit

(b) On July 1, 2016, October 1, 2016, January 1, 2017, and April 1, 2017, or as soon thereafter each such date as moneys are available, the director of accounts and reports shall transfer \$38,942,667.25 from the state highway fund of the department of transportation (276-00-4100-0403) to the state general fund: *Provided*, That the transfer of each such amount shall be in addition to any other transfer from the state highway fund of the department of transportation to the state general fund as prescribed by law: *Provided further*, That, in addition to other purposes for which transfers and expenditures may be made from the state highway fund during fiscal year 2017 and notwithstanding the provisions of K.S.A. 68-416, and amendments thereto, or any other statute, transfers may be made from the state highway fund to the state general fund under this subsection during fiscal year 2017: *And provided further*, That on July 1, 2016, the provisions of section 169(i) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(c) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, by section 169(c) of chapter 104 of the 2015 Session Laws of Kansas on the buildings — other construction, renovation and repair account of the state highway fund is hereby increased from \$2,290,522 to \$4,276,722.

Sec. 94. (a) During the fiscal years ending June 30, 2016, and June 30, 2017, in addition to the other purposes for which expenditures may be made by the adjutant general from moneys appropriated from the state general fund or any special revenue fund or funds for the adjutant general for fiscal year 2016 or 2017 by chapter 104 of the 2015 Session Laws of Kansas, this act or any other appropriation act of the 2016 or 2017 regular session of the legislature, expenditures shall be made by the adjutant general from the state general fund or from any special revenue fund or funds for fiscal year 2016 or 2017, for and on behalf of the state of Kansas, to sell and convey all of the rights, title and interest in the following tracts of real estate located in Sedgwick county, Kansas, subject to the provisions of this section:

Beginning at a point 650 feet South and 30 feet East of the Northwest corner of the Southwest Quarter of the Southeast Quarter of Section 13, Township 27 South, Range 1 East of the 6th P.M., Sedgwick County, Kansas; thence East along the South line of the tract taken under condemnation by the Board of Education of the City of Wichita, Kansas, a distance of 326 feet; thence South parallel to the West line of said Southeast Quarter a distance of 330 feet; thence West parallel to the South line of said Southeast Quarter a distance of 326 feet more or less to a point 30 feet East of the West line of said Southeast Quarter; thence North on a line 30 feet East of and parallel to the West line of said Southeast Quarter a distance of 330 feet to the point of beginning.

(b) No sale or conveyance of the real property described in subsection (a) shall be authorized or approved by the adjutant general without having first advised and consulted with the joint committee on state building construction.

(c) Prior to the sale or conveyance of the real property described in subsection (a), the state finance council shall approve the sale, which is hereby characterized as a matter of legislative delegation and subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments thereto. The matter may be submitted to the state finance council for approval at

any time, including periods of time during which the legislature is in session.

(d) When the sale is made, the proceeds thereof shall be remitted to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit of the appropriate account of the state general fund or special revenue fund of the adjutant general as determined by the adjutant general. The adjutant general shall transmit a copy of such determination to the director of legislative research.

(e) The conveyance of real property authorized by this section shall not be subject to the provisions of K.S.A. 2015 Supp. 75-6609, and amendments thereto.

(f) In the event that the adjutant general determines that the legal description of the parcel described by this section is incorrect, the secretary of administration may convey the property utilizing the correct legal description but the deed conveying the property shall be subject to the approval of the attorney general.

Sec. 95. (a) During the fiscal year ending June 30, 2016, the director of the budget may transfer any part of any item of appropriation for an information technology project in any cabinet agency account of each special revenue fund appropriated for fiscal year 2016 for such cabinet agency to another item of appropriation for an information technology project in any other cabinet agency account of each special revenue fund appropriated for fiscal year 2016 for such other cabinet agency. The director of the budget shall certify each such amount transferred, and shall transmit a copy of such certification to the director of legislative research.

(b) During the fiscal year ending June 30, 2017, the director of the budget may transfer any part of any item of appropriation for an information technology project in any cabinet agency account of each special revenue fund appropriated for fiscal year 2017 for such cabinet agency to another item of appropriation for an information technology project in any other cabinet agency account of each special revenue fund appropriated for fiscal year 2017 for such other cabinet agency. The director of the budget shall certify each such amount transferred, and shall transmit a copy of such certification to the director of legislative research.

(c) As used in this section, “cabinet agency” means (1) the department of administration, (2) the department of revenue, (3) the department of commerce, (4) the department of labor, (5) the department of health and environment, (6) the Kansas department for aging and disability services, (7) the Kansas department for children and families, (8) the department of corrections, (9) the adjutant general, (10) the Kansas highway patrol, (11) the Kansas department of agriculture, (12) the Kansas department of wildlife, parks and tourism, and (13) the department of transportation.

Sec. 96. If any fund or account name described by words and the numerical accounting code which follows such fund or account name do not match, it shall be conclusively presumed that the legislature intended that the fund or account name described by words is the correct fund or account name, and such fund or account name described by words shall control over a contradictory or incorrect numerical accounting code.

Sec. 97. (a) On and after July 1, 2016, notwithstanding the provisions of K.S.A. 74-4927, and amendments thereto, or any other statute, no state agency shall pay to the Kansas public employees retirement system any amounts to the group insurance reserve fund during the fiscal year ending June 30, 2017, that constitute such state agency’s portion of the state’s contribution to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto.

(b) (1) On July 1, 2016, the amount in each account of the state general fund of each state agency that is appropriated for the fiscal year ending June 30, 2017, by chapters 4, 81, 92 or 104 of the 2015 Session Laws of Kansas or by this or other appropriation act of the 2016 or 2017 regular session of the legislature, and that is budgeted for payment to the Kansas public employees retirement system as a contribution during the fiscal year ending June 30, 2017, to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto, as certified by the di-

rector of the budget to the director of accounts and reports for the fiscal year ending June 30, 2017, is hereby lapsed from each such account.

(2) On July 1, 2016, the amount in each account of the state economic development initiatives fund of each state agency that is appropriated for the fiscal year ending June 30, 2017, by chapter 104 of the 2015 Session Laws of Kansas or by this or other appropriation act of the 2016 or 2017 regular session of the legislature, and that is budgeted for payment to the Kansas public employees retirement system as a contribution during the fiscal year ending June 30, 2017, to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto, as certified by the director of the budget to the director of accounts and reports for the fiscal year ending June 30, 2017, is hereby lapsed from each such account.

(3) On July 1, 2016, the amount in each account of the state water plan fund of each state agency that is appropriated for the fiscal year ending June 30, 2017, by chapter 104 of the 2015 Session Laws of Kansas or by this or other appropriation act of the 2016 or 2017 regular session of the legislature, and that is budgeted for payment to the Kansas public employees retirement system as a contribution during the fiscal year ending June 30, 2017, to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto, as certified by the director of the budget to the director of accounts and reports for the fiscal year ending June 30, 2017, is hereby lapsed from each such account.

(4) On July 1, 2016, the amount in each account of the children's initiatives fund of each state agency that is appropriated for the fiscal year ending June 30, 2017, by chapter 104 of the 2015 Session Laws of Kansas or by this or other appropriation act of the 2016 or 2017 regular session of the legislature, and that is budgeted for payment to the Kansas public employees retirement system as a contribution during the fiscal year ending June 30, 2017, to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto, as certified by the director of the budget to the director of accounts and reports for the fiscal year ending June 30, 2017, is hereby lapsed from each such account.

(c) On July 1, 2016, the expenditure limitation established for the fiscal year ending June 30, 2017, provided by chapters 4, 81, 92 or 104 of the 2015 Session Laws of Kansas or by this or other appropriation act of the 2016 or 2017 regular session of the legislature, or by the state finance council, on each special revenue fund in the state treasury is hereby decreased for the fiscal year ending June 30, 2017, by the amount equal to the amount that is budgeted for payment to the Kansas public employees retirement system as a contribution for the fiscal year ending June 30, 2017, to the group insurance reserve fund under K.S.A. 74-4927, and amendments thereto, as certified by the director of the budget to the director of accounts and reports for the fiscal year ending June 30, 2017, from such special revenue fund, or account thereof.

(d) On July 1, 2016, the provisions of section 180(b) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(e) At the same time as the director of the budget transmits each certification to the director of accounts and reports pursuant to this section, the director of the budget shall transmit a copy of such certification to the director of legislative research.

Sec. 98. (a) (1) Notwithstanding the provisions of chapter 103 of the 2015 Session Laws of Kansas, K.S.A. 75-3722 or 75-6704, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2016, the director of the budget shall continuously monitor the status of the state general fund with regard to estimated and actual revenues and approved and actual expenditures and demand transfers: *Provided*, That periodically, the director of the budget shall estimate the amount of the unencumbered ending balance of moneys in the state general fund for fiscal year 2016 and the total amount of anticipated expenditures, demand transfers and encumbrances of moneys in the state general fund for fiscal year 2016: *Provided further*, That, if the amount of such unencumbered ending balance in the state general fund is less than \$100,000,000, the director of the budget shall certify the difference between \$100,000,000 and the amount of such unencumbered ending balance in the state general fund, after adjusting the estimates of the amounts of such demand transfers with regard to new estimates of rev-

enues to the state general fund, where appropriate: *And provided further*, That, the director of the budget, in such manner as the director may determine: (A) Shall determine the amount of moneys appropriated in each account of the state general fund or each special revenue fund appropriated for fiscal year 2016 for any agency of the executive branch of state government that is not required to be expended or encumbered for the fiscal year ending June 30, 2016; and (B) shall certify each such amount: *And provided further*, That, during fiscal year 2016, the director of the budget shall certify each amount appropriated from the state general fund, to the director of accounts and reports and, upon receipt of such certification, the amount so certified is hereby lapsed: *And provided further*, That, during fiscal year 2016, the director of the budget shall certify each amount appropriated from each special revenue fund, to the director of accounts and reports and, upon receipt of such certification, the amount so certified is hereby transferred to the state general fund: *And provided however*, That the total amount transferred or lapsed shall not exceed the amount certified by the director of the budget as the difference between \$100,000,000 and the amount of such unencumbered ending balance in the state general fund: *And provided further*, That, at the same time as the director of the budget transmits each such certification to the director of accounts and reports, the director of the budget shall transmit a copy of such certification to the director of legislative research.

(2) Notwithstanding the provisions of K.S.A. 75-3722 or 75-6704, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2017, the director of the budget shall continuously monitor the status of the state general fund with regard to estimated and actual revenues and approved and actual expenditures and demand transfers: *Provided*, That periodically, the director of the budget shall estimate the amount of the unencumbered ending balance of moneys in the state general fund for fiscal year 2017 and the total amount of anticipated expenditures, demand transfers and encumbrances of moneys in the state general fund for fiscal year 2017: *Provided further*, That, if the amount of such unencumbered ending balance in the state general fund is less than \$100,000,000, the director of the budget shall certify the difference between \$100,000,000 and the amount of such unencumbered ending balance in the state general fund, after adjusting the estimates of the amounts of such demand transfers with regard to new estimates of revenues to the state general fund, where appropriate: *And provided further*, That, the director of the budget, in such manner as the director may determine: (A) Shall determine the amount of moneys appropriated in each account of the state general fund or each special revenue fund appropriated for fiscal year 2017 for any agency of the executive branch of state government that is not required to be expended or encumbered for the fiscal year ending June 30, 2017; and (B) shall certify each such amount: *And provided further*, That, during fiscal year 2017, the director of the budget shall certify each amount appropriated from the state general fund, to the director of accounts and reports and, upon receipt of such certification, the amount so certified is hereby lapsed: *And provided further*, That, during fiscal year 2017, the director of the budget shall certify each amount appropriated from each special revenue fund, to the director of accounts and reports and, upon receipt of such certification, the amount so certified is hereby transferred to the state general fund: *And provided however*, That the total amount transferred or lapsed shall not exceed the amount certified by the director of the budget as the difference between \$100,000,000 and the amount of such unencumbered ending balance in the state general fund: *And provided further*, That, at the same time as the director of the budget transmits each such certification to the director of accounts and reports, the director of the budget shall transmit a copy of such certification to the director of legislative research.

(b) The provisions of this section shall not apply to the legislature or any agency of the legislative branch of state government, or the judicial branch or any agency of the judicial branch of state government.

(c) (1) The provisions of subsection (a)(1) shall not apply to: (A) Any item of appropriation for debt service for payments pursuant to contractual bond obligations; or (B) any demand transfer to the school district

capital improvements fund for distribution to school districts pursuant to K.S.A. 75-2319, and amendments thereto.

(2) The provisions of subsection (a)(2) shall not apply to: (A) Any item of appropriation for debt service for payments pursuant to contractual bond obligations; (B) any item of appropriation for employer contributions for the state of Kansas and employers who are eligible employers as specified in K.S.A. 74-4931(1), (2) and (3), and amendments thereto, under the Kansas public employees retirement system pursuant to K.S.A. 74-4939, and amendments thereto; or (C) any demand transfer to the school district capital improvements fund for distribution to school districts pursuant to K.S.A. 75-2319, and amendments thereto.

(d) Nothing in this section shall be construed to restrict the number of times that the director of the budget may make a certification under this section.

Sec. 99. During fiscal year 2016 or 2017, if any bonds were issued on or after July 1, 2015, by any state educational institution, as defined by K.S.A. 76-711, and amendments thereto, or if any not-for-profit entity was formed in conjunction with such state educational institution, using an out-of-state development authority for such bond issuance, then for the fiscal year ending June 30, 2017, each special revenue fund of such state educational institution shall be limited to the total amount included in the governor's budget recommendation from such special revenue fund: *Provided*, That, the attorney general shall certify if any such bonds were issued to the director of the budget: *Provided further*, That, upon receipt of such certification from the attorney general, the director of the budget shall certify the amount of such expenditure limitation for each special revenue fund for fiscal year 2017: *Provided, however*, That the expenditure limitation established by this section shall not apply to grants and federal funds of such state educational institution: *And provided however*, That the expenditure limitation established by this section shall not apply to the university of Kansas medical center: *And provided further*, That, at the same time as the director of the budget determines each such certification, the director of the budget shall transmit a copy of such certification to the director of legislative research.

Sec. 100. Notwithstanding the provisions of any other statute, during the fiscal years ending June 30, 2016, June 30, 2017, and June 30, 2018, no state agency named in chapters 4, 81 or 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016, 2017 or 2018 regular session of the legislature shall expend any moneys appropriated for the fiscal years ending June 30, 2016, June 30, 2017, and June 30, 2018, from the state general fund or in any special revenue fund or funds for any state agency to privatize the operations of the Larned state hospital or the Osawatomie state hospital without prior specific authorization in an act of the legislature or in an appropriation act of the legislature.

Sec. 101. On the effective date of this act, notwithstanding the provisions of any statute, no state agency shall expend any moneys appropriated from the state general fund or from any special revenue fund or funds for the fiscal years ending June 30, 2016, or June 30, 2017, as authorized by chapters 4, 81 or 104 of the 2015 Session Laws of Kansas, this or any other appropriations act of the 2016 or 2017 regular session of the legislature, to include in the health care compact, pursuant to K.S.A. 2015 Supp. 65-6230, and amendments thereto, the administration of medicare (42 U.S.C. § 1395 et seq.) unless the Kansas legislature passes legislation and such legislation is enacted into law specifically authorizing inclusion of the medicare program in such compact.

Sec. 102. (a) During the fiscal year ending June 30, 2017, no expenditures shall be made by any state agency named in this act from moneys appropriated from the state general fund for fiscal year 2017 as authorized by chapter 4, 81 or 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 or 2017 regular session of the legislature, to issue additional state obligations payable from the state general fund if the resulting annual debt service for all state obligations payable from the state general fund exceeds the limitation imposed by this section. The maximum annual debt service in fiscal year 2017 on state obligations payable from the state general fund may not exceed an amount equal to 4% of the average of state general fund revenues, excluding revenues constitutionally dedicated for purposes other than payment of

state obligations, for the immediately preceding three fiscal years. Such amount shall be determined by the director of the budget in consultation with the director of legislative research.

(b) For the purposes of this section, “state obligations payable from the state general fund” means obligations, including, but not limited to, bonds and lease-purchase agreements in a principal amount greater than \$250,000, which are authorized or reasonably expected to be repaid by appropriations from the state general fund. “State obligations payable from the state general fund” shall not include obligations with respect to which the state director of the budget certifies are reasonably expected to be paid from sources other than the state general fund.

Sec. 103. During the fiscal year ending June 30, 2017, no expenditures shall be made by any state agency named in this act from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2017 as authorized by chapter 4, 81 or 104 of the 2015 Session Laws of Kansas, this or other appropriation act of the 2016 or 2017 regular session of the legislature, to issue bonds or other obligations in a principal amount greater than \$5,000,000 issued to finance or refinance activities and projects of such state agency, using any entity other than the Kansas development finance authority in accordance with the provisions of K.S.A. 74-8901 et seq., and amendments thereto.

Sec. 104. (a) During the fiscal year ending June 30, 2017, in addition to the other purposes for which expenditures may be made by the secretary for children and families, from moneys appropriated from the state general fund or any special revenue fund or funds for the Kansas department for children and families for fiscal year 2017 by this act or any other appropriation act of the 2016 or 2017 regular session of the legislature, expenditures shall be made by the secretary for children and families from the state general fund or from any special revenue fund or funds for fiscal year 2017, for the secretary, on behalf of the state of Kansas, to sell and convey all of the rights, title and interest in the following tracts of real estate located in Neosho county, Kansas, subject to the provisions of this section:

The South Half of the Southeast Quarter (S/2 SE/4) of Section Nineteen (19), Township Twenty-seven (27) South, Range Eighteen (18) East of the 6th P. M., excepting therefrom five (5) tracts of land described as follows:

a. The North Ten (10) acres of the Southeast Quarter of this Southeast Quarter (SE/4 SE/4) of said section Nineteen (19);

b. Beginning at a point on Plummer Avenue, 330 feet south of the northeast corner of the South Half of the Southeast Quarter (S/2 SE/4) of said Section Nineteen (19), thence west parallel with the north line of said eighty, 1320 feet; thence south 330 feet on a line parallel with the east line of said eighty; thence east 1320 feet on a line parallel with the north line of said eighty; thence north along said east line to the point of beginning, containing 10 acres;

c. Beginning at a point 495 feet north of the southeast corner of said Section Nineteen (19), thence north 165 feet to the southeast corner of 10-acre tract previously sold to Guy Umbarger; thence west along the south line of said Umbarger 10-acre tract, 792 feet; thence south on a line parallel to the east line, 165 feet; thence east on a line parallel to said Umbarger tract to point of beginning, containing approximately 3 acres;

d. Beginning at the southeast corner of said Section Nineteen (19), thence west along the south line of said section 690 feet; thence northerly 445 feet; thence easterly 690 feet to a point on the east line of said section, 445 feet north of the southeast corner of said section; thence south along said east line 445 feet to the point of beginning. The above includes 30 feet of road right-of-way along the south side used for Seventh Street and 30 feet of road right-of-way along the east side used for Plummer Avenue. Including the road rights-of-way, the above includes 7.05 acres, more or less; and

e. Beginning at a point 30 feet north of and 690 feet west of the southeast corner of the Southeast Quarter (SE/4) of said Section Nineteen (19); thence west along right-of-way line of present road, 1950 feet, more or less, to the west line of said Southeast Quarter (SE/4); thence north along the west line of said Southeast Quarter (SE/4), 10 feet; thence east parallel to and 10 feet north of the present right-of-way, 1950 feet, more or less,

to a point 690 feet west of and 40 feet north of the southeast corner of said Southeast Quarter (SE/4); thence south 10 feet to the point of beginning, containing .44 acres, more or less, condemned for highway purposes.

(b) During fiscal years 2016 and 2017, the real property described in subsection (a) shall be sold or conveyed to the Neosho memorial regional medical center, at the price agreed upon between the parties.

(c) No sale or conveyance of the real property described in subsection (a) shall be authorized or approved by the secretary for children and families without having first advised and consulted with the joint committee on state building construction.

(d) Prior to the sale or conveyance of the real property described in subsection (a), the state finance council shall approve the sale, which is hereby characterized as a matter of legislative delegation and subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments thereto. The matter may be submitted to the state finance council for approval at any time, including periods of time during which the legislature is in session.

(e) When the sale is made, the proceeds thereof shall be remitted to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit of the appropriate account of the state general fund or special revenue fund of the Kansas department for children and families as determined by the secretary for children and families. The secretary for children and families shall transmit a copy of such determination to the director of legislative research.

(f) The conveyance of real property authorized by this section shall not be subject to the provisions of K.S.A. 75-3043a or K.S.A. 2015 Supp. 75-6609, and amendments thereto.

(g) In the event that the secretary for children and families determines that the legal description of the parcel described by this section is incorrect, the secretary of administration may convey the property utilizing the correct legal description but the deed conveying the property shall be subject to the approval of the attorney general.

(h) On the effective date of this act, the provisions of section 175(b) of chapter 104 of the 2015 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

Sec. 105. K.S.A. 2015 Supp. 68-2320 is hereby amended to read as follows: 68-2320. (a) On and after July 1, 1991, the secretary of transportation is hereby authorized and empowered to issue bonds of the state of Kansas, payable solely from revenues accruing to the state highway fund and transferred to the highway bond debt service fund and pledged to their payment, for the purpose of providing funds to pay costs relating to construction, reconstruction, maintenance or improvement of highways in this state and to pay all expenses incidental thereto and to the bonds. The secretary is hereby authorized to issue bonds the total principal amount of which shall not exceed \$890,000,000.

(b) In addition to the provisions of subsection (a), on and after July 1, 1999, the secretary of transportation is hereby authorized and empowered to issue bonds of the state of Kansas, payable solely from revenues accruing to the state highway fund and transferred to the highway bond debt service fund and pledged to their payment, for the purpose of providing funds to pay costs relating to construction, reconstruction, maintenance or improvement of highways in this state and to pay all expenses incidental thereto and to the bonds. The secretary is hereby authorized to issue bonds the total principal amount of which shall not exceed \$1,272,000,000.

(c) (1) In addition to the provisions of subsections (a) and (b), on and after July 1, 2010, the secretary of transportation is hereby authorized and empowered to issue additional bonds of the state of Kansas, payable solely from revenues accruing to the state highway fund and transferred to the highway bond debt service fund and pledged to their payment, for the purpose of providing funds to pay costs relating to construction, reconstruction, maintenance or improvement of highways in this state and to pay all expenses incidental thereto and to the bonds. *On and after the effective date of this act*, except as provided further, no bonds shall be

issued by the secretary pursuant to this subsection unless the secretary certifies that, as of the date of issuance of any such series of additional bonds, the maximum annual debt service on all outstanding bonds issued pursuant to this section and K.S.A. 68-2328, and amendments thereto, including the bonds to be issued on such date, will not exceed 18% of projected state highway fund revenues for the current or any future fiscal year. ~~During the fiscal year ending June 30, 2016, and the fiscal year ending June 30, 2017, the provisions of this subsection which prescribe a limitation on the amount of the maximum annual debt service on all outstanding bonds issued pursuant to this section and K.S.A. 68-2328, and amendments thereto, for the purpose of issuing any such series of additional bonds authorized by the secretary are hereby suspended~~ *During the fiscal year ending June 30, 2017, the limitation on the amount of the maximum annual debt service on all outstanding bonds issued pursuant to this section and K.S.A. 68-2328, and amendments thereto, for the purpose of issuing any such series of additional bonds authorized by the secretary is 19% of projected state highway fund revenues for the current or any future fiscal year. The provisions of this section relating to limitations of bonded indebtedness shall not in any way impair the rights and remedies of the holders of any bonds issued prior to the effective date of this act.*

(2) As used in this subsection:

(A) “Maximum annual debt service” means the maximum amount of debt service requirements on all outstanding bonds for the current or any future fiscal year;

(B) “debt service requirements” means, for each fiscal year, the aggregate principal and interest payments required to be made during such fiscal year on all outstanding bonds, including the additional bonds to be issued, less any interest subsidy payments expected to be received from the federal government, less any principal and interest payments irrevocably provided for from a dedicated escrow of United States government securities;

(C) “projected state highway fund revenues” means all revenues projected by the secretary of transportation to accrue to the state highway fund for the current or any future fiscal year; and

(D) “fiscal year” means the fiscal year of the state.

(3) Debt service requirements for variable rate bonds outstanding or proposed to be issued for the current or any future fiscal year for which the actual interest rate cannot be determined on the date of calculation shall be deemed to bear interest at an assumed rate equal to the average of the SIFMA swap index, or any successor variable rate index, for the immediately preceding five calendar years plus 1% and an amount determined by the secretary that represents the then current reasonable annual ancillary costs associated with variable rate debt, including credit enhancement, liquidity and remarketing costs; except that, debt service requirements for variable rate bonds that are hedged pursuant to an interest rate exchange or similar agreement that results in synthetic fixed rate debt shall be deemed to bear interest at the synthetic fixed rate plus .5% and an amount determined by the secretary that represents the then current reasonable annual ancillary costs associated with variable rate debt, including credit enhancement, liquidity and remarketing costs.

(4) Projected state highway fund revenues for the current or any future fiscal year for which the actual revenues cannot be determined on the date of calculation shall be deemed to be the actual revenues for the most recently completed fiscal year, adjusted in each subsequent fiscal year by a percentage equal to the historical average annual increase or decrease in revenues for the five fiscal year period prior to the current fiscal year, and further adjusted to take into account any increases or decreases in the statutory rates of any taxes or other charges or transfers that comprise a portion of the revenues.

(d) In accordance with procurement statutes, the secretary may contract with financial advisors, attorneys and such other professional services as the secretary deems necessary to carry out the provisions of this act, and to do all things necessary or convenient to carry out the powers expressly granted in this act.

Sec. 106. K.S.A. 2015 Supp. 74-4914d is hereby amended to read as follows: 74-4914d. (1) Any additional cost resulting from the normal re-

tirement date and retirement before such normal retirement date for security officers as provided in K.S.A. 74-4914c, and amendments thereto, and disability benefits as provided in K.S.A. 74-4914e, and amendments thereto, shall be added to the employer rate of contribution for the department of corrections as otherwise determined under K.S.A. 74-4920, and amendments thereto, except that the employer rate of contribution for the department of corrections including any such additional cost added to such employer rate of contribution pursuant to this section shall in no event exceed the employer rate of contribution for the department of corrections for the immediately preceding fiscal year by more than the following amounts expressed as a percentage of compensation upon which security officers contribute during the period: (a) For the fiscal year commencing in calendar years 2010 through 2012, an amount not to exceed more than 0.6% of the amount of the immediately preceding fiscal year; (b) for the fiscal year commencing in calendar year 2013, an amount not to exceed more than 0.9% of the amount of the immediately preceding fiscal year; (c) for the fiscal year commencing in calendar year 2014, an amount not to exceed more than 1% of the amount of the immediately preceding fiscal year; (d) for the fiscal year commencing in calendar year 2015, the employer rate of contribution shall be 10.91%, ~~except that if bonds issued pursuant to K.S.A. 2015 Supp. 74-49,131a, and amendments thereto, have debt service payments that are fully or partially financed through the use of capitalized interest, or have capitalized interest only debt service payments, the employer rate of contribution shall be an amount not to exceed more than 1.1% of the amount of the immediately preceding fiscal year as provided by K.S.A. 74-4920(17), and amendments thereto;~~ (e) for the fiscal year commencing in calendar year 2016, the employer rate of contribution shall be 10.81%, ~~except that if bonds issued pursuant to K.S.A. 2015 Supp. 74-49,131a, and amendments thereto, have debt service payments that are fully or partially financed through the use of capitalized interest, or have capitalized interest only debt service payments, the employer rate of contribution shall be an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year as provided by K.S.A. 74-4920(18), and amendments thereto;~~ and (f) in each subsequent calendar year, an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year, ~~without regard to the employer rate of contribution in subsection (2) to be calculated as if no certification is made reducing or increasing the rate of employer contribution as provided in K.S.A. 74-4920(17) or (18), and amendments thereto.~~ As used in this section, “capitalized interest” means interest payments on the bonds that are pre-funded or financed from bond proceeds as part of the issue for a specified period of time in order to offset one or more initial debt service payments.

~~(2) On and after the effective date of this act, notwithstanding the employer rate of contribution determined under K.S.A. 74-4920(1)(a), and amendments thereto, and subsection (1), the employer rate of contribution for employees covered by this section shall be 8.65% expressed as a percentage of compensation for payroll periods chargeable to the last six months of the fiscal year ending June 30, 2015.~~

Sec. 107. K.S.A. 2015 Supp. 74-4920 is hereby amended to read as follows: 74-4920. (1) (a) Upon the basis of each annual actuarial valuation and appraisal as provided for in K.S.A. 74-4908(3)(a), and amendments thereto, the board shall certify, on or before July 15 of each year, to the division of the budget in the case of the state and to the agent for each other participating employer an actuarially determined estimate of the rate of contribution which will be required, together with all accumulated contributions and other assets of the system, to be paid by each such participating employer to pay all liabilities which shall exist or accrue under the system, including amortization of the actuarial accrued liability as determined by the board. The board shall determine the actuarial cost method to be used in annual actuarial valuations, to determine the employer contribution rates that shall be certified by the board. Such certified rate of contribution, amortization methods and periods and actuarial cost method shall be based on the standards set forth in K.S.A. 74-4908(3)(a), and amendments thereto, and shall not be based on any other purpose outside of the needs of the system.

(b) (i) For employers affiliating on and after January 1, 1999, upon

the basis of an annual actuarial valuation and appraisal of the system conducted in the manner provided for in K.S.A. 74-4908, and amendments thereto, the board shall certify, on or before July 15 of each year to each such employer an actuarially determined estimate of the rate of contribution which shall be required to be paid by each such employer to pay all of the liabilities which shall accrue under the system from and after the entry date as determined by the board, upon recommendation of the actuary. Such rate shall be termed the employer's participating service contribution and shall be uniform for all participating employers. Such additional liability shall be amortized as determined by the board. For all participating employers described in this section, the board shall determine the actuarial cost method to be used in annual actuarial valuations to determine the employer contribution rates that shall be certified by the board.

(ii) The board shall determine for each such employer separately an amount sufficient to amortize all liabilities for prior service costs which shall have accrued at the time of entry into the system. On the basis of such determination the board shall annually certify to each such employer separately an actuarially determined estimate of the rate of contribution which shall be required to be paid by that employer to pay all of the liabilities for such prior service costs. Such rate shall be termed the employer's prior service contribution.

(2) The division of the budget and the governor shall include in the budget and in the budget request for appropriations for personal services the sum required to satisfy the state's obligation under this act as certified by the board and shall present the same to the legislature for allowance and appropriation.

(3) Each other participating employer shall appropriate and pay to the system a sum sufficient to satisfy the obligation under this act as certified by the board.

(4) Each participating employer is hereby authorized to pay the employer's contribution from the same fund that the compensation for which such contribution is made is paid from or from any other funds available to it for such purpose. Each political subdivision, other than an instrumentality of the state, which is by law authorized to levy taxes for other purposes, may levy annually at the time of its levy of taxes, a tax which may be in addition to all other taxes authorized by law for the purpose of making its contributions under this act and, in the case of cities and counties, to pay a portion of the principal and interest on bonds issued under the authority of K.S.A. 12-1774, and amendments thereto, by cities located in the county, which tax, together with any other fund available, shall be sufficient to enable it to make such contribution. In lieu of levying the tax authorized in this subsection, any taxing subdivision may pay such costs from any employee benefits contribution fund established pursuant to K.S.A. 12-16,102, and amendments thereto. Each participating employer which is not by law authorized to levy taxes as described above, but which prepares a budget for its expenses for the ensuing year and presents the same to a governing body which is authorized by law to levy taxes as described above, may include in its budget an amount sufficient to make its contributions under this act which may be in addition to all other taxes authorized by law. Such governing body to which the budget is submitted for approval, may levy a tax sufficient to allow the participating employer to make its contributions under this act, which tax, together with any other fund available, shall be sufficient to enable the participating employer to make the contributions required by this act.

(5) (a) The rate of contribution certified to a participating employer as provided in this section shall apply during the fiscal year of the participating employer which begins in the second calendar year following the year of the actuarial valuation.

(b) (i) Except as specifically provided in this section, for fiscal years commencing in calendar year 1996 and in each subsequent calendar year, the rate of contribution certified to the state of Kansas shall in no event exceed the state's contribution rate for the immediately preceding fiscal year by more than 0.2% of the amount of compensation upon which members contribute during the period.

(ii) Except as specifically provided in this subsection, for the fiscal years commencing in the following calendar years, the rate of contribution certified to the state of Kansas and to the participating employers under

K.S.A. 74-4931, and amendments thereto, shall in no event exceed the state's contribution rate for the immediately preceding fiscal year by more than the following amounts expressed as a percentage of compensation upon which members contribute during the period: (A) For the fiscal year commencing in calendar years 2010 through 2012, an amount not to exceed more than 0.6% of the amount of the immediately preceding fiscal year; (B) for the fiscal year commencing in calendar year 2013, an amount not to exceed more than 0.9% of the amount of the immediately preceding fiscal year; (C) for the fiscal year commencing in calendar year 2014, an amount not to exceed more than 1% of the amount of the immediately preceding fiscal year; (D) for the fiscal year commencing in calendar year 2015, the employer rate of contribution shall be 10.91%, ~~except that if bonds issued pursuant to K.S.A. 2015 Supp. 74-49,131a, and amendments thereto, have debt service payments that are fully or partially financed through the use of capitalized interest, or have capitalized interest only debt service payments, the employer rate of contribution shall be an amount not to exceed more than 1.1% of the amount of the immediately preceding fiscal year as provided by subsection (17);~~ (E) for the fiscal year commencing in calendar year 2016, the employer rate of contribution shall be 10.81%, ~~except that if bonds issued pursuant to K.S.A. 2015 Supp. 74-49,131a, and amendments thereto, have debt service payments that are fully or partially financed through the use of capitalized interest, or have capitalized interest only debt service payments, the employer rate of contribution shall be an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year as provided by subsection (18);~~ and (F) in each subsequent calendar year, an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year, ~~without regard to the rate of employer contribution to be calculated as if no certification is made reducing or increasing the rate of employer contribution as provided in subsection (17) or (18).~~ As used in this subsection, "capitalized interest" means interest payments on the bonds that are pre-funded or financed from bond proceeds as part of the issue for a specified period of time in order to offset one or more initial debt service payments.

(iii) Except as specifically provided in this section, for fiscal years commencing in calendar year 1997 and in each subsequent calendar year, the rate of contribution certified to participating employers other than the state of Kansas shall in no event exceed such participating employer's contribution rate for the immediately preceding fiscal year by more than 0.15% of the amount of compensation upon which members contribute during the period.

(iv) Except as specifically provided in this subsection, for the fiscal years commencing in the following calendar years, the rate of contribution certified to participating employers other than the state of Kansas shall in no event exceed the contribution rate for such employers for the immediately preceding fiscal year by more than the following amounts expressed as a percentage of compensation upon which members contribute during the period: (A) For the fiscal year commencing in calendar years 2010 through 2013, an amount not to exceed more than 0.6% of the amount of the immediately preceding fiscal year; (B) for the fiscal year commencing in calendar year 2014, an amount not to exceed more than 0.9% of the amount of the immediately preceding fiscal year; (C) for the fiscal year commencing in calendar year 2015, an amount not to exceed more than 1% of the amount of the immediately preceding fiscal year; (D) for the fiscal year commencing in calendar year 2016, an amount not to exceed more than 1.1% of the amount of the immediately preceding fiscal year; and (E) for the fiscal year commencing in calendar year 2017, and in each subsequent calendar year, an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year.

(v) As part of the annual actuarial valuation, there shall be a separate employer rate of contribution calculated for the state of Kansas, a separate employer rate of contribution calculated for participating employers under K.S.A. 74-4931, and amendments thereto, a combined employer rate of contribution calculated for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, and a separate employer rate of contribution calculated for all other participating employers.

(vi) There shall be a combined employer rate of contribution certified

to the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto. There shall be a separate employer rate of contribution certified to all other participating employers.

(vii) If the combined employer rate of contribution calculated for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, is greater than the separate employer rate of contribution for the state of Kansas, the difference in the two rates applied to the actual payroll of the state of Kansas for the applicable fiscal year shall be calculated. This amount shall be certified by the board for deposit as additional employer contributions to the retirement benefit accumulation reserve for the participating employers under K.S.A. 74-4931, and amendments thereto.

(6) The actuarial cost of any legislation enacted in the 1994 session of the Kansas legislature will be included in the June 30, 1994, actuarial valuation in determining contribution rates for participating employers.

(7) The actuarial cost of the provisions of K.S.A. 74-4950i, and amendments thereto, will be included in the June 30, 1998, actuarial valuation in determining contribution rates for participating employers. The actuarial accrued liability incurred for the provisions of K.S.A. 74-4950i, and amendments thereto, shall be amortized over 15 years.

(8) Except as otherwise provided by law, the actuarial cost of any legislation enacted by the Kansas legislature, except the actuarial cost of K.S.A. 74-49,114a, and amendments thereto, shall be in addition to the employer contribution rates certified for the employer contribution rate in the fiscal year immediately following such enactment. Such actuarial cost shall be determined by the qualified actuary employed or retained by the system pursuant to K.S.A. 74-4908, and amendments thereto, and reported to the system and the joint committee on pensions, investments and benefits.

(9) Notwithstanding the provisions of subsection (8), the actuarial cost of the provisions of K.S.A. 74-49,109 et seq., and amendments thereto, shall be first reflected in employer contribution rates effective with the first day of the first payroll period for the fiscal year 2005. The actuarial accrued liability incurred for the provisions of K.S.A. 74-49,109 et seq., and amendments thereto, shall be amortized over 10 years.

(10) The cost of the postretirement benefit payment provided pursuant to the provisions of K.S.A. 2015 Supp. 74-49,114b, and amendments thereto, for retirants other than local retirants as described in subsection (11) or insured disability benefit recipients shall be paid in the fiscal year commencing on July 1, 2007.

(11) The actuarial accrued liability incurred for the provisions of K.S.A. 2015 Supp. 74-49,114b, and amendments thereto, for the KPERS local group and retirants who were employees of local employers which affiliated with the Kansas police and firemen's retirement system shall be amortized over 10 years.

(12) The cost of the postretirement benefit payment provided pursuant to the provisions of K.S.A. 2015 Supp. 74-49,114c, and amendments thereto, for retirants other than local retirants as described in subsection (13) or insured disability benefit recipients shall be paid in the fiscal year commencing on July 1, 2008.

(13) The actuarial accrued liability incurred for the provisions of K.S.A. 2015 Supp. 74-49,114c, and amendments thereto, for the KPERS local group and retirants who were employees of local employers which affiliated with the Kansas police and firemen's retirement system shall be amortized over 10 years.

(14) The board with the advice of the actuary may fix the contribution rates for participating employers joining the system after one year from the first entry date or for employers who exercise the option contained in K.S.A. 74-4912, and amendments thereto, at rates different from the rate fixed for employers joining within one year of the first entry date.

(15) Employer contributions shall in no way be limited by any other act which now or in the future establishes or limits the compensation of any member.

(16) Notwithstanding any provision of law to the contrary, each participating employer shall remit quarterly, or as the board may otherwise provide, all employee deductions and required employer contributions to the executive director for credit to the Kansas public employees retirement fund within three days after the end of the period covered by the

remittance by electronic funds transfer. Remittances of such deductions and contributions received after such date are delinquent. Delinquent payments due under this subsection shall be subject to interest at the rate established for interest on judgments under K.S.A. 16-204(a), and amendments thereto. At the request of the board, delinquent payments which are due or interest owed on such payments, or both, may be deducted from any other moneys payable to such employer by any department or agency of the state.

(17) ~~On and after the effective date of this act, notwithstanding the employer rate of contribution determined under subsection (1)(a), for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, the employer rate of contribution for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, shall be 8.65% expressed as a percentage of compensation for payroll periods chargeable to the last six months of the fiscal year ending June 30, 2015.~~ *On and after the effective date of this act, during the fiscal year ending June 30, 2016, if the director of the budget lapses or transfers any amount from the state general fund or from any special revenue fund or funds that would be attributable to employer contributions for any state agency pursuant to section 98(a)(1) of this act, the director of the budget shall certify such amount or amounts and transmit such certification to the board. Upon receipt of such certification, the board shall certify the employer rate of contribution for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, for the fiscal year ending June 30, 2016, at 10.91% minus a percentage of compensation that corresponds to the dollar amount certified by the director of the budget pursuant to this subsection.*

(18) *On July 1, 2016, if the director of the budget lapsed or transferred any amount from the state general fund or from any special revenue fund or funds that would be attributable to employer contributions for any state agency during the fiscal year ending June 30, 2016, pursuant to section 98(a)(1) of this act, the board shall certify the employer rate of contribution for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, for the first quarter of the fiscal year ending June 30, 2017, at 10.81% plus a percentage of compensation that corresponds to four times the dollar amount, plus 8%, certified by the director of the budget pursuant to subsection (17). For the final three quarters of the fiscal year ending June 30, 2017, the board shall certify the employer rate of contribution for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, at 10.81%.*

(19) *An amount of money corresponding to the employer rate of contribution for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, for the first quarter of the fiscal year ending June 30, 2017, established in subsection (18) shall be paid by the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, to the Kansas public employees retirement fund on or before September 30, 2016.*

Sec. 108. K.S.A. 2015 Supp. 74-50,107 is hereby amended to read as follows: 74-50,107. (a) Commencing July 1, 2015, and on the first day of each month thereafter during fiscal year 2016, fiscal year 2017, and fiscal year 2018, the secretary of revenue shall apply a rate of 2% to that portion of moneys withheld from the wages of individuals and collected under the Kansas withholding and declaration of estimated tax act, K.S.A. 79-3294 et seq., and amendments thereto. The amount so determined shall be credited on a monthly basis as follows: (1) An amount necessary to meet obligations of the debt services for the IMPACT program repayment fund; and (2) an amount to the IMPACT program services fund as needed for program administration; and (3) any remaining amounts to the job creation program fund created pursuant to K.S.A. 2015 Supp. 74-50,224, and amendments thereto. During fiscal years 2016; ~~and 2017~~ ~~and~~, *no moneys shall be credited to the job creation fund pursuant to the subsection for such fiscal year. During fiscal year 2018 the aggregate amount that is credited to the job creation program fund pursuant to this subsection shall not exceed \$3,500,000 for such fiscal year.*

(b) Commencing July 1, 2018, and on an annual basis thereafter, the secretary of revenue shall estimate the amount equal to the amount of net savings realized from the elimination, modification or limitation of

any credit, deduction or program pursuant to the provisions of this act as compared to the expense deduction provided for in K.S.A. 2015 Supp. 79-32,143a, and amendments thereto. Whereupon such amount of savings in accordance with appropriation acts shall be remitted to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount to the credit of the job creation program fund created pursuant to K.S.A. 2015 Supp. 74-50,224, and amendments thereto. In addition, such other amount or amounts of money may be transferred from the state general fund or any other fund or funds in the state treasury to the job creation program fund in accordance with appropriation acts.

Sec. 109. K.S.A. 2015 Supp. 74-99b34 is hereby amended to read as follows: 74-99b34.(a) The bioscience development and investment fund is hereby created. The bioscience development and investment fund shall not be a part of the state treasury and the funds in the bioscience development and investment fund shall belong exclusively to the authority.

(b) Distributions from the bioscience development and investment fund shall be for the exclusive benefit of the authority, under the control of the board and used to fulfill the purpose, powers and duties of the authority pursuant to the provisions of K.S.A. 2015 Supp. 74-99b01 et seq., and amendments thereto.

(c) The secretary of revenue and the authority shall establish the base year taxation for all bioscience companies and state universities. The secretary of revenue, the authority and the board of regents shall establish the number of bioscience employees associated with state universities and report annually and determine the increase from the taxation base annually. The secretary of revenue and the authority may consider any verifiable evidence, including, but not limited to, the NAICS code assigned or recorded by the department of labor for companies with employees in Kansas, when determining which companies should be classified as bioscience companies.

(d) (1) Except as provided in subsection (d)(2), (d)(3), (h), (i) or (j) ~~or (k)~~, for a period of 15 years from the effective date of this act, the state treasurer shall pay annually 95% of withholding above the base, as certified by the secretary of revenue, upon Kansas wages paid by bioscience employees to the bioscience development and investment fund. Such payments shall be reconciled annually. On or before the 10th day of each month, the director of accounts and reports shall transfer from the state general fund to the bioscience development and investment fund interest earnings based on:

(A) The average daily balance of moneys in the bioscience development and investment fund for the preceding month; and

(B) the net earnings rate of the pooled money investment portfolio for the preceding month.

(2) (A) For fiscal year 2016, fiscal year 2017 and fiscal year 2018, the first \$1,000,000 that the secretary of revenue certifies to the state treasurer of the annual 95% of withholding above the base, upon Kansas wages paid by bioscience employees, shall be transferred by the director of accounts and reports from the state general fund to the following: The center of innovation for biomaterials in orthopaedic research — Wichita state university fund.

(B) There is hereby established in the state treasury the center of innovation for biomaterials in orthopaedic research — Wichita state university fund which shall be administered by Wichita state university. All moneys credited to the fund shall be used for research and development. All expenditures from the center of innovation for biomaterials in orthopaedic research — Wichita state university fund shall be made in accordance with appropriation acts and upon warrants of the director of accounts and reports issued pursuant to expenditures approved by the president of Wichita state university or by the person or persons designated by the president of Wichita state university.

(3) (A) For fiscal year 2016, fiscal year 2017 and fiscal year 2018, the next \$5,000,000 that the secretary of revenue certifies to the state treasurer of the annual 95% of withholding above the base, upon Kansas wages paid by bioscience employees above the first \$1,000,000 certified pursuant to subsection (d)(2)(A), shall be transferred by the director of

accounts and reports from the state general fund to the following: The national bio agro-defense facility fund at Kansas state university.

(B) There is hereby established in the state treasury the national bio agro-defense facility fund which shall be administered by Kansas state university in accordance with the strategic plan adopted by the governor's national bio agro-defense facility steering committee. All moneys credited to the fund shall be used in accordance with the governor's national bio agro-defense facility steering committee's plan with the approval of the president of Kansas state university. All expenditures from the national bio agro-defense facility fund shall be made in accordance with appropriation acts and upon warrants of the director of accounts and reports issued pursuant to expenditures approved by the steering committee and the president of Kansas state university or by the person or persons designated by the president of Kansas state university.

(e) The cumulative amounts of funds paid by the state treasurer to the bioscience development and investment fund shall not exceed \$581,800,000.

(f) The division of post audit is hereby authorized to conduct a post audit in accordance with the provisions of the legislative post audit act, K.S.A. 46-1106 et seq., and amendments thereto.

(g) At the direction of the authority, the fund may be held in the custody of and invested by the state treasurer, provided that the bioscience development and investment fund shall at all times be accounted for in a separate report from all other funds of the authority and the state.

~~(h) During the fiscal year ending June 30, 2015, the aggregate amount that is directed to be transferred from the state general fund to the bioscience development and investment fund pursuant to subsection (d)(1) plus interest earnings pursuant to subsection (d)(1) shall not exceed \$13,000,000 for such fiscal year.~~

~~(i)~~ During the fiscal year ending June 30, 2016, the aggregate amount that is directed to be transferred from the state general fund to the bioscience development and investment fund pursuant to subsection (d)(1) plus interest earnings pursuant to subsection (d)(1) shall not exceed ~~\$13,000,000~~ \$8,000,000 for such fiscal year.

~~(j)~~(i) During the fiscal year ending June 30, 2017, the aggregate amount that is directed to be transferred from the state general fund to the bioscience development and investment fund pursuant to subsection (d)(1) plus interest earnings pursuant to subsection (d)(1) shall not exceed ~~\$13,000,000~~ \$6,000,000 for such fiscal year.

~~(k)~~(j) During the fiscal year ending June 30, 2018, the aggregate amount that is directed to be transferred from the state general fund to the bioscience development and investment fund pursuant to subsection (d)(1) plus interest earnings pursuant to subsection (d)(1) shall not exceed ~~\$13,000,000~~ \$6,000,000 for such fiscal year.

Sec. 110. K.S.A. 2015 Supp. 75-2319 is hereby amended to read as follows: 75-2319. (a) There is hereby established in the state treasury the school district capital improvements fund. The fund shall consist of all amounts transferred thereto under the provisions of subsection (c).

(b) Subject to the provisions of subsection (f), in each school year, each school district which is obligated to make payments from its capital improvements fund shall be entitled to receive payment from the school district capital improvements fund in an amount determined by the state board of education as provided in this subsection.

(1) For general obligation bonds approved for issuance at an election held prior to July 1, 2015, the state board of education shall:

(A) Determine the amount of the assessed valuation per pupil (AVPP) of each school district in the state and round such amount to the nearest \$1,000. The rounded amount is the AVPP of a school district for the purposes of this subsection (b)(1);

(B) determine the median AVPP of all school districts;

(C) prepare a schedule of dollar amounts using the amount of the median AVPP of all school districts as the point of beginning. The schedule of dollar amounts shall range upward in equal \$1,000 intervals from the point of beginning to and including an amount that is equal to the amount of the AVPP of the school district with the highest AVPP of all school districts and shall range downward in equal \$1,000 intervals from the point of beginning to and including an amount that is equal to the

amount of the AVPP of the school district with the lowest AVPP of all school districts;

(D) determine a state aid percentage factor for each school district by assigning a state aid computation percentage to the amount of the median AVPP shown on the schedule, decreasing the state aid computation percentage assigned to the amount of the median AVPP by one percentage point for each \$1,000 interval above the amount of the median AVPP, and increasing the state aid computation percentage assigned to the amount of the median AVPP by one percentage point for each \$1,000 interval below the amount of the median AVPP. Except as provided by K.S.A. 2015 Supp. 75-2319c, and amendments thereto, the state aid percentage factor of a school district is the percentage assigned to the schedule amount that is equal to the amount of the AVPP of the school district. The state aid percentage factor of a school district shall not exceed 100%. The state aid computation percentage is 25%;

(E) determine the amount of payments that a school district is obligated to make from its bond and interest fund attributable to general obligation bonds approved for issuance at an election held prior to July 1, 2015; and

(F) multiply the amount determined under subsection (b)(1)(E) by the applicable state aid percentage factor.

(2) For general obligation bonds approved for issuance at an election held on or after July 1, 2015, but prior to July 1, 2017, the state board of education shall:

(A) Determine the amount of the AVPP of each school district in the state and round such amount to the nearest \$1,000. The rounded amount is the AVPP of a school district for the purposes of this subsection (b)(2);

(B) prepare a schedule of dollar amounts using the amount of the AVPP of the school district with the lowest AVPP of all school districts as the point of beginning. The schedule of dollar amounts shall range upward in equal \$1,000 intervals from the point of beginning to and including an amount that is equal to the amount of the AVPP of the school district with the highest AVPP of all school districts;

(C) determine a state aid percentage factor for each school district by assigning a state aid computation percentage to the amount of the lowest AVPP shown on the schedule and decreasing the state aid computation percentage assigned to the amount of the lowest AVPP by one percentage point for each \$1,000 interval above the amount of the lowest AVPP. Except as provided by K.S.A. 2015 Supp. 75-2319c, and amendments thereto, the state aid percentage factor of a school district is the percentage assigned to the schedule amount that is equal to the amount of the AVPP of the school district. The state aid computation percentage is 75%;

(D) determine the amount of payments that a school district is obligated to make from its bond and interest fund attributable to general obligation bonds approved for issuance at an election held on or after July 1, 2015, but prior to July 1, 2017; and

(E) multiply the amount determined under subsection (b)(2)(D) by the applicable state aid percentage factor.

(3) The sum of the amount determined under subsection (b)(1)(F) and the amount determined under subsection (b)(2)(E) is the amount of payment the school district is entitled to receive from the school district capital improvements fund in the school year.

(c) The state board of education shall certify to the director of accounts and reports the entitlements of school districts determined under the provisions of subsection (b), and an amount equal thereto shall be transferred by the director from the state general fund to the school district capital improvements fund for distribution to school districts. All transfers made in accordance with the provisions of this subsection shall be considered to be demand transfers from the state general fund, except that all such transfers during the fiscal years ending ~~June 30, 2013, June 30, 2014, June 30, 2015, and~~ June 30, 2016, *and June 30, 2017*, shall be considered to be revenue transfers from the state general fund.

(d) Payments from the school district capital improvements fund shall be distributed to school districts at times determined by the state board of education to be necessary to assist school districts in making scheduled payments pursuant to contractual bond obligations. The state board of education shall certify to the director of accounts and reports the amount

due each school district entitled to payment from the fund, and the director of accounts and reports shall draw a warrant on the state treasurer payable to the treasurer of the school district. Upon receipt of the warrant, the treasurer of the school district shall credit the amount thereof to the bond and interest fund of the school district to be used for the purposes of such fund.

(e) The provisions of this section apply only to contractual obligations incurred by school districts pursuant to general obligation bonds issued upon approval of a majority of the qualified electors of the school district voting at an election upon the question of the issuance of such bonds.

Sec. 111. K.S.A. 75-3722 is hereby amended to read as follows: 75-3722. (a) An allotment system will be applicable to the expenditure of the resources of any state agency, under rules and regulations established as provided in K.S.A. 75-3706, *and amendments thereto*, only if in the opinion of the secretary of administration on the advice of the director of the budget, the use of an allotment plan is necessary or beneficial to the state. In making this determination the secretary of administration shall take into consideration all pertinent factors including:

- (1) Available resources;
- (2) current spending rates;
- (3) work loads;
- (4) new activities, especially any proposed activities not covered in the agency's request to the governor and the legislature for appropriations;
- (5) the minimum current needs of each agency;
- (6) requests for deficiency appropriations in prior fiscal years;
- (7) unexpended and unencumbered balances; and
- (8) revenue collection rates and prospects.

(b) Whenever for any fiscal year it appears that the resources of the general fund or any special revenue fund are likely to be insufficient to cover the appropriations made against such general fund or special revenue fund, the secretary of administration, on the advice of the director of the budget, shall, in such manner as he or she may determine, inaugurate the allotment system so as to assure that expenditures for any particular fiscal year will not exceed the available resources of the general fund or any special revenue fund for that fiscal year.

(c) (1) The allotment system shall not apply to the legislature or to the courts or their officers and employees. *During the fiscal year ending June 30, 2017, the allotment system provided by this section shall not apply to any item of appropriation for employer contributions for the state of Kansas and participating employers who are eligible employers as specified in K.S.A. 74-4931(1), (2) and (3), and amendments thereto, under the Kansas public employees retirement system pursuant to K.S.A. 74-4939, and amendments thereto.*

(2) Agencies affected by decisions of the secretary of administration under this section shall be notified in writing at least ~~thirty (30)~~ 30 days before such decisions may become effective and any affected agency may, by written request addressed to the governor within ~~ten (10)~~ 10 days after such notice, ask for a review of the decision by the finance council. The finance council shall hear appeals and render a decision within ~~twenty (20)~~ 20 days after the governor receives requests for such hearings.

Sec. 112. K.S.A. 2015 Supp. 79-34,161 is hereby amended to read as follows: 79-34,161. On July 1, 2001, and quarterly thereafter, the state treasurer shall credit amounts as provided in this subsection from the amounts remaining after the state treasurer credits an amount to the motor vehicle fuel tax refund fund as provided in K.S.A. 79-3425, and amendments thereto, to the Kansas qualified agricultural ethyl alcohol producer incentive fund. The current production account and the new production account are hereby created in the Kansas qualified agricultural ethyl alcohol producer incentive fund. ~~During fiscal years 2002, 2003 and 2004, the state treasurer (a) shall credit \$500,000 each calendar quarter to the current production account of the Kansas qualified agricultural ethyl alcohol producer incentive fund, and (b) shall credit \$375,000 each calendar quarter to the new production account of the Kansas qualified agricultural ethyl alcohol producer incentive fund. During fiscal years 2005 through 2018, the state treasurer shall credit \$875,000 each calendar quarter to the new production account of the Kansas qualified agricultural~~

ethyl alcohol producer incentive fund. On July 1 of each fiscal year through fiscal year 2018, or as soon after each such date as information is available, the secretary of revenue shall certify to the director of accounts and reports the amount of any unencumbered balance as of June 30 of the preceding fiscal year in the current production account of such fund and the director of accounts and reports shall transfer the amount certified from the current producer account to the new production account of the Kansas qualified agricultural ethyl alcohol producer incentive fund. After all amounts have been paid pursuant to certifications for the fiscal year ending on June 30, any unencumbered balance as of June 30 of any fiscal year in the new production account of such fund shall be transferred by the director of accounts and reports to the ~~motor vehicle fuel tax refund~~ *state general* fund. If the aggregate of outstanding claims made on the current production account of such fund is greater than the amount credited to such account, then such claims shall be paid on a pro rata basis. Each claim may be paid regardless of the fiscal year during which the claim was submitted. *Notwithstanding the provisions of K.S.A. 79-34,163, and amendments thereto, during fiscal years 2016, 2017 and 2018, any producer who purchases an existing agricultural ethyl alcohol facility shall not be qualified to receive any production incentive from the new production account of the Kansas qualified agricultural ethyl alcohol producer incentive fund.*

Sec. 113. *Severability.* If any provision or clause of this act or application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to this end the provisions of this act are declared to be severable.

Sec. 114. *Appeals to exceed expenditure limitations.* (a) Upon written application to the governor and approval of the state finance council, expenditures from special revenue funds may exceed the amounts specified in this act.

(b) This section shall not apply to the expanded lottery act revenues fund, the state economic development initiatives fund, the children's initiatives fund, the state water plan fund or the Kansas endowment for youth fund, or to any account of any of such funds.

Sec. 115. K.S.A. 75-3722 and K.S.A. 2015 Supp. 68-2320, 74-4914d, 74-4920, 74-50,107, 74-99b34, 75-2319 and 79-34,161 are hereby repealed.

Sec. 116. This act shall take effect and be in force from and after its publication in the Kansas register.

I hereby certify that the above BILL originated in the SENATE, and passed that body

SENATE adopted
Conference Committee Report _____

President of the Senate.

Secretary of the Senate.

Passed the HOUSE
as amended _____

HOUSE adopted
Conference Committee Report _____

Speaker of the House.

Chief Clerk of the House.

APPROVED _____

Governor.