

Substitute for SENATE BILL No. 269

By Committee on Ways and Means

3-20

1 AN ACT making and concerning appropriations for the fiscal years ending
2 June 30, 2018, June 30, 2019, June 30, 2020, June 30, 2021, June 30,
3 2022, June 30, 2023, and June 30, 2024, for the state agencies;
4 authorizing certain transfers, capital improvement projects and fees,
5 imposing certain restrictions and limitations, and directing or
6 authorizing certain receipts, disbursements, procedures and acts
7 incidental to the foregoing; amending K.S.A. 2017 Supp. 75-2263, 75-
8 4209, 75-6706, 79-4804 and 82a-953a and repealing the existing
9 sections.

10

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

12 Section 1. (a) For the fiscal years ending June 30, 2018, and June 30,
13 2019, June 30, 2020, June 30, 2021, June 30, 2022, June 30, 2023, and
14 June 30, 2024, appropriations are hereby made, restrictions and limitations
15 are hereby imposed, and transfers, capital improvement projects, fees,
16 receipts, disbursements, procedures and acts incidental to the foregoing are
17 hereby directed or authorized as provided in this act.

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

22 (c) This act shall not be subject to the provisions of K.S.A. 75-
23 6702(a), and amendments thereto.

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

26 Sec. 2.

27

KANSAS BOARD OF BARBERING

28 (a) On the effective date of this act, the expenditure limitation
29 established for the fiscal year ending June 30, 2018, by the state finance
30 council by section 177(d) of chapter 104 of the 2017 Session Laws of
31 Kansas on the board of barbering fee fund (100-00-2704-0100) of the
32 Kansas board of barbering is hereby decreased from \$188,489 to
33 \$150,398.

34 Sec. 3.

35

KANSAS BOARD OF BARBERING

36 (a) On July 1, 2018, the expenditure limitation established for the

1 fiscal year ending June 30, 2019, by the state finance council by section
2 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the board of
3 barbering fee fund (100-00-2704-0100) of the Kansas board of barbering
4 is hereby decreased from \$188,212 to \$151,157.

5 Sec. 4.

6 KANSAS STATE BOARD OF COSMETOLOGY

7 (a) On the effective date of this act, the expenditure limitation
8 established for the fiscal year ending June 30, 2018, by the state finance
9 council by section 177(d) of chapter 104 of the 2017 Session Laws of
10 Kansas on the cosmetology fee fund (149-00-2706-0100) of the Kansas
11 state board of cosmetology is hereby increased from \$1,016,509 to
12 \$1,023,423.

13 Sec. 5.

14 KANSAS STATE BOARD OF COSMETOLOGY

15 (a) On July 1, 2018, the expenditure limitation established for the
16 fiscal year ending June 30, 2019, by the state finance council by section
17 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
18 cosmetology fee fund (149-00-2706-0100) of the Kansas state board of
19 cosmetology is hereby increased from \$1,019,564 to \$1,041,172.

20 Sec. 6.

21 KANSAS BOARD OF EXAMINERS IN FITTING 22 AND DISPENSING OF HEARING INSTRUMENTS

23 (a) On the effective date of this act, the expenditure limitation
24 established for the fiscal year ending June 30, 2018, by section 19(a) of
25 chapter 104 of the 2017 Session Laws of Kansas on the hearing instrument
26 board fee fund (266-00-2712-9900) of the Kansas board of examiners in
27 fitting and dispensing of hearing instruments is hereby increased from
28 \$27,043 to \$32,284.

29 Sec. 7.

30 BOARD OF NURSING

31 (a) On the effective date of this act, the expenditure limitation
32 established for the fiscal year ending June 30, 2018, by section 20(a) of
33 chapter 104 of the 2017 Session Laws of Kansas on the board of nursing
34 fee fund (482-00-2716-0200) of the board of nursing is hereby increased
35 from \$2,541,423 to \$2,577,129.

36 Sec. 8.

37 BOARD OF NURSING

38 (a) On July 1, 2018, the expenditure limitation established for the
39 fiscal year ending June 30, 2019, by section 20(a) of chapter 104 of the
40 2017 Session Laws of Kansas on the board of nursing fee fund (482-00-
41 2716-0200) of the board of nursing is hereby increased from \$2,594,467 to
42 \$2,630,173.

43 Sec. 9.

1 BOARD OF EXAMINERS IN OPTOMETRY

2 (a) On the effective date of this act, the expenditure limitation
3 established for the fiscal year ending June 30, 2018, by section 21(a)
4 chapter 104 of the 2017 Session Laws of Kansas on the optometry fee fund
5 (488-00-2717-0100) of the board of examiners in optometry is hereby
6 increased from \$161,360 to \$163,708.

7 Sec. 10.

8 STATE BOARD OF PHARMACY

9 (a) On the effective date of this act, the expenditure limitation
10 established for the fiscal year ending June 30, 2018, by section 22(a)
11 chapter 104 of the 2017 Session Laws of Kansas on the state board of
12 pharmacy fee fund (531-00-2718-0100) of the state board of pharmacy is
13 hereby increased from \$1,435,882 to \$1,561,016.

14 (b) There is appropriated for the above agency from the following
15 special revenue fund or funds for the fiscal year ending June 30, 2018, all
16 moneys now or hereafter lawfully credited to and available in such fund or
17 funds, except that expenditures other than refunds authorized by law shall
18 not exceed the following:

19 Harold Rogers prescription fund (531-00-3188-3110).....No limit

20 Sec. 11.

21 STATE BOARD OF PHARMACY

22 (a) On July 1, 2018, the expenditure limitation established for the
23 fiscal year ending June 30, 2019, by section 22(a) of chapter 104 of the
24 2017 Session Laws of Kansas on the state board of pharmacy fee fund
25 (531-00-2718-0100) of the state board of pharmacy is hereby increased
26 from \$1,468,285 to \$1,596,419.

27 (b) There is appropriated for the above agency from the following
28 special revenue fund or funds for the fiscal year ending June 30, 2019, all
29 moneys now or hereafter lawfully credited to and available in such fund or
30 funds, except that expenditures other than refunds authorized by law shall
31 not exceed the following:

32 Harold Rogers prescription fund (531-00-3188-3110).....No limit

33 Sec. 12.

34 REAL ESTATE APPRAISAL BOARD

35 (a) There is appropriated for the above agency from the following
36 special revenue fund or funds for the fiscal year ending June 30, 2018, all
37 moneys now or hereafter lawfully credited to and available in such fund or
38 funds, except that expenditures other than refunds authorized by law shall
39 not exceed the following:

40 Special litigation reserve fund.....No limit

41 *Provided*, That no expenditures shall be made from the special litigation
42 reserve fund for the fiscal year ending June 30, 2018, except upon the
43 approval of the director of the budget acting after ascertaining that: (1)

1 Unforeseeable occurrence or unascertainable effects of a foreseeable
 2 occurrence characterize the need for the requested expenditure, and delay
 3 until the next legislative session on the requested action would be contrary
 4 to clause (3) of this proviso; (2) the requested expenditure is not one that
 5 was rejected in the next preceding session of the legislature and is not
 6 contrary to known legislative policy; and (3) the requested action will
 7 assist the above agency in attaining an objective or goal that bears a valid
 8 relationship to powers and functions of the above agency.

9 (b) During the fiscal year ending June 30, 2018, the executive
 10 director of the real estate appraisal board, with the approval of the director
 11 of the budget, may transfer moneys from the appraiser fee fund (543-00-
 12 2732-0100) of the real estate appraisal board to the special litigation
 13 reserve fund of the real estate appraisal board: *Provided*, That the
 14 aggregate of such transfers for the fiscal year ending June 30, 2018, shall
 15 not exceed \$20,000: *Provided further*, That the executive director of the
 16 real estate appraisal board shall certify each such transfer of moneys to the
 17 director of accounts and reports and shall transmit a copy of each such
 18 certification to the director of the budget and the director of legislative
 19 research.

20 Sec. 13.

21 REAL ESTATE APPRAISAL BOARD

22 (a) There is appropriated for the above agency from the following
 23 special revenue fund or funds for the fiscal year ending June 30, 2019, all
 24 moneys now or hereafter lawfully credited to and available in such fund or
 25 funds, except that expenditures other than refunds authorized by law shall
 26 not exceed the following:

27 Special litigation reserve fund.....No limit

28 *Provided*, That no expenditures shall be made from the special litigation
 29 reserve fund for the fiscal year ending June 30, 2019, except upon the
 30 approval of the director of the budget acting after ascertaining that: (1)
 31 Unforeseeable occurrence or unascertainable effects of a foreseeable
 32 occurrence characterize the need for the requested expenditure, and delay
 33 until the next legislative session on the requested action would be contrary
 34 to clause (3) of this proviso; (2) the requested expenditure is not one that
 35 was rejected in the next preceding session of the legislature and is not
 36 contrary to known legislative policy; and (3) the requested action will
 37 assist the above agency in attaining an objective or goal that bears a valid
 38 relationship to powers and functions of the above agency.

39 (b) During the fiscal year ending June 30, 2019, the executive
 40 director of the real estate appraisal board, with the approval of the director
 41 of the budget, may transfer moneys from the appraiser fee fund (543-00-
 42 2732-0100) of the real estate appraisal board to the special litigation
 43 reserve fund of the real estate appraisal board: *Provided*, That the

1 aggregate of such transfers for the fiscal year ending June 30, 2019, shall
2 not exceed \$20,000: *Provided further*, That the executive director of the
3 real estate appraisal board shall certify each such transfer of moneys to the
4 director of accounts and reports and shall transmit a copy of each such
5 certification to the director of the budget and the director of legislative
6 research.

7 (c) On July 1, 2018, the expenditure limitation established for the
8 fiscal year ending June 30, 2019, by the state finance council by section
9 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraiser
10 fee fund (543-00-2732-0100) of the real estate appraisal board is hereby
11 increased from \$162,342 to \$324,684.

12 (d) On July 1, 2018, the director of accounts and reports shall transfer
13 all moneys in the appraisal management companies fee fund (543-00-
14 2138-2138) of the real estate appraisal board to the appraiser fee fund
15 (543-00-2732-0100) of the real estate appraisal board. On July 1, 2018, all
16 liabilities of the appraisal management companies fee fund are hereby
17 transferred to and imposed on the appraiser fee fund and the appraisal
18 management companies fee fund is hereby abolished.

19 (e) On July 1, 2018, the expenditure limitation established for the
20 fiscal year ending June 30, 2019, by the state finance council by section
21 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraisal
22 management companies fee fund (543-00-2138-2138) of the real estate
23 appraisal board is hereby decreased from \$162,342 to \$0.

24 Sec. 14.

25 KANSAS REAL ESTATE COMMISSION

26 (a) On the effective date of this act, the expenditure limitation
27 established for the fiscal year ending June 30, 2018, by the state finance
28 council by section 177(d) of chapter 104 of the 2017 Session Laws of
29 Kansas on the real estate fee fund (549-00-2721-0100) of the Kansas real
30 estate commission is hereby decreased from \$1,188,512 to \$1,059,696.

31 Sec. 15.

32 KANSAS REAL ESTATE COMMISSION

33 (a) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by the state finance council by section
35 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the real
36 estate fee fund (549-00-2721-0100) of the Kansas real estate commission
37 is hereby decreased from \$1,154,124 to \$1,025,124.

38 Sec. 16.

39 STATE BOARD OF TECHNICAL PROFESSIONS

40 (a) On the effective date of this act, the expenditure limitation
41 established for the fiscal year ending June 30, 2018, by section 25(a) of
42 chapter 104 of the 2017 Session Laws of Kansas on the technical
43 professions fee fund (663-00-2729-0100) of the state board of technical

1 professions is hereby increased from \$714,864 to \$720,165.

2 Sec. 17.

3 STATE BOARD OF TECHNICAL PROFESSIONS

4 (a) On July 1, 2018, the expenditure limitation established for the
5 fiscal year ending June 30, 2019, by section 25(a) of chapter 104 of the
6 2017 Session Laws of Kansas on the technical professions fee fund (663-
7 00-2729-0100) of the state board of technical professions is hereby
8 increased from \$754,388 to \$759,689.

9 Sec. 18.

10 STATE BOARD OF VETERINARY EXAMINERS

11 (a) On the effective date of this act, the expenditure limitation
12 established for the fiscal year ending June 30, 2018, by section 26(a) of
13 chapter 104 of the 2017 Session Laws of Kansas on the veterinary
14 examiners fee fund (700-00-2727-1100) of the state board of veterinary
15 examiners is hereby decreased from \$348,480 to \$348,034.

16 Sec. 19.

17 STATE BOARD OF VETERINARY EXAMINERS

18 (a) On July 1, 2018, the expenditure limitation established for the
19 fiscal year ending June 30, 2019, by section 26(a) of chapter 104 of the
20 2017 Session Laws of Kansas on the veterinary examiners fee fund (700-
21 00-2727-1100) of the state board of veterinary examiners is hereby
22 decreased from \$356,987 to \$356,957.

23 Sec. 20.

24 GOVERNMENTAL ETHICS COMMISSION

25 (a) On the effective date of this act, the expenditure limitation
26 established for the fiscal year ending June 30, 2018, by the state finance
27 council by section 177(d) of chapter 104 of the 2017 Session Laws of
28 Kansas on the governmental ethics commission fee fund (247-00-2188-
29 2000) of the governmental ethics commission is hereby decreased from
30 \$256,966 to \$243,762.

31 Sec. 21.

32 GOVERNMENTAL ETHICS COMMISSION

33 (a) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by the state finance council by section
35 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
36 governmental ethics commission fee fund (247-00-2188-2000) of the
37 governmental ethics commission is hereby decreased from \$268,027 to
38 \$267,660.

39 Sec. 22.

40 LEGISLATIVE COORDINATING COUNCIL

41 (a) There is appropriated for the above agency from the state general
42 fund for the fiscal year ending June 30, 2018, the following:
43 Legislative research

1 department – operations (425-00-1000-0103).....\$3,084
 2 (b) On the effective date of this act, of the \$537,812 appropriated for
 3 the above agency for the fiscal year ending June 30, 2018, by section 28(a)
 4 of chapter 104 of the 2017 Session Laws of Kansas from the state general
 5 fund in the legislative coordinating council – operations account (422-00-
 6 1000-0100), the sum of \$321 is hereby lapsed.

7 Sec. 23.

8 LEGISLATIVE COORDINATING COUNCIL

9 (a) There is appropriated for the above agency from the state general
10 fund for the fiscal year ending June 30, 2019, the following:

11 Legislative coordinating
 12 council – operations (422-00-1000-0100).....\$12,273
 13 Legislative research
 14 department – operations (425-00-1000-0103).....\$7,584

15 Sec. 24.

16 LEGISLATURE

17 (a) There is appropriated for the above agency from the state general
18 fund for the fiscal year ending June 30, 2018, the following:

19 Operations (including official hospitality) (428-00-1000-0103).....\$400,000

20 Sec. 25.

21 LEGISLATURE

22 (a) Any unencumbered balance in excess of \$100 as of June 30, 2018,
23 in the following account is hereby reappropriated for fiscal year 2019:
24 Legislative information system (428-00-1000-0300).

25 Sec. 26.

26 DIVISION OF POST AUDIT

27 (a) On the effective date of this act, of the \$2,467,048 appropriated
28 for the above agency for the fiscal year ending June 30, 2018, by section
29 33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
30 general fund in the operations account (including legislative post audit
31 committee) (540-00-1000-0100), the sum of \$192,909 is hereby lapsed.

32 Sec. 27.

33 GOVERNOR'S DEPARTMENT

34 (a) On July 1, 2018, the provisions of section 36(e) of chapter 104 of
35 the 2017 Session Laws of Kansas are hereby declared to be null and void
36 and shall have no force and effect.

37 (b) On July 1, 2018, the provisions of section 36(f) of chapter 104 of
38 the 2017 Session Laws of Kansas are hereby declared to be null and void
39 and shall have no force and effect.

40 Sec. 28.

41 ATTORNEY GENERAL

42 (a) On the effective date of this act, of the \$5,216,867 appropriated
43 for the above agency for the fiscal year ending June 30, 2018, by section

1 37(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
2 general fund in the operating expenditures account (082-00-1000), the sum
3 of \$4,000 is hereby lapsed.

4 (b) On the effective date of this act, or as soon thereafter as moneys
5 are available, the director of accounts and reports shall transfer \$250,000
6 from the court cost fund (082-00-2012-2000) to the state general fund.

7 Sec. 29.

8

ATTORNEY GENERAL

9 (a) There is appropriated for the above agency from the state general
10 fund for the fiscal year ending June 30, 2019, the following:

11 Abuse, neglect and exploitation unit (082-00-1000-0500).....\$200,000

12 (b) On July 1, 2018, the provisions of section 38(g) of chapter 104 of
13 the 2017 Session Laws of Kansas are hereby declared to be null and void
14 and shall have no force and effect.

15 (c) On July 1, 2018, or as soon thereafter as moneys are available, the
16 director of accounts and reports shall transfer \$1,750,000 from the court
17 cost fund (082-00-2012-2000) to the state general fund.

18 (d) On July 1, 2018, or as soon thereafter as moneys are available, the
19 director of accounts and reports shall transfer \$600,000 from the state
20 general fund to the medicaid fraud prosecution revolving fund (082-00-
21 2641-2280).

22 Sec. 30.

23

STATE TREASURER

24 (a) On the effective date of this act, the expenditure limitation
25 established for the fiscal year ending June 30, 2018, by the state finance
26 council by section 177(d) of chapter 104 of the 2017 Session Laws of
27 Kansas on the state treasurer operating fund (670-00-2374-2300) of the
28 office of the state treasurer is hereby decreased from \$1,702,107 to
29 \$1,682,516: *Provided*, That, notwithstanding the provisions of the uniform
30 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,
31 or any other statute, of all the moneys received under the uniform
32 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,
33 during fiscal year 2018, the state treasurer is hereby authorized and
34 directed to credit the first \$1,682,516 received and deposited in the state
35 treasury to the state treasurer operating fund: *Provided further*, That, after
36 such aggregate amount has been credited to the state treasurer operating
37 fund, then all of the moneys received under the uniform unclaimed
38 property act during fiscal year 2018 shall be credited as prescribed under
39 the unclaimed property act, K.S.A. 58-3934 et seq., and amendments
40 thereto: *And provided further*, That all moneys credited to the state
41 treasurer operating fund during fiscal year 2018 are to reimburse the state
42 treasurer for accounting, auditing, budgeting, legal, payroll, personnel and
43 purchasing services and any other governmental services that are

1 performed to administer the provisions of the uniform unclaimed property
2 act, K.S.A. 58-3934 et seq., and amendments thereto, that are not
3 otherwise reimbursed under any other provision of law.

4 Sec. 31.

5 STATE TREASURER

6 (a) On July 1, 2018, the expenditure limitation established for the
7 fiscal year ending June 30, 2018, by the state finance council by section
8 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the state
9 treasurer operating fund (670-00-2374-2300) of the office of the state
10 treasurer is hereby decreased from \$1,718,838 to \$1,680,844: *Provided*,
11 That, notwithstanding the provisions of the uniform unclaimed property
12 act, K.S.A. 58-3934 et seq., and amendments thereto, or any other statute,
13 of all the moneys received under the uniform unclaimed property act,
14 K.S.A. 58-3934 et seq., and amendments thereto, during fiscal year 2019,
15 the state treasurer is hereby authorized and directed to credit the first
16 \$1,680,844 received and deposited in the state treasury to the state
17 treasurer operating fund: *Provided further*, That, after such aggregate
18 amount has been credited to the state treasurer operating fund, then all of
19 the moneys received under the uniform unclaimed property act during
20 fiscal year 2019 shall be credited as prescribed under the unclaimed
21 property act, K.S.A. 58-3934 et seq., and amendments thereto: *And*
22 *provided further*, That all moneys credited to the state treasurer operating
23 fund during fiscal year 2019 are to reimburse the state treasurer for
24 accounting, auditing, budgeting, legal, payroll, personnel and purchasing
25 services and any other governmental services that are performed to
26 administer the provisions of the uniform unclaimed property act, K.S.A.
27 58-3934 et seq., and amendments thereto, that are not otherwise
28 reimbursed under any other provision of law.

29 Sec. 32.

30 INSURANCE DEPARTMENT

31 (a) On the effective date of this act, the expenditure limitation
32 established for the fiscal year ending June 30, 2018, by the state finance
33 council by section 177(d) of chapter 104 of the 2017 Session Laws of
34 Kansas on the securities act fee fund (331-00-2162-0100) of the insurance
35 department is hereby decreased from \$3,148,377 to \$2,879,523.

36 Sec. 33.

37 INSURANCE DEPARTMENT

38 (a) On July 1, 2018, the expenditure limitation established for the
39 fiscal year ending June 30, 2019, by the state finance council by section
40 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
41 securities act fee fund (331-00-2162-0100) of the insurance department is
42 hereby decreased from \$3,030,872 to \$2,924,049.

43 Sec. 34.

1 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

2 (a) There is appropriated for the above agency from the state general
3 fund for the fiscal year ending June 30, 2018, the following:

4 Assigned counsel expenditures (328-00-1000-0700).....\$37,436
5 Capital defense operations (328-00-1000-0800).....\$180,000

6 Sec. 35.

7 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

8 (a) There is appropriated for the above agency from the state general
9 fund for the fiscal year ending June 30, 2019, the following:

10 Assigned counsel expenditures (328-00-1000-0700).....\$689,335
11 Capital defense operations (328-00-1000-0800).....\$180,000

12 Sec. 36.

13 JUDICIAL BRANCH

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

16 Judiciary operations (677-00-1000-0103).....\$200,000

17 Sec. 37.

18 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM

19 (a) On July 1, 2018, notwithstanding the provisions of K.S.A. 38-
20 2102, and amendments thereto, the amount prescribed by K.S.A. 38-
21 2102(d)(4), and amendments thereto, to be transferred on July 1, 2018, by
22 the director of accounts and reports from the Kansas endowment for youth
23 fund to the children's initiatives fund is hereby increased to \$58,646,551.

24 (b) On July 1, 2018, the provisions of section 57(d) of chapter 104 of
25 the 2017 Session Laws of Kansas are hereby declared to be null and void
26 and shall have no force and effect.

27 Sec. 38.

28 KANSAS HUMAN RIGHTS COMMISSION

29 (a) On the effective date of this act, the director of accounts and
30 reports shall transfer all moneys in the annual banquet fund (058-00-2611-
31 1400) of the Kansas human rights commission to the education and
32 training fund (058-00-2282-2000) of the Kansas human rights
33 commission. On the effective date of this act, all liabilities of the annual
34 banquet fund are hereby transferred to and imposed on the education and
35 training fund and the annual banquet fund is hereby abolished.

36 Sec. 39.

37 KANSAS HUMAN RIGHTS COMMISSION

38 (a) On July 1, 2018, the expenditure limitation for official hospitality
39 established for the fiscal year ending June 30, 2019, by section 59(a) of
40 chapter 104 of the 2017 Session Laws of Kansas on the operating
41 expenditures account (058-00-1000-0103) of the state general fund of the
42 Kansas human rights commission is hereby increased from \$200 to \$500.

43 Sec. 40.

1 DEPARTMENT OF ADMINISTRATION

2 (a) There is appropriated for the above agency from the state general
 3 fund for the fiscal year ending June 30, 2018, the following:

4 Operating expenditures (173-00-1000-0200).....\$167,807
 5 Long-term care ombudsman (173-00-1000-0580).....\$43,837
 6 Clyde mill and elevator demolition.....\$300,000

7 (b) On the effective date of this act, of the \$245,000 appropriated for
 8 the above agency for the fiscal year ending June 30, 2018, by section 65(j)
 9 of chapter 104 of the 2017 Session Laws of Kansas from the state
 10 institutions building fund in the SIBF – state building insurance account
 11 (173-00-8100-8920), the sum of \$97,432 is hereby lapsed.

12 (c) On the effective date of this act, of the \$265,000 appropriated for
 13 the above agency for the fiscal year ending June 30, 2018, by section 65(k)
 14 of chapter 104 of the 2017 Session Laws of Kansas from the correctional
 15 institutions building fund in the CIBF – state building insurance account
 16 (173-00-8600-8930), the sum of \$141,081 is hereby lapsed.

17 (d) On the effective date of this act, the provisions of section 65(m) of
 18 chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be
 19 null and void and shall have no force and effect.

20 (e) (1) (A) On the effective date of this act, the state board of regents
 21 shall determine and certify to the director of the budget each of the specific
 22 amounts from the amounts appropriated from the state general fund or
 23 from the moneys appropriated and available in the special revenue funds
 24 for each of the regents agencies to be transferred to and debited to the 27th
 25 payroll adjustment account of the state general fund by the director of
 26 accounts and reports pursuant to this subsection: *Provided*, That the
 27 aggregate of all such amounts certified to the director of the budget shall
 28 be an amount that is equal to or more than \$1,184,054. The certification by
 29 the state board of regents shall specify the amount in each account of the
 30 state general fund or in each special revenue fund, or account thereof, that
 31 is designated by the state board of regents pursuant to this subsection for
 32 each of the regents agencies to be transferred to and debited to the 27th
 33 payroll adjustment account in the state general fund by the director of
 34 accounts and reports pursuant to this subsection. At the same time as such
 35 certification is transmitted to the director of the budget, the state board of
 36 regents shall transmit a copy of such certification to the director of
 37 legislative research.

38 (B) The director of the budget shall review each such certification
 39 from the state board of regents and shall certify a copy of each such
 40 certification from the state board of regents to the director of accounts and
 41 reports. At the same time as such certification is transmitted to the director
 42 of accounts and reports, the director of the budget shall transmit a copy of
 43 each such certification to the director of legislative research.

1 (C) In accordance with the certification by the director of the budget
2 that is submitted to the director of accounts and reports under this
3 subsection, the appropriation for fiscal year 2018 for each account of the
4 state general fund, state economic development initiatives fund, state water
5 plan fund and children's initiatives fund that is appropriated or
6 reappropriated for the fiscal year ending June 30, 2018, by chapter 104 of
7 the 2017 Session Laws of Kansas or by this or other appropriation act of
8 the 2018 regular session of the legislature is hereby respectively lapsed by
9 the amount equal to the amount certified under this subsection.

10 (2) In determining the amounts to be certified to the director of
11 accounts and reports in accordance with this subsection, the director of the
12 budget and the state board of regents shall consider any changed
13 circumstances and unanticipated reductions in expenditures or
14 unanticipated and required expenditures by the state agencies for fiscal
15 year 2018.

16 (3) (A) Prior to June 30, 2018, after receipt of each certification by
17 the director of the budget pursuant to this subsection, the director of
18 accounts and reports shall transfer and debit to the 27th payroll adjustment
19 account of the state general fund, which is hereby established in the state
20 general fund, by an amount equal to the aggregate of the amounts certified
21 by the director of the budget pursuant to this subsection in accordance with
22 such certifications.

23 (B) Prior to June 30, 2018, the director of accounts and reports shall
24 transfer the balance of the 27th payroll adjustment account of the state
25 general fund to the master account of the state general fund: *Provided,*
26 *however;* That the amount transferred shall not exceed the amount of the
27 then outstanding balance of the state treasurer's receivables for the state
28 general fund.

29 (C) Prior to June 30, 2018, the director of accounts and reports shall
30 adjust the amounts debited and credited to the state treasurer's receivables
31 and to the 27th payroll adjustment account of the state general fund
32 pursuant to this subsection to reflect all moneys actually transferred and
33 credited to the 27th payroll adjustment account of the state general fund
34 pursuant to this subsection during fiscal year 2018.

35 (D) On June 30, 2018, the director of accounts and reports shall
36 record a credit to the state treasurer's receivables for the state general fund
37 and shall record a corresponding debit to the state general fund in the
38 amount of the outstanding receivable created to finance the cost of the 27th
39 payroll chargeable to the fiscal year ending June 30, 2028.

40 (E) The director of accounts and reports shall notify the state
41 treasurer of all amounts debited and credited to the 27th payroll adjustment
42 account of the state general fund pursuant to this subsection and all
43 reductions and adjustments made thereto pursuant to this subsection. The

1 state treasurer shall enter all such amounts debited and credited and shall
2 make reductions and adjustments thereto on the books and records kept
3 and maintained for the state general fund by the state treasurer in
4 accordance with the notice thereof.

5 (4) As used in this subsection, "regents agency" means the state board
6 of regents, Fort Hays state university, Kansas state university, Kansas state
7 university extension systems and agriculture research programs, Kansas
8 state university veterinary medical center, Emporia state university,
9 Pittsburg state university, the university of Kansas, the university of
10 Kansas medical center and Wichita state university.

11 (5) The provisions of this subsection shall not apply to:

12 (A) Any money held in trust in a trust fund or held in trust in any
13 other special revenue fund or funds of any regents agency;

14 (B) any moneys received from any agency or authority of the federal
15 government or from any other federal source, other than any such federal
16 moneys that are credited to or may be received and credited to special
17 revenue funds of a regents agency and that are determined by the state
18 board of regents to be federal moneys that may be transferred to and
19 debited to the 27th payroll adjustment account of the state general fund by
20 the director of accounts and reports pursuant to this subsection;

21 (C) any account of the Kansas educational building fund or the state
22 institutions building fund; or

23 (D) any fund of any regents agency in the state treasury, as
24 determined by the director of the budget, that would experience financial
25 or administrative difficulties as a result of executing the provisions of this
26 subsection, including, but not limited to, cash-flow problems, the inability
27 to meet ordinary expenditure obligations, or any conflicts with prevailing
28 contracts, compacts or other provisions of law.

29 (6) Each amount transferred from any special revenue fund of any
30 regents agency to the state general fund pursuant to this subsection is
31 transferred to reimburse the state general fund for accounting, auditing,
32 budgeting, legal, payroll, personnel and purchasing services and any other
33 governmental services that are performed on behalf of the regents agency
34 involved by other state agencies that receive appropriations from the state
35 general fund to provide such services.

36 (f) (1) During the fiscal year ending June 30, 2018, in addition to the
37 other purposes for which expenditures may be made by the secretary of
38 administration, from moneys appropriated from the state general fund or
39 any special revenue fund or funds for the department of administration for
40 fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this
41 act or any other appropriation act of the 2018 regular session of the
42 legislature, expenditures shall be made by the secretary of administration
43 from the state general fund or from any special revenue fund or funds for

1 fiscal year 2018, for the secretary, on behalf of the state of Kansas, to
 2 convey by quitclaim deed all of the rights, title and interest of the state of
 3 Kansas in the following real estate located in Cloud county, Kansas, to the
 4 City of Clyde, Kansas, subject to the provisions of this section: 0 Borton
 5 Ave, Clyde, Kansas, commonly known as the Clyde mill and elevator.

6 (2) The quitclaim deed shall be executed by the secretary of
 7 administration for and on behalf of the state of Kansas in a form approved
 8 by the attorney general.

9 (3) In the event that the secretary of administration determines that
 10 the legal description of any parcel of real estate described by this section is
 11 incorrect, the secretary of administration may convey the property utilizing
 12 the correct legal description, but the deed conveying the property shall be
 13 subject to the approval of the attorney general.

14 Sec. 41.

15 DEPARTMENT OF ADMINISTRATION

16 (a) There is appropriated for the above agency from the state general
 17 fund for the fiscal year ending June 30, 2019, the following:

18 Operating expenditures (173-00-1000-0200).....	\$197,083
19 Pay plan equalization.....	\$1,500,000
20 Long-term care ombudsman (173-00-1000-0580).....	\$34,695

21 (b) During the fiscal year ending June 30, 2019, the director of the
 22 budget may transfer any part of any item of appropriation for the fiscal
 23 year ending June 30, 2019, from the pay plan equalization account of the
 24 state general fund for the department of administration to another item of
 25 appropriation for any other agency account of the state general fund
 26 appropriated for fiscal year 2019 for such other agency. The director of the
 27 budget shall certify each such transfer to the director of accounts and
 28 reports and shall transmit a copy of each such certification to the director
 29 of legislative research.

30 (c) On July 1, 2018, the director of accounts and reports shall record a
 31 debit to the state treasurer's receivables for the state economic
 32 development initiatives fund and shall record a corresponding credit to the
 33 state economic development initiatives fund in an amount certified by the
 34 director of the budget that shall be equal to 75% of the amount estimated
 35 by the director of the budget to be transferred and credited to the state
 36 economic development initiatives fund during the fiscal year ending June
 37 30, 2019, except that such amount shall be proportionally adjusted during
 38 fiscal year 2019 with respect to any change in the moneys to be transferred
 39 and credited to the state economic development initiatives fund during
 40 fiscal year 2019. All moneys transferred and credited to the state economic
 41 development initiatives fund during fiscal year 2019 shall reduce the
 42 amount debited and credited to the state economic development initiatives
 43 fund under this subsection and section 66(h)(2) and (h)(3) of chapter 104

1 of the 2017 Session Laws of Kansas. On July 1, 2018, the provisions of
2 section 66(h)(1) of chapter 104 of the 2017 Session Laws of Kansas are
3 hereby declared to be null and void and shall have no force and effect.

4 (d) On July 1, 2018, the provisions of section 66(n) of chapter 104 of
5 the 2017 Session Laws of Kansas are hereby declared to be null and void
6 and shall have no force and effect.

7 (e) (1) (A) Prior to August 15, 2018, the state board of regents shall
8 determine and certify to the director of the budget each of the specific
9 amounts from the amounts appropriated from the state general fund or
10 from the moneys appropriated and available in the special revenue funds
11 for each of the regents agencies to be transferred to and debited to the 27th
12 payroll adjustment account of the state general fund by the director of
13 accounts and reports pursuant to this subsection: *Provided*, That the
14 aggregate of all such amounts certified to the director of the budget shall
15 be an amount that is equal to or more than \$1,184,054. The certification by
16 the state board of regents shall specify the amount in each account of the
17 state general fund or in each special revenue fund, or account thereof, that
18 is designated by the state board of regents pursuant to this subsection for
19 each of the regents agencies to be transferred to and debited to the 27th
20 payroll adjustment account in the state general fund by the director of
21 accounts and reports pursuant to this subsection. At the same time as such
22 certification is transmitted to the director of the budget, the state board of
23 regents shall transmit a copy of such certification to the director of
24 legislative research.

25 (B) The director of the budget shall review each such certification
26 from the state board of regents and shall certify a copy of each such
27 certification from the state board of regents to the director of accounts and
28 reports. At the same time as such certification is transmitted to the director
29 of accounts and reports, the director of the budget shall transmit a copy of
30 each such certification to the director of legislative research.

31 (C) On August 15, 2018, in accordance with the certification by the
32 director of the budget that is submitted to the director of accounts and
33 reports under this subsection, the appropriation for fiscal year 2019 for
34 each account of the state general fund, state economic development
35 initiatives fund, state water plan fund and children's initiatives fund that is
36 appropriated or reappropriated for the fiscal year ending June 30, 2019, by
37 chapter 104 of the 2017 Session Laws of Kansas or by this or other
38 appropriation act of the 2018 regular session of the legislature is hereby
39 respectively lapsed by the amount equal to the amount certified under this
40 subsection.

41 (2) In determining the amounts to be certified to the director of
42 accounts and reports in accordance with this subsection, the director of the
43 budget and the state board of regents shall consider any changed

1 circumstances and unanticipated reductions in expenditures or
2 unanticipated and required expenditures by the state agencies for fiscal
3 year 2019.

4 (3) (A) On or before September 1, 2018, after receipt of each
5 certification by the director of the budget pursuant to this subsection, the
6 director of accounts and reports shall transfer and debit to the 27th payroll
7 adjustment account of the state general fund, which is hereby established
8 in the state general fund, by an amount equal to the aggregate of the
9 amounts certified by the director of the budget pursuant to this subsection
10 in accordance with such certifications.

11 (B) On September 1, 2018, the director of accounts and reports shall
12 transfer the balance of the 27th payroll adjustment account of the state
13 general fund to the master account of the state general fund: *Provided,*
14 *however;* That the amount transferred shall not exceed the amount of the
15 then outstanding balance of the state treasurer's receivables for the state
16 general fund.

17 (C) On September 1, 2018, the director of accounts and reports shall
18 adjust the amounts debited and credited to the state treasurer's receivables
19 and to the 27th payroll adjustment account of the state general fund
20 pursuant to this subsection to reflect all moneys actually transferred and
21 credited to the 27th payroll adjustment account of the state general fund
22 pursuant to this subsection during fiscal year 2019.

23 (D) On June 30, 2019, the director of accounts and reports shall
24 record a credit to the state treasurer's receivables for the state general fund
25 and shall record a corresponding debit to the state general fund in the
26 amount of the outstanding receivable created to finance the cost of the 27th
27 payroll chargeable to the fiscal year ending June 30, 2028.

28 (E) The director of accounts and reports shall notify the state
29 treasurer of all amounts debited and credited to the 27th payroll adjustment
30 account of the state general fund pursuant to this subsection and all
31 reductions and adjustments made thereto pursuant to this subsection. The
32 state treasurer shall enter all such amounts debited and credited and shall
33 make reductions and adjustments thereto on the books and records kept
34 and maintained for the state general fund by the state treasurer in
35 accordance with the notice thereof.

36 (4) As used in this subsection, "regents agency" means the state board
37 of regents, Fort Hays state university, Kansas state university, Kansas state
38 university extension systems and agriculture research programs, Kansas
39 state university veterinary medical center, Emporia state university,
40 Pittsburg state university, the university of Kansas, the university of
41 Kansas medical center and Wichita state university.

42 (5) The provisions of this subsection shall not apply to:

43 (A) Any money held in trust in a trust fund or held in trust in any

1 other special revenue fund or funds of any regents agency;

2 (B) any moneys received from any agency or authority of the federal
3 government or from any other federal source, other than any such federal
4 moneys that are credited to or may be received and credited to special
5 revenue funds of a regents agency and that are determined by the state
6 board of regents to be federal moneys that may be transferred to and
7 debited to the 27th payroll adjustment account of the state general fund by
8 the director of accounts and reports pursuant to this subsection;

9 (C) any account of the Kansas educational building fund or the state
10 institutions building fund; or

11 (D) any fund of any regents agency in the state treasury, as
12 determined by the director of the budget, that would experience financial
13 or administrative difficulties as a result of executing the provisions of this
14 subsection, including, but not limited to, cash-flow problems, the inability
15 to meet ordinary expenditure obligations, or any conflicts with prevailing
16 contracts, compacts or other provisions of law.

17 (6) Each amount transferred from any special revenue fund of any
18 regents agency to the state general fund pursuant to this subsection is
19 transferred to reimburse the state general fund for accounting, auditing,
20 budgeting, legal, payroll, personnel and purchasing services and any other
21 governmental services that are performed on behalf of the regents agency
22 involved by other state agencies that receive appropriations from the state
23 general fund to provide such services.

24 Sec. 42.

25 OFFICE OF INFORMATION TECHNOLOGY SERVICES

26 (a) There is appropriated for the above agency from the state general
27 fund for the fiscal year ending June 30, 2018, the following:

28 Information technology modernization.....	\$2,644,760
29 Office 365 cloud email services.....	\$826,378

30 Sec. 43.

31 OFFICE OF INFORMATION TECHNOLOGY SERVICES

32 (a) There is appropriated for the above agency from the state general
33 fund for the fiscal year ending June 30, 2019, the following:

34 Cybersecurity support.....	\$2,682,852
35 Office 365 cloud email services.....	\$826,378

36 Sec. 44.

37 STATE BOARD OF TAX APPEALS

38 (a) On the effective date of this act, the expenditure limitation
39 established for the fiscal year ending June 30, 2018, by the state finance
40 council by section 177(d) of chapter 104 of the 2017 Session Laws of
41 Kansas on the BOTA filing fee fund (562-00-2240-2240) of the state board
42 of tax appeals is hereby increased from \$1,057,264 to \$1,059,123.

43 Sec. 45.

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STATE BOARD OF TAX APPEALS

(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the BOTA filing fee fund (562-00-2240-2240) of the state board of tax appeals is hereby increased from \$1,073,475 to \$1,077,192.

Sec. 46.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:

Operating expenditures (565-00-1000-0303).....\$439,669

(b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby increased from \$46,491,890 to \$46,685,210.

(c) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$632,968 from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue.

Sec. 47.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:

Operating expenditures (565-00-1000-0303).....\$224,000

(b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby decreased from \$46,545,716 to \$46,268,528.

(c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the MSA compliance fund (565-00-2274-2274) of the department of revenue is hereby increased from \$1,333,220 to no limit.

(d) On July 1, 2018, the amount of \$11,513,742 authorized by section 75(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby increased to \$11,671,984.

1 Sec. 48.

2 DEPARTMENT OF COMMERCE

3 (a) There is appropriated for the above agency from the state
4 economic development initiatives fund for the fiscal year ending June 30,
5 2018, the following:

6 Global trade services.....\$125,000

7 (b) On the effective date of this act, of the \$7,976,452 appropriated
8 for the above agency for the fiscal year ending June 30, 2018, by section
9 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state
10 economic development initiatives fund in the operating grant (including
11 official hospitality) account (300-00-1900-1110), the sum of \$826,154 is
12 hereby lapsed.

13 (c) On the effective date of this act, of the \$1,622,939 appropriated
14 for the above agency for the fiscal year ending June 30, 2018, by section
15 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state
16 economic development initiatives fund in the rural opportunity zones
17 program account (300-00-1900-1150), the sum of \$665,156 is hereby
18 lapsed.

19 (d) On the effective date of this act, or as soon thereafter as moneys
20 are available, the director of accounts and reports shall transfer \$930,000
21 from the state economic development initiatives fund (300-00-1900-1100)
22 to the state general fund.

23 (e) On the effective date of this act, of the \$2,800,000 appropriated
24 for the above agency for the fiscal year ending June 30, 2018, by section
25 82(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
26 general fund in the KBA grant commitments account (300-00-1000-0800),
27 the sum of \$2,088,238 is hereby lapsed.

28 Sec. 49.

29 DEPARTMENT OF COMMERCE

30 (a) There is appropriated for the above agency from the state
31 economic development initiatives fund for the fiscal year ending June 30,
32 2019, the following:

33 Global trade services.....\$250,000

34 (b) On the effective date of this act, of the \$7,553,313 appropriated
35 for the above agency for the fiscal year ending June 30, 2019, by section
36 83(b) of chapter 104 of the 2017 Session Laws of Kansas from the state
37 economic development initiatives fund in the operating grant (including
38 official hospitality) account (300-00-1900-1110), the sum of \$75,000 is
39 hereby lapsed.

40 (c) On July 1, 2018, of the \$2,053,457 appropriated for the above
41 agency for the fiscal year ending June 30, 2019, by section 83(b) of
42 chapter 104 of the 2017 Session Laws of Kansas from the state economic
43 development initiatives fund in the rural opportunity zones program

1 account (300-00-1900-1150), the sum of \$805,000 is hereby lapsed.

2 (d) On July 1, 2018, the amount of \$19,200,000 authorized by section
3 83(g) of chapter 104 of the 2017 Session Laws of Kansas to be transferred
4 by the director of accounts and reports from the economic development
5 initiatives fund (300-00-1900-1100) of the department of commerce to the
6 state general fund is hereby decreased to \$18,700,000.

7 Sec. 50.

8

DEPARTMENT OF LABOR

9 (a) On the effective date of this act, the expenditure limitation
10 established for the fiscal year ending June 30, 2018, by section 86(b) of
11 chapter 104 of the 2017 Session Laws of Kansas on the workmen's
12 compensation fee fund (296-00-2124-2220) of the department of labor is
13 hereby increased from \$14,681,786 to \$15,072,758.

14 (b) On the effective date of this act, the expenditure limitation
15 established for the fiscal year ending June 30, 2018, by section 187(d) of
16 chapter 104 of the 2017 Session Laws of Kansas on the workmen's
17 compensation fee fund (296-00-2124-2220) of the department of labor for
18 such capital improvement purposes is hereby increased from \$780,000 to
19 \$1,165,000.

20 Sec. 51.

21

DEPARTMENT OF LABOR

22 (a) There is appropriated for the above agency from the state general
23 fund for the fiscal year ending June 30, 2019, the following:

24 Amusement ride safety (296-00-1000-0513).....\$249,511

25 (b) On July 1, 2018, the expenditure limitation established for the
26 fiscal year ending June 30, 2019, by section 87(b) of chapter 104 of the
27 2017 Session Laws of Kansas on the workmen's compensation fee fund
28 (296-00-2124-2220) of the department of labor is hereby increased from
29 \$12,812,732 to \$15,149,481.

30 (c) On July 1, 2018, the expenditure limitation established for the
31 fiscal year ending June 30, 2019, by section 188(d) of chapter 104 of the
32 2017 Session Laws of Kansas on the workmen's compensation fee fund
33 (296-00-2124-2220) of the department of labor for such capital
34 improvement purposes is hereby increased from \$265,000 to \$870,000.

35 Sec. 52.

36

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

37 (a) There is appropriated for the above agency from the state general
38 fund for the fiscal year ending June 30, 2018, the following:

39 Operating expenditures – administration (649-00-1000-0103).....\$2,175

40 Operating expenditures – veteran services (694-00-1000-0203).....\$10,809

41 Operating expenditures – Kansas soldiers' home

42 (694-00-1000-0403).....\$17,641

43 Operating expenditures – state veterans cemeteries

1 (694-00-1000-0703).....\$8,646

2 (b) There is appropriated for the above agency from the state
 3 institutions building fund for the fiscal year ending June 30, 2018, the
 4 following:

5 WaKeeney hail storm damage.....\$136,881

6 *Provided*, That, notwithstanding the provisions of K.S.A. 76-6b05, and
 7 amendments thereto, or any other statute, expenditures may be made from
 8 the WaKeeney hail storm damage account during fiscal year 2018 for
 9 capital improvements at the state veterans cemetery in WaKeeney.

10 (c) On the effective date of this act, of the \$812,050 appropriated for
 11 the above agency for the fiscal year ending June 30, 2018, by section
 12 190(b) of chapter 104 of the 2017 Session Laws of Kansas from the state
 13 institutions building fund in the veterans' home rehabilitation and repair
 14 projects account (694-00-8100-8250), the sum of \$64,800 is hereby
 15 lapsed.

16 Sec. 53.

17 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

18 (a) On July 1, 2018, of the \$637,900 appropriated for the above
 19 agency for the fiscal year ending June 30, 2019, by section 191(b) of
 20 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
 21 building fund in the soldiers' home rehabilitation and repair projects
 22 account (694-00-8100-7100), the sum of \$22,727 is hereby lapsed.

23 (b) On July 1, 2018, of the \$812,050 appropriated for the above
 24 agency for the fiscal year ending June 30, 2019, by section 191(b) of
 25 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
 26 building fund in the veterans' home rehabilitation and repair projects
 27 account (694-00-8100-8250), the sum of \$40,670 is hereby lapsed.

28 (c) There is appropriated for the above agency from the state
 29 institutions building fund for the fiscal year ending June 30, 2019, the
 30 following:

31 Waste disposal.....\$125,000

32 *Provided*, That, notwithstanding the provisions of K.S.A. 76-6b05, and
 33 amendments thereto, or any other statute, expenditures may be made from
 34 the waste disposal account during fiscal year 2019 for the purchase of a
 35 waste disposal vehicle.

36 (d) There is appropriated for the above agency from the following
 37 special revenue fund or funds for the fiscal year ending June 30, 2019, all
 38 moneys now or hereafter lawfully credited to and available in such fund or
 39 funds, except that expenditures shall not exceed the following:

40 Veterans benefit lottery game fund.....\$1,200,000

41 *Provided*, That expenditures from the veterans benefit lottery game fund
 42 shall be in an amount equal to 50% for operating expenditures and capital
 43 improvements of the above agency, or for the use and benefit of the

1 Kansas veterans' home, the Kansas soldiers' home and the state veterans
2 cemetery system; and 50% for the veterans enhanced service delivery
3 program.

4 (e) In addition to the other purposes for which expenditures may be
5 made by the above agency from moneys appropriated from the lottery
6 operating fund (450-00-5123-5100) pursuant to K.S.A. 74-8711, and
7 amendments thereto, on July 1, 2018, or as soon thereafter as moneys are
8 available, the director of accounts and reports shall transfer \$1,200,000
9 from the lottery operating fund of the Kansas lottery to the veterans benefit
10 lottery game fund of the Kansas commission on veterans affairs office.

11 (f) On July 1, 2018, the provisions of section 78(c) of chapter 104 of
12 the 2017 Session Laws of Kansas are hereby declared to be null and void
13 and shall have no force and effect.

14 (g) On July 1, 2018, the \$105,685 appropriated for the above agency
15 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
16 the 2017 Session Laws of Kansas from the state general fund in the scratch
17 lotto — Kansas veterans' home account (694-00-1000-0300), is hereby
18 lapsed.

19 (h) On July 1, 2018, the \$459,354 appropriated for the above agency
20 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
21 the 2017 Session Laws of Kansas from the state general fund in the scratch
22 lotto — veterans services account (694-00-1000-0330), is hereby lapsed.

23 (i) On July 1, 2018, the \$137,270 appropriated for the above agency
24 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
25 the 2017 Session Laws of Kansas from the state general fund in the scratch
26 lotto — Kansas soldiers' home account (694-00-1000-0310), is hereby
27 lapsed.

28 (j) On July 1, 2018, the \$216,399 appropriated for the above agency
29 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
30 the 2017 Session Laws of Kansas from the state general fund in the scratch
31 lotto — veterans cemeteries account (694-00-1000-0340), is hereby
32 lapsed.

33 Sec. 54.

34 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

35 (a) There is appropriated for the above agency from the following
36 special revenue fund or funds for the fiscal year ending June 30, 2020, all
37 moneys now or hereafter lawfully credited to and available in such fund or
38 funds, except that expenditures shall not exceed the following:

39 Veterans benefit lottery game fund.....\$1,260,000

40 *Provided*, That expenditures from the veterans benefit lottery game fund
41 shall be in an amount equal to 50% for operating expenditures and capital
42 improvements of the above agency, or for the use and benefit of the
43 Kansas veterans' home, the Kansas soldiers' home and the state veterans

1 cemetery system; and 50% for the veterans enhanced service delivery
2 program.

3 (b) On July 1, 2019, or as soon thereafter as moneys are available, the
4 director of accounts and reports shall transfer \$1,260,000 from the lottery
5 operating fund (450-00-5123-5100) of the Kansas lottery to the veterans
6 benefit lottery game fund of the Kansas commission on veterans affairs
7 office.

8 Sec. 55.

9 DEPARTMENT OF HEALTH AND ENVIRONMENT –
10 DIVISION OF PUBLIC HEALTH

11 (a) There is appropriated for the above agency from the state general
12 fund for the fiscal year ending June 30, 2018, the following:

13 Infants and toddlers program (264-00-1000-0570).....\$1,000,000

14 ~~(b) On the effective date of this act, of the \$329,607 appropriated for~~
15 ~~the above agency for the fiscal year ending June 30, 2018, by section 91(a)~~
16 ~~of chapter 104 of the 2017 Session Laws of Kansas from the state general~~
17 ~~fund in the vaccine purchases account (264-00-1000-0900), the sum of~~
18 ~~\$264,106 is hereby lapsed.~~

19 ~~(e){(b)}~~ There is appropriated for the above agency from the
20 following special revenue fund or funds for the fiscal year ending June 30,
21 2018, all moneys now or hereafter lawfully credited to and available in
22 such fund or funds, except that expenditures other than refunds authorized
23 by law shall not exceed the following:

24 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit

25 Kansas newborn screening information system
26 maintenance and enhancement

27 federal fund (264-00-3612-3612).....No limit

28 Lifting young families toward excellence

29 federal fund (264-00-3627-3627).....No limit

30 ~~(d) On the effective date of this act, any unencumbered balance in~~
31 ~~each of the following accounts of the state general fund is hereby lapsed:~~
32 ~~Ryan White matching funds (264-00-1000-1200); office of the inspector~~
33 ~~general (264-00-1000-0050).~~

34 Sec. 56.

35 DEPARTMENT OF HEALTH AND ENVIRONMENT –
36 DIVISION OF PUBLIC HEALTH

37 (a) There is appropriated for the above agency from the state general
38 fund for the fiscal year ending June 30, 2019, the following:

39 Infants and toddlers program (264-00-1000-0570).....\$1,000,000

40 (b) There is appropriated for the above agency from the children's
41 initiatives fund for the fiscal year ending June 30, 2019, the following:

42 Healthy start (264-00-2000-2105).....\$33,066

43 (c) There is appropriated for the above agency from the following

- 1 special revenue fund or funds for the fiscal year ending June 30, 2019, all
- 2 moneys now or hereafter lawfully credited to and available in such fund or
- 3 funds, except that expenditures other than refunds authorized by law shall
- 4 not exceed the following:
- 5 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit
- 6 Kansas newborn screening information system
- 7 maintenance and enhancement
- 8 federal fund (264-00-3612-3612).....No limit
- 9 Lifting young families toward excellence
- 10 federal fund (264-00-3627-3627).....No limit
- 11 Sec. 57.

12 DEPARTMENT OF HEALTH AND
13 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

- 14 (a) There is appropriated for the above agency from the state general
- 15 fund for the fiscal year ending June 30, 2018, the following:
- 16 Other medical assistance (264-00-1000-3026).....\$41,940,052
- 17 (b) On the effective date of this act, the expenditure limitation
- 18 established for the fiscal year ending June 30, 2018, by section 94(b) of
- 19 chapter 104 of the 2017 Session Laws of Kansas on the preventive health
- 20 care program fund (264-00-2556-2550) of the department of health and
- 21 environment – division of health care finance is hereby decreased from
- 22 \$1,640,046 to \$491,161.
- 23 (c) On the effective date of this act, the expenditure limitation for
- 24 salaries and wages and other operating expenditures established for the
- 25 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
- 26 2017 Session Laws of Kansas on the cafeteria benefits fund (264-00-7720-
- 27 9002) of the department of health and environment – division of health
- 28 care finance is hereby decreased from \$3,844,401 to \$2,492,845.
- 29 (d) On the effective date of this act, the expenditure limitation for
- 30 salaries and wages and other operating expenditures established for the
- 31 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
- 32 2017 Session Laws of Kansas on the dependent care assistance program
- 33 fund (264-00-7740-8700) of the department of health and environment –
- 34 division of health care finance is hereby decreased from \$3,981,219 to
- 35 \$622,302.
- 36 (e) On the effective date of this act, the expenditure limitation
- 37 established for the fiscal year ending June 30, 2018, by section 94(b) of
- 38 chapter 104 of the 2017 Session Laws of Kansas on the medical programs
- 39 fee fund (264-00-2395-0110) of the department of health and environment
- 40 – division of health care finance is hereby increased from \$95,498,999 to
- 41 \$106,998,999.
- 42 (f) During the fiscal year ending June 30, 2018, notwithstanding the
- 43 provisions of K.S.A. 2017 Supp. 65-6217 and 65-6218, and amendments

1 thereto, or any other statute to the contrary, the director of accounts and
2 reports shall transfer \$11,500,000 from the health care access
3 improvement fund (264-00-2443-2215) of the department of health and
4 environment – division of health care finance to the medical programs fee
5 fund (264-00-2395-0110) of the department of health and environment –
6 division of health care finance: *Provided, however,* That any such transfer
7 shall be subject to the provisions of subsection (g).

8 (g) During the fiscal year ending June 30, 2018, no moneys shall be
9 transferred from the health care access improvement fund (264-00-2443-
10 2215) of the department of health and environment – division of health
11 care finance to any other account or fund unless and until the department
12 of health and environment – division of health care finance implements a
13 process to fully disclose and reconcile the balance and use of moneys in
14 the health care access improvement fund and from the hospital provider
15 assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and
16 amendments thereto, including revenue, expenditures, running balance of
17 such fund, any deficits and write-offs: *Provided,* That any such process
18 shall be approved by the health care access improvement panel established
19 by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such
20 transfer: *And provided,* That, if a 4% increase to the medicaid
21 reimbursement rate for hospitals is not passed by the 2018 legislature and
22 enacted into law, then no moneys shall be transferred from the health care
23 access improvement fund to any other account or fund during fiscal year
24 2018: *And provided further;* That the department of health and
25 environment – division of health care finance shall advise and consult with
26 the health care access improvement panel and the Kansas hospital
27 association to develop such process: *And provided further;* That the
28 department of health and environment – division of health care finance
29 shall execute non-disclosure agreements with the Kansas hospital
30 association and other persons as determined to be necessary by the
31 department of health and environment – division of health care finance to
32 implement this subsection: *And provided further;* That such process shall
33 be implemented and approved by the health care access improvement
34 panel on or before May 4, 2018: *Provided, however,* That, if the
35 department of health and environment – division of health care finance is
36 unable to implement such process on or before May 4, 2018, then such
37 agency shall disclose and reconcile the balance and use of such moneys in
38 the health care access improvement fund, including revenue, expenditures,
39 running balance of such fund, any deficits and write-offs for fiscal years
40 2016 and 2017 to the health care access improvement panel on or before
41 May 4, 2018, and upon approval by the panel, funds may be transferred
42 from the health care access improvement fund to any other account or fund
43 authorized by law: *And provided further;* That the department of health and

1 environment – division of health care finance shall report to the senate
 2 standing committee on ways and means detailing the agency's progress to
 3 implement this subsection on or before May 4, 2018.

4 (h) During the fiscal year ending June 30, 2018, in addition to the
 5 other purposes for which expenditures may be made by the department of
 6 health and environment – division of health care finance from moneys
 7 appropriated from the state general fund or from any special revenue funds
 8 or funds for fiscal year 2018 by chapter 104 of the 2017 Session Laws of
 9 Kansas, this or any other appropriation act of the 2018 regular session of
 10 the legislature, expenditures shall be made by the above agency from such
 11 moneys to implement, and require any managed care organization
 12 providing state medicaid services under the Kansas medical assistance
 13 program to implement, a policy to provide at least a 60-day admission for
 14 individuals requiring inpatient treatment in a psychiatric residential
 15 treatment facility, as determined by a managed care organization providing
 16 state medicaid services under the Kansas medical assistance program,
 17 without imposing any prior authorization requirements to receive such
 18 admission or treatment.

19 (i) On the effective date of this act, the expenditure limitation for
 20 salaries and wages and other operating expenditures established for the
 21 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
 22 2017 Session Laws of Kansas on the health benefits administrations
 23 clearing fund – remit admin service org (264-00-7746-7746) of the
 24 department of health and environment – division of health care finance is
 25 hereby increased from \$9,050,000 to \$12,157,000.

26 Sec. 58.

27 DEPARTMENT OF HEALTH AND
 28 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

29 (a) There is appropriated for the above agency from the state general
 30 fund for the fiscal year ending June 30, 2019, the following:

31 Other medical assistance (264-00-1000-3026).....	\$130,263,716
32 Graduate medical education	\$1,300,000
33 Health policy operating expenditures (264-00-1000-0010).....	\$152,600
34 Evidence based juvenile programs.....	\$6,000,000

35 (b) On July 1, 2018, the expenditure limitation established for the
 36 fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the
 37 2017 Session Laws of Kansas on the preventive health care program fund
 38 (264-00-2556-2550) of the department of health and environment –
 39 division of health care finance is hereby decreased from \$1,649,246 to
 40 \$494,649.

41 (c) On July 1, 2018, the expenditure limitation for salaries and wages
 42 and other operating expenditures established for the fiscal year ending
 43 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws

1 of Kansas on the cafeteria benefits fund (264-00-7720-9002) of the
2 department of health and environment – division of health care finance is
3 hereby decreased from \$3,843,557 to \$2,533,492.

4 (d) On July 1, 2018, the expenditure limitation for salaries and wages
5 and other operating expenditures established for the fiscal year ending
6 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws
7 of Kansas on the dependent care assistance program fund (264-00-7740-
8 8700) of the department of health and environment – division of health
9 care finance is hereby decreased from \$3,987,115 to \$625,012.

10 (e) During the fiscal year ending June 30, 2019, in addition to the
11 other purposes for which expenditures may be made by the department of
12 health and environment – division of health care finance from moneys
13 appropriated from the state general fund or from any special revenue funds
14 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
15 Kansas, this or any other appropriation act of the 2018 regular session of
16 the legislature, expenditures shall be made by the above agency from such
17 moneys to implement, and require any managed care organization
18 providing state medicaid services under the Kansas medical assistance
19 program to implement, a policy to provide at least a 60-day admission for
20 individuals requiring inpatient treatment in a psychiatric residential
21 treatment facility, as determined by a managed care organization providing
22 state medicaid services under the Kansas medical assistance program,
23 without imposing any prior authorization requirements to receive such
24 admission or treatment.

25 (f) During the fiscal year ending June 30, 2019, in addition to the
26 other purposes for which expenditures may be made by the department of
27 health and environment – division of health care finance from moneys
28 appropriated from the state general fund or from any special revenue fund
29 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
30 Kansas, this or any other appropriation act of the 2018 regular session of
31 the legislature, expenditures shall be made by the above agency from such
32 moneys in an amount not to exceed \$5,000,000 from the state general
33 fund, plus any matching federal moneys, to reinstate a program
34 implementing state medicaid services for health homes pursuant to 42
35 U.S.C. § 1396w-4: *Provided*, That participation in such program shall be
36 on an opt-in basis and not on the basis of automatic enrollment: *Provided*
37 *further*, That participation in such program shall be open to youth and
38 adults: *And provided further*, That participation in the program shall be
39 structured to ensure that individuals with a significant mental illness,
40 substance use disorder or chronic physical health condition are served:
41 *And provided further*, That the above agency shall not allow any managed
42 care organization providing the above services under the Kansas medical
43 assistance program to claim an administrative claiming rate higher than

1 10% to provide such services.

2 (g) During the fiscal year ending June 30, 2019, in addition to the
3 other purposes for which expenditures may be made by the department of
4 health and environment – division of health care finance from moneys
5 appropriated from the state general fund or from any special revenue funds
6 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
7 Kansas, this or any other appropriation act of the 2018 regular session of
8 the legislature, expenditures shall be made by the above agency from such
9 moneys to increase medicaid reimbursement rates for hospitals by 4%:
10 *Provided*, That such rate increase shall be reflected in the hospital
11 medicaid fee schedule.

12 (h) During the fiscal year ending June 30, 2019, no moneys shall be
13 transferred from the health care access improvement fund (264-00-2443-
14 2215) of the department of health and environment – division of health
15 care finance to any other account or fund unless and until the department
16 of health and environment – division of health care finance implements a
17 process to fully disclose and reconcile the balance and use of moneys in
18 the health care access improvement fund and from the hospital provider
19 assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and
20 amendments thereto, including revenue, expenditures, running balance of
21 such fund, any deficits and write-offs: *Provided*, That any such process
22 shall be approved by the health care access improvement panel established
23 by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such
24 transfer: *Provided further*, That, if a 4% increase to the medicaid
25 reimbursement rate for hospitals is not passed by the 2018 legislature and
26 enacted into law, then no moneys shall be transferred from the health care
27 access improvement fund to any other account or fund during fiscal year
28 2019: *Provided, however*, That, if the department of health and
29 environment – division of health care finance discloses and reconciles the
30 balance and use of such moneys in the health care access improvement
31 fund, including revenue, expenditures, running balance of such fund, any
32 deficits and write-offs for fiscal years 2016 and 2017 to the health care
33 access improvement panel on or before May 4, 2018, and receives
34 approval by the panel, then funds may be transferred from the health care
35 access improvement fund to any other account or fund authorized by law.

36 (i) On July 1, 2018, the expenditure limitation for salaries and wages
37 and other operating expenditures established for the fiscal year ending
38 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws
39 of Kansas on the health benefits administrations clearing fund – remit
40 admin service org (264-00-7746-7746) of the department of health and
41 environment – division of health care finance is hereby increased from
42 \$9,050,000 to \$11,005,000.

43 Sec. 59.

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, 2018, the following:

Larned state hospital – sexual predator treatment program (410-00-1000-0200).....	\$1,239,699
Larned state hospital – SPTP reintegration program (410-00-1000-0400).....	\$20,000
Osawatomie state hospital – operating expenditures (494-00-1000-0100).....	\$5,111,720

(b) On the effective date of this act, of the \$616,064,457 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 99(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the LTC – medicaid assistance – NF account (039-00-1000-0520), the sum of \$41,598,009 is hereby lapsed.

(c) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the Kansas department for aging and disability services from moneys appropriated from the LTC – medicaid assistance – NF account (039-00-1000-0520) of the Kansas department for aging and disability services for fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys, notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and amendments thereto, or any other statute to the contrary, and subject to appropriations, to provide rate increases for nursing facilities.

(d) On the effective date of this act, of the \$3,849,532 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service – new state security hospital account (039-00-8100-8320), the sum of \$303 is hereby lapsed.

(e) On the effective date of this act, of the \$2,583,200 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service – state hospitals rehabilitation and repair account (039-00-8100-8325), the sum of \$116,590 is hereby lapsed.

(f) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability service is hereby decreased from no limit to \$5,822,437.

1 (g) On the effective date of this act, the expenditure limitation
2 established for the fiscal year ending June 30, 2018, by section 99(b) of
3 chapter 104 of the 2017 Session Laws of Kansas on the Kansas
4 neurological institute fee fund (363-00-2059-2000) of the Kansas
5 department for aging and disability services is hereby increased from
6 \$1,744,846 to \$1,902,791.

7 (h) On the effective date of this act, the expenditure limitation
8 established for the fiscal year ending June 30, 2018, by section 99(b) of
9 chapter 104 of the 2017 Session Laws of Kansas on the Larned state
10 hospital fee fund (410-00-2073-2100) of the Kansas department for aging
11 and disability services is hereby increased from \$3,444,194 to \$3,556,862.

12 (i) On the effective date of this act, the expenditure limitation
13 established for the fiscal year ending June 30, 2018, by section 99(b) of
14 chapter 104 of the 2017 Session Laws of Kansas on the Osawatimie state
15 hospital fee fund (494-00-2079-4200) of the Kansas department for aging
16 and disability services is hereby decreased from \$1,589,186 to \$875,690.

17 (j) On the effective date of this act, the expenditure limitation
18 established for the fiscal year ending June 30, 2018, by section 99(b) of
19 chapter 104 of the 2017 Session Laws of Kansas on the Osawatimie state
20 hospital certified care fund (494-00-2079-4201) of the Kansas department
21 for aging and disability services is hereby decreased from \$2,398,316 to
22 \$0.

23 (k) On the effective date of this act, the expenditure limitation
24 established for the fiscal year ending June 30, 2018, by section 99(b) of
25 chapter 104 of the 2017 Session Laws of Kansas on the Parsons state
26 hospital and training center fee fund (507-00-2082-2200) of the Kansas
27 department for aging and disability services is hereby decreased from
28 \$1,372,386 to \$1,155,304.

29 (l) During the fiscal year ending June 30, 2018, in addition to the
30 other purposes for which expenditures may be made from the general fees
31 fund (039-00-2524-2500) for fiscal year 2018 by the above agency by
32 chapter 104 of the 2017 Session Laws of Kansas, this or other
33 appropriation act of the 2018 regular session of the legislature,
34 expenditures shall be made by the above agency from such fund to pay
35 rainbow services incorporated in an amount not to exceed \$1,200,000.

36 (m) On the effective date of this act, of the \$185,248 appropriated for
37 the above agency for the fiscal year ending June 30, 2018, by section
38 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
39 institutions building fund in the Kansas neurological institute – energy
40 conservation improvement debt service account (363-00-8100-8000), the
41 sum of \$1,262 is hereby lapsed.

42 (n) There is appropriated for the above agency from the state
43 institutions building fund for the fiscal year ending June 30, 2018, the

1 following:

2 Parsons state hospital and training center – energy
3 conservation improvement debt service (507-00-8100-8330).....\$16,531

4 (o) There is hereby appropriated for the above agency from the
5 following special revenue fund or funds for the fiscal year ending June 30,
6 2018, all moneys now or hereafter lawfully credited to and available in
7 such fund or funds, except that expenditures other than refunds authorized
8 by law shall not exceed the following:

9 Opioid abuse treatment & prevention federal fund
10 (039-00-3023-3024).....No limit
11 Sec. 60.

12 KANSAS DEPARTMENT FOR AGING
13 AND DISABILITY SERVICES

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

16 Nursing facilities regulation (039-00-1000-0710).....\$83,168

17 Nursing facilities regulation – title XIX (039-00-1000-0712).....\$147,854

18 Larned state hospital – sexual predator treatment program
19 (410-00-1000-0200).....\$4,353,822

20 Larned state hospital – SPTP reintegration program
21 (410-00-1000-0400).....\$30,000

22 Osawatomic state hospital – operating expenditures
23 (494-00-1000-0100).....\$7,192,724

24 Program grants – nutrition – state match (039-00-1000-0280).....\$100,000

25 (b) On July 1, 2018, of the \$651,956,862 appropriated for the above
26 agency for the fiscal year ending June 30, 2019, by section 100(a)
27 chapter 104 of the 2017 Session Laws of Kansas from the state general
28 fund in the LTC – medicaid assistance – NF account (039-00-1000-0520),
29 the sum of \$43,688,196 is hereby lapsed.

30 (c) During the fiscal year ending June 30, 2019, in addition to the
31 other purposes for which expenditures may be made by the Kansas
32 department for aging and disability services from moneys appropriated
33 from the LTC – medicaid assistance – NF account (039-00-1000-0520) of
34 the Kansas department for aging and disability services for fiscal year
35 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other
36 appropriation act of the 2018 regular session of the legislature,
37 expenditures shall be made by the above agency from such moneys,
38 notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and
39 amendments thereto, or any other statute to the contrary, and subject to
40 appropriations, to provide rate increases for nursing facilities.

41 (d) On July 1, 2018, of the \$17,642,543 appropriated for the above
42 agency for the fiscal year ending June 30, 2019, by section 100(a) of
43 chapter 104 of the 2017 Session Laws of Kansas from the state general

1 fund in the state operations account (039-00-1000-0801), the sum of
2 \$131,503 is hereby lapsed.

3 (e) On July 1, 2018, of the \$3,845,751 appropriated for the above
4 agency for the fiscal year ending June 30, 2019, by section 186(a) of
5 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
6 building fund in the debt service – new state security hospital account
7 (039-00-8100-8320), the sum of \$1 is hereby lapsed.

8 (f) On July 1, 2018, the expenditure limitation established for the
9 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
10 2017 Session Laws of Kansas on the problem gambling and addictions
11 grant fund (039-00-2371-2371) of the Kansas department for aging and
12 disability services is hereby decreased from no limit to \$5,825,996.

13 (g) On July 1, 2018, the expenditure limitation established for the
14 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
15 2017 Session Laws of Kansas on the Kansas neurological institute fee fund
16 (363-00-2059-2000) of the Kansas department for aging and disability
17 services is hereby decreased from \$1,746,245 to \$1,741,119.

18 (h) On July 1, 2018, the expenditure limitation established for the
19 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
20 2017 Session Laws of Kansas on the Larned state hospital fee fund (410-
21 00-2073-2100) of the Kansas department for aging and disability services
22 is hereby decreased from \$3,946,302 to \$3,946,301.

23 (i) On July 1, 2018, the expenditure limitation established for the
24 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
25 2017 Session Laws of Kansas on the Osawatomie state hospital fee fund
26 (494-00-2079-4200) of the Kansas department for aging and disability
27 services is hereby decreased from \$1,469,674 to \$840,706.

28 (j) On July 1, 2018, the expenditure limitation established for the
29 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
30 2017 Session Laws of Kansas on the Osawatomie state hospital certified
31 care fund (494-00-2079-4201) of the Kansas department for aging and
32 disability services is hereby increased from \$2,220,000 to \$2,638,131.

33 (k) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
35 2017 Session Laws of Kansas on the Parsons state hospital and training
36 center fee fund (507-00-2082-2200) of the Kansas department for aging
37 and disability services is hereby decreased from \$1,372,386 to \$1,049,582.

38 (l) There is appropriated for the above agency from the state
39 institutions building fund for the fiscal year ending June 30, 2019, the
40 following:

41 Parsons state hospital and training center – energy

42 conservation improvement debt service (507-00-8100-8330).....\$9,367

43 (m) There is appropriated for the above agency from the following

1 special revenue fund or funds for the fiscal year ending June 30, 2019, all
2 moneys now or hereafter lawfully credited to and available in such fund or
3 funds, except that expenditures other than refunds authorized by law shall
4 not exceed the following:

5 Opioid abuse treatment & prevention
6 federal fund (039-00-3023-3024).....No limit

7 (n) During the fiscal year ending June 30, 2019, in addition to the
8 other purposes for which expenditures may be made by the Kansas
9 department for aging and disability services from the state general fund or
10 any special revenue fund or funds for fiscal year 2019 for the Kansas
11 department for aging and disability services as authorized by section 100
12 of chapter 104 of the 2017 Session Laws of Kansas, this or other
13 appropriation act of the 2018 regular session of the legislature,
14 expenditures shall be made by the Kansas department for aging and
15 disability services for fiscal year 2019 to develop a long-term plan to
16 eliminate the waiting list for the home and community based services
17 waiver: *Provided*, That the Kansas department for aging and disability
18 services shall include such long-term plan in its revised budget estimate
19 submission during the fall of 2018.

20 Sec. 61.

21 KANSAS DEPARTMENT FOR
22 CHILDREN AND FAMILIES

23 (a) There is appropriated for the above agency from the state general
24 fund for the fiscal year ending June 30, 2018, the following:

25 State operations (including official
26 hospitality) (629-00-1000-0013).....\$3,647,774
27 Youth services aid and assistance (629-00-1000-7020).....\$9,129,847

28 (b) There is appropriated for the above agency from the following
29 special revenue fund or funds for the fiscal year ending June 30, 2018, all
30 moneys now or hereafter lawfully credited to and available in such fund or
31 funds, except that expenditures shall not exceed the following:

32 Project maintenance reserve fund (629-00-2214-0150).....No limit

33 Sec. 62.

34 KANSAS DEPARTMENT FOR
35 CHILDREN AND FAMILIES

36 (a) There is appropriated for the above agency from the state general
37 fund for the fiscal year ending June 30, 2019, the following:

38 State operations (including official
39 hospitality) (629-00-1000-0013).....\$4,666,919
40 Youth services aid and
41 assistance (629-00-1000-7020).....\$11,265,695

42 (b) There is appropriated for the above agency from the children's
43 initiatives fund for the fiscal year ending June 30, 2019, the following:

1 Family preservation (629-00-2000-2413).....\$80,745

2 (c) There is appropriated for the above agency from the following
3 special revenue fund or funds for the fiscal year ending June 30, 2019, all
4 moneys now or hereafter lawfully credited to and available in such fund or
5 funds, except that expenditures shall not exceed the following:

6 Project maintenance reserve fund (629-00-2214-0150).....No limit

7 (d) During the fiscal year ending June 30, 2019, in addition to the
8 other purposes for which expenditures may be made by the Kansas
9 department for children and families from moneys appropriated for fiscal
10 year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any
11 other appropriation act of 2018 regular session of the legislature,
12 expenditures shall be made by the Kansas department for children and
13 families from such moneys appropriated for fiscal year 2019 for the
14 purpose of salaries and wages for two additional FTE positions: *Provided*,
15 That the primary work duties of the two additional positions shall be
16 oversight of contractors in the foster care system.

17 (e) During the fiscal year ending June 30, 2019, in addition to the
18 other purposes for which expenditures may be made by the Kansas
19 department for children and families from moneys appropriated from the
20 temporary assistance to needy families federal fund (629-00-3323-0530)
21 of the Kansas department for children and families for fiscal year 2019 by
22 chapter 104 of the 2017 Session Laws of Kansas, this or any other
23 appropriation act of the 2018 regular session of the legislature,
24 expenditures shall be made by the above agency from such moneys in an
25 amount not to exceed \$1,000,000 to make direct payments to boys and
26 girls club, YMCA and municipal parks and recreation agency programs:
27 *Provided*, That 50% of such moneys shall be expended for the operation
28 and administration of such programs that help youth explore a broad range
29 of career areas; match youth skill and interest to career areas; support
30 youth in preparing for employment; teach youth the negative consequences
31 of using substances such as drugs, alcohol and tobacco; and help youth
32 build skills for eating a healthy diet, exercising, accessing quality
33 healthcare or developing positive relationships: *Provided further*, That
34 50% of such moneys shall be expended for the payment of fees for
35 participation in after-school programs by children in foster care in the state
36 of Kansas: *Provided, however*, That such payments shall only be made to
37 the extent allowed under federal law.

38 ***{f) During the fiscal year ending June 30, 2019, in addition to the***
39 ***other purposes for which expenditures may be made by the Kansas***
40 ***department for children and families from moneys appropriated from***
41 ***the temporary assistance to needy families federal fund (629-00-3323-***
42 ***0530) of the Kansas department for children and families for fiscal year***
43 ***2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any***

1 *other appropriation act of the 2018 regular session of the legislature,*
 2 *expenditures shall be made by the above agency from such moneys in an*
 3 *amount not to exceed \$5,750,000 to make payments to the jobs for*
 4 *America's graduates organization for programs that: Help students who*
 5 *are at risk of failing in school; provide an avenue for academic*
 6 *achievement; and assist students in earning credentials: Provided,*
 7 *however; That such expenditures shall only be made to the extent*
 8 *allowed under federal law.}*

9 Sec. 63.

10 DEPARTMENT OF EDUCATION

11 (a) There is appropriated for the above agency from the state general
 12 fund for the fiscal year ending June 30, 2018, the following:

13 KPERS – employer contributions (652-00-1000-0100).....\$2,804,000
 14 KPERS – employer contributions – USDs
 15 (652-00-1000-0110).....\$15,257,000
 16 State foundation aid (652-00-1000-0820).....\$10,322,894
 17 Incentive for technical education (652-00-1000-0130).....\$1,450,000

18 (b) On the effective date of this act, of the \$480,920,922 appropriated
 19 for the above agency for the fiscal year ending June 30, 2018, by section
 20 1(a) of chapter 95 of the 2017 Session Laws of Kansas from the state
 21 general fund in the supplemental state aid account (652-00-1000-0840),
 22 the sum of \$26,420,922 is hereby lapsed.

23 Sec. 64.

24 DEPARTMENT OF EDUCATION

25 (a) There is appropriated for the above agency from the state general
 26 fund for the fiscal year ending June 30, 2019, the following:

27 KPERS – employer contributions (652-00-1000-0100).....\$4,632,000
 28 KPERS – employer contributions – USDs
 29 (652-00-1000-0110).....\$26,147,000
 30 State foundation aid (652-00-1000-0820).....\$22,614,451
 31 Incentive for technical education (652-00-1000-0130).....\$1,450,000

32 (b) There is appropriated for the above agency from the children's
 33 initiatives fund for the fiscal year ending June 30, 2019, the following:

34 CIF grants (652-00-2000-2408).....\$2,343,930
 35 Quality initiative infants and toddlers (652-00-2000-2420).....\$69,534
 36 Early childhood block grant autism diagnosis (652-00-2000-2422)...\$6,953
 37 Communities aligned in early development and education.....\$1,000,000

38 (c) On July 1, 2018, of the \$486,109,284 appropriated for the above
 39 agency for the fiscal year ending June 30, 2019, by section 2(a) of chapter
 40 95 of the 2017 Session Laws of Kansas from the state general fund in the
 41 supplemental state aid account (652-00-1000-0840), the sum of
 42 \$8,186,284 is hereby lapsed.

43 Sec. 65.

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STATE HISTORICAL SOCIETY

(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 116(b) of chapter 104 of the 2017 Session Laws of Kansas on expenditures from the heritage trust fund (288-00-7379-7600) of the state historical society for state operations is hereby increased from \$56,244 to \$57,476.

Sec. 66.

KANSAS 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, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

- Electrical distribution system project fund (367-00-8001-8318).....No limit
- Salina project fund (367-00-2062-2000).....No limit

Sec. 67.

KANSAS 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, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

- Electrical distribution system project fund (367-00-2520-2080).....No limit
- Salina project fund (367-00-2062-2000).....No limit

Sec. 68.

EMPORIA 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, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

- Abigail Morse hall and the residential life residence project fund (379-00-5650-5120).....No limit

Sec. 69.

EMPORIA STATE UNIVERSITY

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:

- Department of nursing.....\$535,000

(b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

- Abigail Morse hall and the residential life residence project fund (379-00-5650-5120).....No limit

1 health bridging psychiatry fund (683-00-2218-2218) to the psychiatry
2 medical loan repayment fund (683-00-7233-7233).

3 Sec. 74.

4 WICHITA STATE UNIVERSITY

5 (a) There is appropriated for the above agency from the following
6 special revenue fund or funds for the fiscal year ending June 30, 2018, all
7 moneys now or hereafter lawfully credited to and available in such fund or
8 funds, except that expenditures shall not exceed the following:

- 9 Parking garage project fund (715-00-5148-5000).....No limit
- 10 2016J – refunding fund.....No limit

11 Sec. 75.

12 WICHITA STATE UNIVERSITY

13 (a) There is appropriated for the above agency from the state general
14 fund for the fiscal year ending June 30, 2019, the following:

- 15 Aviation infrastructure (710-00-1000-0010).....\$1,700,000
- 16 Aviation research (710-00-1000-0015).....\$5,000,000

17 (b) There is appropriated for the above agency from the following
18 special revenue fund or funds for the fiscal year ending June 30, 2019, all
19 moneys now or hereafter lawfully credited to and available in such fund or
20 funds, except that expenditures shall not exceed the following:

- 21 Parking garage project fund (715-00-5148-5000).....No limit

22 Sec. 76.

23 STATE BOARD OF REGENTS

24 (a) There is appropriated for the above agency from the state general
25 fund for the fiscal year ending June 30, 2018, the following:

- 26 Tuition for technical education (561-00-1000-0120).....\$7,300,000

27 Sec. 77.

28 STATE BOARD OF REGENTS

29 (a) There is appropriated for the above agency from the state general
30 fund for the fiscal year ending June 30, 2019, the following:

- 31 Tuition for technical education (561-00-1000-0120).....\$8,300,000
- 32 National guard education assistance (561-00-1000-1300).....\$1,064,565

33 (b) If the amount of moneys appropriated for the above agency for
34 the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session
35 Laws of Kansas, this or other appropriation act of the 2018 regular session
36 of the legislature, in the postsecondary tiered technical education state aid
37 account (561-00-1000-0760) is \$58,300,000 or greater, then the difference
38 between the amount of moneys appropriated for the fiscal year 2019 and
39 \$58,300,000 shall be distributed based on each eligible institution's
40 calculated gap, according to the postsecondary tiered technical education
41 state aid act, K.S.A. 2017 Supp. 71-1801 through 71-1810, and
42 amendments thereto, as determined by the state board of regents:

43 *Provided*, That if the amount of moneys appropriated for the above agency

1 for fiscal year 2019 is less than \$58,300,000, then each eligible institution
 2 shall receive an amount of moneys proportionally adjusted to equal the
 3 amount of moneys such eligible institution received in fiscal year 2016:
 4 *Provided further*, That on July 1, 2018, the provisions of the proviso to the
 5 appropriation of moneys in the postsecondary tiered technical education
 6 state aid account of the state board of regents in section 136(a) of chapter
 7 104 of the 2017 Session Laws of Kansas is hereby declared to be null and
 8 void and shall have no force and effect.

9 Sec. 78.

10 DEPARTMENT OF CORRECTIONS

11 (a) On the effective date of this act, of the \$3,997,000 appropriated
 12 for the above agency for the fiscal year ending June 30, 2018, by section
 13 214(c) of chapter 104 of the 2017 Session Laws of Kansas from the state
 14 institutions building fund in the debt service – Topeka complex and Larned
 15 juvenile correctional facility account (521-00-8100-8119) the sum of \$170
 16 is hereby lapsed.

17 Sec. 79.

18 DEPARTMENT OF CORRECTIONS

19 (a) There is appropriated for the above agency from the state general
 20 fund for the fiscal year ending June 30, 2019, the following:

21 Operating expenditures (521-00-1000-0603).....	\$276,024
22 Topeka correctional facility – facilities	
23 operations (660-00-1000-0303).....	\$774,351
24 Hutchinson correctional facility – facilities	
25 operations (313-00-1000-0303).....	\$1,463,428
26 Lansing correctional facility – facilities	
27 operations (400-00-1000-0303).....	\$1,579,404
28 Ellsworth correctional facility – facilities	
29 operations (177-00-1000-0303).....	\$616,036
30 Winfield correctional facility – facilities	
31 operations (712-00-1000-0303).....	\$561,234
32 Norton correctional facility – facilities	
33 operations (581-00-1000-0303).....	\$742,893
34 El Dorado correctional facility – facilities	
35 operations (195-00-1000-0303).....	\$1,899,076
36 Larned correctional mental health facility – facilities	
37 operations (408-00-1000-0303).....	\$586,194
38 Kansas juvenile correctional complex – facilities	
39 operations (352-00-1000-0303).....	\$533,007

40 Sec. 80.

41 ADJUTANT GENERAL

42 (a) There is appropriated for the above agency from the state general
 43 fund for the fiscal year ending June 30, 2018, the following:

1 Disaster relief (034-00-1000-0200).....\$1,000,000
 2 Sec. 81.

3 ADJUTANT GENERAL

4 (a) There is appropriated for the above agency from the state general
 5 fund for the fiscal year ending June 30, 2019, the following:
 6 Disaster relief (034-00-1000-0200).....\$1,000,000
 7 Sec. 82.

8 STATE FIRE MARSHAL

9 (a) On July 1, 2018, the expenditure limitation established for the
 10 fiscal year ending June 30, 2019, by the state finance council by section
 11 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the fire
 12 marshal fee fund (234-00-2330-2000) is hereby increased from \$5,067,836
 13 to \$5,287,336.

14 (b) On July 1, 2018, the amount of \$1,000,000 authorized by section
 15 143(b) of the 2017 Session Laws of Kansas to be transferred by the
 16 director of accounts and reports from the fire marshal fee fund (234-00-
 17 2330-2000) of the state fire marshal to the state general fund on July 1,
 18 2018, and January 1, 2019, is hereby decreased to \$500,000.
 19 Sec. 83.

20 KANSAS HIGHWAY PATROL

21 (a) On the effective date of this act, the expenditure limitation
 22 established for the fiscal year ending June 30, 2018, by the state finance
 23 council by section 177(d) of chapter 104 of the 2017 Session Laws of
 24 Kansas on the Kansas highway patrol operations fund (280-00-2034-1100)
 25 of the Kansas highway patrol is hereby decreased from \$52,236,578 to
 26 \$52,070,939.
 27 Sec. 84.

28 KANSAS HIGHWAY PATROL

29 (a) On July 1, 2018, the expenditure limitation established for the
 30 fiscal year ending June 30, 2019, by the state finance council by section
 31 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the Kansas
 32 highway patrol operations fund (280-00-2034-1100) of the Kansas
 33 highway patrol is hereby decreased from \$52,597,147 to \$52,353,840.

34 (b) In addition to the other purposes for which expenditures may be
 35 made by the above agency from moneys appropriated from the Kansas
 36 highway patrol operations fund (280-00-2034-1100) of the Kansas
 37 highway patrol for the fiscal year ending June 30, 2019, by chapter 104 of
 38 the 2017 Session Laws of Kansas, this or any other appropriation act of the
 39 2018 regular session of the legislature, expenditures shall be made by the
 40 above agency from such moneys to provide for the issuance of bonds by
 41 the Kansas development finance authority in accordance with K.S.A. 74-
 42 8905, and amendments thereto, for a capital improvement project to
 43 purchase the land and improvements comprising the troop B headquarters

1 located in Shawnee county, Kansas: *Provided*, That such capital
 2 improvement project is hereby approved for the Kansas highway patrol for
 3 the purposes of K.S.A. 74-8905(b), and amendments thereto, and the
 4 authorization of the issuance of bonds by the Kansas development finance
 5 authority in accordance with that statute: *Provided further*, That the Kansas
 6 highway patrol may make expenditures from the moneys received from
 7 the issuance of any such bonds for such capital improvement project: *And*
 8 *provided further*, That expenditures from the moneys received from the
 9 issuance of any such bonds for such capital improvement project shall not
 10 exceed \$3,220,266 plus all amounts required for costs of bond issuance,
 11 costs of interest on the bonds issued for such capital improvement project,
 12 credit enhancement costs and any required reserves for the payment of
 13 principal and interest on the bonds: *And provided further*, That all moneys
 14 received from the issuance of any such bonds shall be deposited and
 15 accounted for as prescribed by applicable bond covenants: *And provided*
 16 *further*, That debt service for any such bonds for such capital improvement
 17 project shall be financed by appropriations from the Kansas highway
 18 patrol operations fund: *And provided further*, That any such bonds and
 19 interest thereon shall be an obligation only of the Kansas development
 20 finance authority, shall not constitute a debt of the state of Kansas within
 21 the meaning of section 6 or 7 of article 11 of the constitution of the state of
 22 Kansas and shall not pledge the full faith and credit or the taxing power of
 23 the state of Kansas: *Provided, however*, That no such expenditures shall be
 24 made and no such bonds shall be issued unless and until the Kansas
 25 highway patrol has first advised and consulted on such capital
 26 improvement project with the joint committee on state building
 27 construction.

28 (c) In addition to the other purposes for which expenditures may be
 29 made from the Kansas highway patrol operations fund for fiscal year 2019,
 30 expenditures may be made by the above agency from the Kansas highway
 31 patrol operations fund for fiscal year 2019 for the following capital
 32 improvement project or projects, subject to the expenditure limitations
 33 prescribed therefor:

34 Debt service – troop B.....\$300,000

35 *Provided*, That all expenditures from each such capital improvement
 36 account shall be in addition to any expenditure limitations imposed on the
 37 Kansas highway patrol operations fund for fiscal year 2019.

38 (d) On July 1, 2019, or as soon thereafter as moneys are available, the
 39 director of accounts and reports shall transfer \$300,000 from the state
 40 highway fund of the department of transportation to the Kansas highway
 41 patrol operations fund. In addition to other purposes for which
 42 expenditures may be made from the state highway fund during fiscal year
 43 2019 and notwithstanding the provisions of K.S.A. 68-416, and

1 amendments thereto, or any other statute, transfers and expenditures may
2 be made from the state highway fund during fiscal year 2019 for support
3 and maintenance of the Kansas highway patrol.

4 Sec. 85.

5 ATTORNEY GENERAL – KANSAS
6 BUREAU OF INVESTIGATION

7 (a) There is appropriated for the above agency from the state general
8 fund for the fiscal year ending June 30, 2018, for the capital improvement
9 project or projects specified, the following:

10 Internet crimes against children fund.....\$250,000

11 Sec. 86.

12 ATTORNEY GENERAL – KANSAS
13 BUREAU OF INVESTIGATION

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

16 Operating expenditures (083-00-1000-0083).....\$1,300,000

17 (b) There is appropriated for the above agency from the state general
18 fund for the fiscal year ending June 30, 2019, for the capital improvement
19 project or projects specified, the following:

20 Internet crimes against children fund.....\$250,000

21 Sec. 87.

22 KANSAS COMMISSION ON PEACE OFFICERS'
23 STANDARDS AND TRAINING

24 (a) On the effective date of this act, the expenditure limitation
25 established for the fiscal year ending June 30, 2018, by section 177(d) of
26 chapter 104 of the 2017 Session Laws of Kansas on the Kansas
27 commission on peace officers' standards and training fund (529-00-2583-
28 2580) of the Kansas commission on peace officers' standards and training
29 is hereby increased from \$605,176 to \$634,068.

30 Sec. 88.

31 KANSAS COMMISSION ON PEACE OFFICERS'
32 STANDARDS AND TRAINING

33 (a) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the
35 2017 Session Laws of Kansas on the Kansas commission on peace
36 officers' standards and training fund (529-00-2583-2580) of the Kansas
37 commission on peace officers' standards and training is hereby increased
38 from \$635,318 to \$667,505.

39 Sec. 89.

40 KANSAS DEPARTMENT OF AGRICULTURE

41 (a) There is appropriated for the above agency from the state water
42 plan fund for the fiscal year ending June 30, 2018, for the water plan
43 project or projects specified, the following:

1 Riparian and wetland program (046-00-1800-1260).....\$281,312
 2 Sec. 90.

3 KANSAS DEPARTMENT OF AGRICULTURE

4 (a) There is appropriated for the above agency from the state general
 5 fund for the fiscal year ending June 30, 2019, the following:

6 Operating expenditures (046-00-1000-0053).....\$77,868
 7 Sec. 91.

8 STATE FAIR BOARD

9 (a) There is appropriated for the above agency from the state general
 10 fund for the fiscal year ending June 30, 2019, for the capital improvement
 11 project or projects specified, the following:

12 Bison arena renovation.....\$500,000
 13 Sec. 92.

14 KANSAS WATER OFFICE

15 (a) There is appropriated for the above agency from the state water
 16 plan fund for the fiscal year ending June 30, 2018, for the state water plan
 17 project or projects specified, the following:

18 Milford lake watershed regional conservation partnership program
 19\$200,000
 20 Milford and Marion reservoirs harmful algae bloom pilot.....\$400,000
 21 Sec. 93.

22 KANSAS WATER OFFICE

23 (a) During the fiscal year ending June 30, 2019, the director of the
 24 Kansas water office shall certify to the director of accounts and reports the
 25 amount of moneys expended by the Kansas department of agriculture from
 26 the state general fund that is attributable to administration of the state
 27 water plan storage act (K.S.A. 82a-1301 et seq., and amendments thereto)
 28 or the water assurance program act (K.S.A. 82a-1330 et seq., and
 29 amendments thereto): *Provided*, That upon receipt of such certification, or
 30 as soon thereafter as moneys are available, the director of accounts and
 31 reports shall transfer the amount certified from the water marketing fund
 32 (709-00-2255-2100) of the Kansas water office to the state general fund:
 33 *Provided further*, That the director of the Kansas water office shall transmit
 34 a copy of each such certification to the director of the budget and the
 35 director of legislative research.

36 (b) On July 1, 2018, the amount of \$419,474 authorized by section
 37 159(i) of chapter 104 of the 2017 Session Laws of Kansas to be transferred
 38 by the director of accounts and reports from the water marketing fund
 39 (709-00-2255-2100) of the Kansas water office to the state general fund on
 40 July 1, 2018, is hereby decreased to \$411,074.

41 (c) There is appropriated for the above agency from the state water
 42 plan fund for the fiscal year ending June 30, 2019, for the state water plan
 43 project or projects specified, the following:

1	Milford lake watershed regional conservation partnership program	
2	\$200,000
3	<i>Provided</i> , That any unencumbered balance in the Milford lake watershed	
4	regional conservation partnership program account in excess of \$100 as of	
5	June 30, 2018, is hereby reappropriated for fiscal year 2019.	
6	Milford and Marion reservoirs harmful algae bloom pilot.....	\$500,000
7	<i>Provided</i> , That any unencumbered balance in the Milford and Marion	
8	reservoirs harmful algae bloom pilot account in excess of \$100 as of June	
9	30, 2018, is hereby reappropriated for fiscal year 2019.	
10	Best management practices implementation.....	\$1,000,000
11	Streambank stabilization (709-00-1800-1265).....	\$250,000
12	<i>Provided</i> , That any unencumbered balance in the streambank stabilization	
13	account in excess of \$100 as of June 30, 2018, is hereby reappropriated for	
14	fiscal year 2019.	
15	Interstate water compliance.....	\$100,000
16	<i>Provided</i> , That notwithstanding the provisions of K.S.A. 82a-951, and	
17	amendments thereto, or any other statute, during the fiscal year ending	
18	June 30, 2019, expenditures may be made from the interstate water	
19	compliance account of the state water plan fund by the above agency for	
20	salaries and wages, and associated fringe benefits, for an interstate water	
21	compact compliance engineer.	
22	Reservoir bathymetric surveys and biological research (709-00-1800-	
23	1275).....	\$100,000
24	<i>Provided</i> , That any unencumbered balance in the reservoir bathymetric	
25	surveys and biological research account in excess of \$100 as of June 30,	
26	2018, is hereby reappropriated for fiscal year 2019.	
27	Kansas river alluvial aquifer observation well network (709-00-1800-	
28	1270).....	\$50,000
29	<i>Provided</i> , That any unencumbered balance in the Kansas river alluvial	
30	aquifer observation well network account in excess of \$100 as of June 30,	
31	2018, is hereby reappropriated for fiscal year 2019.	
32	Crop research – sorghum.....	\$150,000
33	Crop research – hemp.....	\$100,000
34	Streambank stabilization effectiveness research.....	\$100,000
35	Harmful algae bloom research.....	\$100,000
36	Equus Beds aquifer chloride plume pilot.....	\$75,000
37	Water resource planner.....	\$100,000
38	<i>Provided</i> , That notwithstanding the provisions of K.S.A. 82a-951, and	
39	amendments thereto, or any other statute, during the fiscal year ending	
40	June 30, 2019, expenditures may be made from the water resource planner	
41	account of the state water plan fund by the above agency for salaries and	
42	wages, and associated fringe benefits, for a water resource planner.	
43	Kansas Watershed restoration and Protection Strategy (WRAPS) program	

1\$175,000
2 Sec. 94.

3 KANSAS DEPARTMENT OF
4 WILDLIFE, PARKS AND TOURISM

5 (a) On the effective date of this act, the expenditure limitation
6 established for the fiscal year ending June 30, 2018, by the state finance
7 council by section 177(d) of chapter 104 of the 2017 Session Laws of
8 Kansas on the wildlife fee fund (710-00-2300-2880) of the Kansas
9 department of wildlife, parks and tourism is hereby increased from
10 \$30,346,754 to \$32,385,661.

11 (b) On the effective date of this act, the expenditure limitation
12 established for the fiscal year ending June 30, 2018, by the state finance
13 council by section 177(d) of chapter 104 of the 2017 Session Laws of
14 Kansas on the parks fee fund (710-00-2122-2050) of the Kansas
15 department of wildlife, parks and tourism is hereby increased from
16 \$9,026,919 to \$9,959,340.

17 (c) On the effective date of this act, the expenditure limitation
18 established for the fiscal year ending June 30, 2018, by the state finance
19 council by section 177(d) of chapter 104 of the 2017 Session Laws of
20 Kansas on the boating fee fund (710-00-2245-2800) of the Kansas
21 department of wildlife, parks and tourism is hereby increased from
22 \$1,118,974 to \$1,126,942.

23 (d) On the effective date of this act, the expenditure limitation
24 established for the fiscal year ending June 30, 2018, by the state finance
25 council by section 177(d) of chapter 104 of the 2017 Session Laws of
26 Kansas on the department access roads fund (710-00-2178-2761) of the
27 Kansas department of wildlife, parks and tourism is hereby increased from
28 \$1,634,413 to \$1,652,261.

29 (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100,
30 and amendments thereto, or any other statute to the contrary, in addition to
31 the other purposes for which expenditures may be made by the Kansas
32 department of wildlife, parks and tourism from moneys appropriated from
33 the wildlife fee fund (710-00-2300-2880) of the Kansas department of
34 wildlife, parks and tourism for the fiscal year ending June 30, 2018, by
35 chapter 104 of the 2017 Session Laws of Kansas, this or any other
36 appropriation act of the 2018 regular session of the legislature,
37 expenditures may be made by the above agency from such moneys during
38 fiscal year 2018 to issue senior lifetime hunting and fishing licenses to
39 Kansas resident disabled veterans who are 65 years of age or older:
40 *Provided*, That such licenses are hereby authorized to be issued without
41 charge to such veterans in accordance with policies and procedures
42 prescribed by the secretary of wildlife, parks and tourism: *Provided*
43 *further*, That to qualify for such license without charge, the resident

1 disabled veteran shall have been separated from the armed services under
2 honorable conditions and have a disability certified by the Kansas
3 commission on veterans affairs office as being service related and such
4 service-connected disability is equal to or greater than 30%.

5 Sec. 95.

6 KANSAS DEPARTMENT OF
7 WILDLIFE, PARKS AND TOURISM

8 (a) On July 1, 2018, the expenditure limitation established for the
9 fiscal year ending June 30, 2019, by the state finance council by section
10 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the wildlife
11 fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks
12 and tourism is hereby increased from \$30,187,879 to \$33,894,060.

13 (b) On July 1, 2018, the expenditure limitation established for the
14 fiscal year ending June 30, 2019, by the state finance council by section
15 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the parks fee
16 fund (710-00-2122-2050) of the Kansas department of wildlife, parks and
17 tourism is hereby increased from \$9,098,199 to \$9,969,845.

18 (c) On July 1, 2018, the expenditure limitation established for the
19 fiscal year ending June 30, 2019, by the state finance council by section
20 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the boating
21 fee fund (710-00-2245-2800) of the Kansas department of wildlife, parks
22 and tourism is hereby increased from \$1,107,541 to \$1,168,599.

23 (d) On July 1, 2018, the expenditure limitation established for the
24 fiscal year ending June 30, 2019, by the state finance council by section
25 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
26 department access road fund (710-00-2178-2761) of the Kansas
27 department of wildlife, parks and tourism is hereby increased from
28 \$1,636,652 to \$1,654,683.

29 (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100,
30 and amendments thereto, or any other statute to the contrary, in addition to
31 the other purposes for which expenditures may be made by the Kansas
32 department of wildlife, parks and tourism from moneys appropriated from
33 the wildlife fee fund (710-00-2300-2880) of the Kansas department of
34 wildlife, parks and tourism for the fiscal year ending June 30, 2019, by
35 chapter 104 of the 2017 Session Laws of Kansas, this or any other
36 appropriation act of the 2018 regular session of the legislature,
37 expenditures may be made by the above agency from such moneys during
38 fiscal year 2019 to issue senior lifetime hunting and fishing licenses to
39 Kansas resident disabled veterans who are 65 years of age or older:
40 *Provided*, That such licenses are hereby authorized to be issued without
41 charge to such veterans in accordance with policies and procedures
42 prescribed by the secretary of wildlife, parks and tourism: *Provided*
43 *further*, That to qualify for such license without charge, the resident

1 disabled veteran shall have been separated from the armed services under
2 honorable conditions and have a disability certified by the Kansas
3 commission on veterans affairs office as being service related and such
4 service-connected disability is equal to or greater than 30%.

5 Sec. 96.

6 STATE FINANCE COUNCIL

7 (a) On the effective date of this act, of the \$12,200,000 appropriated
8 for the above agency for the fiscal year ending June 30, 2018, by section
9 177(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
10 general fund in the state employee pay increase fund account, the sum of
11 \$264,875 is hereby lapsed.

12 Sec. 97.

13 STATE FINANCE COUNCIL

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

16 State employee pay increase fund.....\$1,835,125

17 *Provided*, That all moneys in the state employee pay increase fund shall be
18 used for the purpose of paying the proportionate share of the cost to the
19 state general fund of the salary increase, including associated employer
20 contributions, during fiscal year 2019.

21 (b) There is appropriated for the above agency from the state
22 economic development initiatives fund for the fiscal year ending June 30,
23 2019, the following:

24 State employee pay increase..... \$15,000

25 *Provided*, That all moneys in the state employee pay increase account shall
26 be used for the purpose of paying the proportionate share of the cost to the
27 state economic development initiatives fund of the salary increase,
28 including associated employer contributions, during fiscal year 2019.

29 (c) There is appropriated for the above agency from the state water
30 plan fund for the fiscal year ending June 30, 2019, the following:

31 State employee pay increase.....\$2,000

32 *Provided*, That all moneys in the state employee pay increase account shall
33 be used for the purpose of paying the proportionate share of the cost to the
34 state water plan fund of the salary increase, including associated employer
35 contributions, during fiscal year 2019.

36 (d) There is appropriated for the above agency from the children's
37 initiatives fund for the fiscal year ending June 30, 2019, the following:

38 State employee pay increase.....\$2,000

39 *Provided*, That all moneys in the state employee pay increase account shall
40 be used for the purpose of paying the proportionate share of the cost to the
41 children's initiatives fund of the salary increase, including associated
42 employer contributions, during fiscal year 2019.

43 (e) Upon recommendation of the director of the budget, the state

1 finance council, acting on this matter which is hereby characterized as a
2 matter of legislative delegation and subject to the guidelines prescribed in
3 K.S.A. 75-3711c(c), and amendments thereto, is hereby authorized to
4 approve increases in expenditure limitations on special revenue funds and
5 accounts and increase the transfers between special revenue funds as
6 necessary to pay the salary increases under this section for the fiscal year
7 ending June 30, 2019. The director of accounts and reports is hereby
8 authorized and directed to increase expenditure limitations on such special
9 revenue funds and accounts and increase the transfers between special
10 revenue funds in accordance with such approval for the purpose of paying
11 from such funds or accounts the proportionate share of the cost to such
12 funds or accounts, including associated employer contributions, of the
13 salary increases and other amounts specified for the fiscal year ending
14 June 30, 2019.

15 (f) The director of the budget shall prepare a budget estimate based
16 upon the most recent payroll information for the salary increases and other
17 amounts specified, and all amendments and revisions of such estimate, and
18 the director of the budget shall submit a copy of such estimate, and all
19 amendments and revisions thereof, directly to the director of legislative
20 research.

21 (g) A benefits-eligible state employee shall be eligible for a salary
22 increase of a single step for employees in the classified service and the
23 equivalent amount for employees in the unclassified service, including
24 associated employer contributions, under this section if such state
25 employee did not receive an increase in salary pursuant to section 177 of
26 chapter 104 of the 2017 Session Laws of Kansas, executive directive 17-
27 482 or for any other reason other than one involving a change in the
28 employee's duties or responsibilities. The provisions of this section shall
29 apply to the compensation and bi-weekly allowance paid to each member
30 of the legislature.

31 (h) The provisions of this section shall not apply to:

32 (1) Trooper or officer classifications of the Kansas highway patrol.

33 (2) Teachers and licensed personnel and employees at the Kansas
34 state school for the deaf or the Kansas state school for the blind.

35 (3) Employees of the Kansas bureau of investigation who were
36 included in the recruitment and retention plan of the Kansas bureau of
37 investigation.

38 (4) State officers elected on a statewide basis.

39 (5) Department of corrections officers and professional staff.

40 (6) Employees of the judicial branch and any employee whose pay is
41 linked to the pay of employees in the judicial branch.

42 (7) Employees of the board of regents and regents institutions.

43 Sec. 98. (a) Any unencumbered balance in excess of \$100 as of June

1 30, 2018, which was appropriated in fiscal year 2018, in each of the
2 rehabilitation and repair projects, Americans with disabilities act
3 compliance projects, state fire marshal code compliance projects and
4 improvements to classroom projects for institutions of higher education
5 accounts of the Kansas educational building fund of each regents agency is
6 hereby reappropriated for fiscal year 2019.

7 (b) Any unencumbered balance in excess of \$100 as of June 30,
8 2019, which was appropriated in fiscal year 2018, in each of the
9 rehabilitation and repair projects, Americans with disabilities act
10 compliance projects, state fire marshal code compliance projects and
11 improvements to classroom projects for institutions of higher education
12 accounts of the Kansas educational building fund of each regents agency is
13 hereby reappropriated for fiscal year 2020.

14 (c) Any unencumbered balance in excess of \$100 as of June 30, 2020,
15 which was appropriated in fiscal year 2018, in each of the rehabilitation
16 and repair projects, Americans with disabilities act compliance projects,
17 state fire marshal code compliance projects and improvements to
18 classroom projects for institutions of higher education accounts of the
19 Kansas educational building fund of each regents agency is hereby
20 reappropriated for fiscal year 2021.

21 (d) Any unencumbered balance in excess of \$100 as of June 30,
22 2019, which was appropriated in fiscal year 2019, in each of the
23 rehabilitation and repair projects, Americans with disabilities act
24 compliance projects, state fire marshal code compliance projects and
25 improvements to classroom projects for institutions of higher education
26 accounts of the Kansas educational building fund of each regents agency is
27 hereby reappropriated for fiscal year 2020.

28 (e) Any unencumbered balance in excess of \$100 as of June 30, 2020,
29 which was appropriated in fiscal year 2019, in each of the rehabilitation
30 and repair projects, Americans with disabilities act compliance projects,
31 state fire marshal code compliance projects and improvements to
32 classroom projects for institutions of higher education accounts of the
33 Kansas educational building fund of each regents agency is hereby
34 reappropriated for fiscal year 2021.

35 (f) Any unencumbered balance in excess of \$100 as of June 30, 2021,
36 which was appropriated in fiscal year 2019, in each of the rehabilitation
37 and repair projects, Americans with disabilities act compliance projects,
38 state fire marshal code compliance projects and improvements to
39 classroom projects for institutions of higher education accounts of the
40 Kansas educational building fund of each regents agency is hereby
41 reappropriated for fiscal year 2022.

42 (g) As used in this section, "regents agency" means Fort Hays state
43 university, Kansas state university, Emporia state university, Pittsburg state

1 university, the university of Kansas, the university of Kansas medical
2 center and Wichita state university.

3 Sec. 99. During the fiscal years ending June 30, 2018, and June 30,
4 2019, notwithstanding any other provision of law to the contrary, no state
5 agency shall expend any moneys appropriated from the state general fund
6 or from any special revenue fund or funds for fiscal year 2018 or 2019 by
7 chapter 104 of the 2017 Session Laws of Kansas, this or any other
8 appropriation act of the 2018 regular session of the legislature to submit or
9 maintain to the United States centers for medicare and medicaid services
10 any request to administer or provide state medicaid services under the
11 Kansas medical assistance program using a capitated managed care
12 delivery system in any manner that is substantially different than the
13 manner in which state medicaid services under the Kansas medical
14 assistance program were provided on January 1, 2018, including, but not
15 limited to, imposing any new eligibility requirements or limitations to
16 receive such services, without express prior authorization by an act or
17 appropriation act of the legislature: *Provided*, That any state agency that
18 has submitted such a request to the United States centers for medicare and
19 medicaid services that is not in accordance with this section shall
20 immediately terminate such request: *Provided further*, That no state agency
21 shall enter into any contract for the administration and provision of state
22 medicaid services using a capitated managed care delivery system in
23 violation of this section without express prior authorization by an act or
24 appropriation act of the legislature: *And provided further*, That the
25 department of health and environment, the Kansas department for aging
26 and disability services and the department of administration shall negotiate
27 for contracts to administer state medicaid services using a capitated
28 managed care delivery system that comply with this section, including
29 altering the request for proposal identified by the department of
30 administration as bid event 0005464, opened on October 27, 2017, and
31 closed on January 5, 2018, limited to persons who have submitted a bid in
32 response to bid event 0005464: *And provided further*, That any such
33 contract shall be for a term of three years commencing on the termination
34 date of contracts for the administration and provision of state medicaid
35 services under the Kansas medical assistance program using a capitated
36 managed care delivery system that were in effect on January 1, 2018, and
37 shall not impose any new eligibility requirements or limitations to receive
38 such services that were not in effect on January 1, 2018: *And provided*
39 *further*, That the department of health and environment and the Kansas
40 department for aging and disability services shall submit to the United
41 States centers for medicare and medicaid services a request to extend for
42 three years any waiver that was in effect on January 1, 2018, authorizing
43 the state of Kansas to administer state medicaid services under the Kansas

1 medical assistance program using a capitated managed care delivery
2 system in accordance with this section: *Provided, however,* That the
3 department of health and environment and the Kansas department for
4 aging and disability services may modify the manner in which state
5 medicaid services were provided on January 1, 2018, by implementing:
6 Any provision of K.S.A. 2017 Supp. 39-709h and 39-709i, and
7 amendments thereto; any policy that expands access to behavioral health
8 services or services delivered through telehealth technology services, if
9 such policy does not impose any new eligibility requirements or
10 limitations to receive state medicaid services that were not in effect on
11 January 1, 2018; and any other action approved by express prior
12 authorization by an act or appropriation act of the legislature.

13 Sec. 100. (a) For the fiscal years ending June 30, 2018, and June 30,
14 2019, the director of the budget, in consultation with the director of
15 legislative research, shall certify, at the end of each such fiscal year, the
16 amount of actual tax receipt revenues to the state general fund that is in
17 excess of, or is less than, the amount of estimated tax receipt revenues to
18 the state general fund pursuant to the most recent joint estimate of revenue
19 under K.S.A. 75-6701, and amendments thereto, for such fiscal year, and
20 shall transmit such certification to the director of accounts and reports.

21 (b) Upon receipt of such certification, or as soon thereafter as moneys
22 are available, the director of accounts and reports shall transfer such
23 certified excess amount from the state general fund as follows:

24 (1) 50% to the budget stabilization fund established by K.S.A. 2017
25 Supp. 75-6706, and amendments thereto; and

26 (2) 50% to the pooled money investment portfolio pursuant to K.S.A.
27 75-4209(m)(2) and (m)(4), and amendments thereto, to pay in full or in
28 part the amounts to be transferred. Any moneys transferred to the pooled
29 money investment portfolio pursuant to this section shall be credited to the
30 final payment to be made in fiscal year 2024, and each next preceding
31 fiscal year thereafter as moneys are available.

32 (c) If the amount of actual tax receipt revenues to the state general
33 fund is less than the amount of estimated tax receipt revenues to the state
34 general fund, then no transfers shall be made pursuant to this section.

35 ***{Sec. 101. During the fiscal years ending June 30, 2018, and June***
36 ***30, 2019, no state agency named in chapter 104 of the 2017 Session***
37 ***Laws of Kansas, this or any other appropriation act of the 2018 regular***
38 ***session of the legislature shall expend any moneys appropriated from the***
39 ***state general fund or from any special revenue fund or funds for fiscal***
40 ***years 2018 and 2019 by chapter 104 of the 2017 Session Laws of***
41 ***Kansas, this or any other appropriation act of the 2018 regular session***
42 ***of the legislature to conduct research using tissue from any aborted***
43 ***fetus or to conduct any destructive embryonic research.}***

1 Sec. ~~101.~~ **{102.}** K.S.A. 2017 Supp. 75-2263 is hereby amended to
2 read as follows: 75-2263. (a) Subject to the provisions of subsection (j),
3 the board of trustees is responsible for the management and investment of
4 that portion of state moneys available for investment by the pooled money
5 investment board that is certified by the state treasurer to the board of
6 trustees as being equivalent to the aggregate net amount received for
7 unclaimed property and shall discharge the board's duties with respect to
8 such moneys solely in the interests of the state general fund and shall
9 invest and reinvest such moneys and acquire, retain, manage, including the
10 exercise of any voting rights and disposal of investments of such moneys
11 within the limitations and according to the powers, duties and purposes as
12 prescribed by this section.

13 (b) Moneys specified in subsection (a) shall be invested and
14 reinvested to achieve the investment objective which is preservation of
15 such moneys and accordingly providing that the moneys are as productive
16 as possible, subject to the standards set forth in this section. No such
17 moneys shall be invested or reinvested if the sole or primary investment
18 objective is for economic development or social purposes or objectives.

19 (c) In investing and reinvesting moneys specified in subsection (a)
20 and in acquiring, retaining, managing and disposing of investments of the
21 moneys, the board of trustees shall exercise the judgment, care, skill,
22 prudence and diligence under the circumstances then prevailing, which
23 persons of prudence, discretion and intelligence acting in a like capacity
24 and familiar with such matters would use in the conduct of an enterprise of
25 like character and with like aims by diversifying the investments of the
26 moneys so as to minimize the risk of large losses, unless under the
27 circumstances it is clearly prudent not to do so, and not in regard to
28 speculation but in regard to the permanent disposition of similar moneys,
29 considering the probable income as well as the probable safety of their
30 capital.

31 (d) In the discharge of such management and investment
32 responsibilities the board of trustees may contract for the services of one
33 or more professional investment advisors or other consultants in the
34 management and investment of such moneys and otherwise in the
35 performance of the duties of the board of trustees under this section.

36 (e) The board of trustees shall require that each person contracted
37 with under subsection (d) to provide services shall obtain commercial
38 insurance which provides for errors and omissions coverage for such
39 person in an amount to be specified by the board of trustees. The amount
40 of such coverage specified by the board of trustees shall be at least the
41 greater of \$500,000 or 1% of the funds entrusted to such person up to a
42 maximum of \$10,000,000. The board of trustees shall require a person
43 contracted with under subsection (d) to provide services to give a fidelity

1 bond in a penal sum as may be fixed by law or, if not so fixed, as may be
2 fixed by the board of trustees, with corporate surety authorized to do
3 business in this state. Such persons contracted with the board of trustees
4 pursuant to subsection (d) and any persons contracted with such persons to
5 perform the functions specified in subsection (b) shall be deemed to be
6 fiduciary agents of the board of trustees in the performance of contractual
7 obligations.

8 (f) (1) Subject to the objective set forth in subsection (b) and the
9 standards set forth in subsection (c), the board of trustees shall formulate
10 and adopt policies and objectives for the investment and reinvestment of
11 such moneys and the acquisition, retention, management and disposition of
12 investments of the moneys. Such policies and objectives shall be in writing
13 and shall include:

14 (A) Specific asset allocation standards and objectives;

15 (B) establishment of criteria for evaluating the risk versus the
16 potential return on a particular investment; and

17 (C) a requirement that all investment advisors, and any managers or
18 others with similar duties and responsibilities as investment advisors, shall
19 immediately report all instances of default on investments to the board of
20 trustees and provide such board of trustees with recommendations and
21 options, including, but not limited to, curing the default or withdrawal
22 from the investment.

23 (2) The board of trustees shall review such policies and objectives,
24 make changes considered necessary or desirable and readopt such policies
25 and objectives on an annual basis.

26 (g) Except as provided in subsection (d) and this subsection, the
27 custody of such moneys shall remain in the custody of the state treasurer,
28 except that the board of trustees may arrange for the custody of such
29 moneys as it considers advisable with one or more member banks or trust
30 companies of the federal reserve system or with one or more banks in the
31 state of Kansas, or both, to be held in safekeeping by the banks or trust
32 companies for the collection of the principal and interest or other income
33 or of the proceeds of sale. All such moneys shall be considered moneys in
34 the state treasury for purposes of K.S.A. 75-6704, and amendments
35 thereto.

36 (h) All interest or other income of the investments of the moneys
37 invested under this section, after payment of any management fees, shall
38 be deposited in the state treasury to the credit of the state general fund.

39 (i) Subject to the provisions of subsection (j), the state treasurer shall
40 certify to the board of trustees a portion of state moneys available for
41 investment by the pooled money investment board that is equivalent to the
42 aggregate net amount received for unclaimed property. The state treasurer
43 shall transfer the amount certified to the board of trustees. *During fiscal*

1 *years 2018 and 2019, the state treasurer shall not certify or transfer any*
2 *state moneys available for investment pursuant to this subsection.*

3 (j) (1) During fiscal year 2017, the board of trustees shall liquidate all
4 investments and reinvestments of state moneys certified by the state
5 treasurer to the board of trustees pursuant to subsection (a).

6 (2) Upon receiving any such amounts from any such liquidation, the
7 state treasurer shall remit the entire amount in accordance with the
8 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of
9 each such remittance, the state treasurer shall deposit the entire amount in
10 the state treasury and credit any earnings from the liquidation to the state
11 general fund and credit the principal that had been invested and reinvested
12 to the pooled money investment portfolio.

13 (k) As used in this section:

14 (1) "Board of trustees" means the board of trustees of the Kansas
15 public employees retirement system established by K.S.A. 74-4905, and
16 amendments thereto.

17 (2) "Fiduciary" means a person who, with respect to the moneys
18 invested under this section, is a person who:

19 (A) Exercises any discretionary authority with respect to
20 administration of the moneys;

21 (B) exercises any authority to invest or manage such moneys or has
22 any authority or responsibility to do so;

23 (C) provides investment advice for a fee or other direct or indirect
24 compensation with respect to such moneys or has any authority or
25 responsibility to do so;

26 (D) provides actuarial, accounting, auditing, consulting, legal or other
27 professional services for a fee or other direct or indirect compensation with
28 respect to such moneys or has any authority or responsibility to do so; or

29 (E) is a member of the board of trustees or of the staff of the board of
30 trustees.

31 ~~Sec. 102.~~ **{103.}** K.S.A. 2017 Supp. 75-4209 is hereby amended to
32 read as follows: 75-4209. (a) The director of investments may invest and
33 reinvest state moneys eligible for investment which are not invested in
34 accordance with K.S.A. 75-4237, and amendments thereto, in the
35 following investments:

36 (1) Direct obligations of, or obligations that are insured as to principal
37 and interest by, the United States of America or any agency thereof and
38 obligations and securities of the United States sponsored enterprises which
39 under federal law may be accepted as security for public funds, on and
40 after the effective date of this act moneys available for investment under
41 this subsection shall not be invested in mortgage-backed securities of such
42 enterprises and of the government national mortgage association, except
43 that any such mortgage-backed securities held prior to the effective date of

1 this act may be held to maturity;

2 (2) repurchase agreements with a bank or a primary government
3 securities dealer which reports to the market reports division of the federal
4 reserve bank of New York for direct obligations of, or obligations that are
5 insured as to principal and interest by, the United States government or any
6 agency thereof and obligations and securities of United States government
7 sponsored enterprises which under federal law may be accepted as security
8 for public funds;

9 (3) commercial paper that does not exceed 270 days to maturity and
10 which has received one of the two highest commercial paper credit ratings
11 by a nationally recognized investment rating firm; and

12 (4) corporate bonds which have received one of the two highest
13 ratings by a nationally recognized investment rating firm.

14 (b) When moneys are available for deposit or investments, the
15 director of investments may invest in SKILL act projects and bonds
16 pursuant to K.S.A. 74-8920, and amendments thereto, and in state agency
17 bonds and bond projects.

18 (c) When moneys are available for deposits or investments, the
19 director of investments may invest in preferred stock of Kansas venture
20 capital, inc., under terms and conditions prescribed by K.S.A. 74-8203,
21 and amendments thereto, but such investments shall not in the aggregate
22 exceed a total amount of \$10,000,000.

23 (d) When moneys are available for deposits or investments, the
24 director of investments may invest in loans pursuant to legislative
25 mandates, except that not more than the greater of 10% or \$140,000,000 of
26 the state moneys shall be invested. The provisions of this subsection shall
27 not apply to the provisions of subsection (m).

28 (e) Interest on investment accounts in banks is to be paid at maturity,
29 but not less than annually.

30 (f) Investments made by the director of investments under the
31 provisions of this section shall be made with judgment and care, under
32 circumstances then prevailing, which persons of prudence, discretion and
33 intelligence exercise in the management of their own affairs, not for
34 speculation, but for investment, considering the probable safety of their
35 capital as well as the probable income to be derived.

36 (g) Investments under subsection (a) or (b) or under K.S.A. 75-4237,
37 and amendments thereto, shall be for a period not to exceed four years,
38 except that linked deposits authorized under the provisions of K.S.A. 2-
39 3703 through 2-3707, and amendments thereto, shall not exceed a period
40 of 10 years; agricultural production loan deposits authorized under the
41 provisions of K.S.A. 2017 Supp. 75-4268 through 75-4274, and
42 amendments thereto, shall not exceed a period of eight years and housing
43 loan deposits authorized under K.S.A. 2017 Supp. 75-4276 through 75-

1 4282, and amendments thereto, shall not exceed a period of five years or
2 20 years, as applicable pursuant to K.S.A. 2017 Supp. 75-4279, and
3 amendments thereto.

4 (h) Investments in securities under subsection (a)(1) shall be limited
5 to securities which do not have any more interest rate risk than do direct
6 United States government obligations of similar maturities. For purposes
7 of this subsection, "interest rate risk" means market value changes due to
8 changes in current interest rates.

9 (i) The director of investments shall not invest state moneys eligible
10 for investment under subsection (a), in the municipal investment pool
11 fund, created under K.S.A. 12-1677a, and amendments thereto.

12 (j) The director of investments shall not invest moneys in the pooled
13 money investment portfolio in derivatives. As used in this subsection,
14 "derivatives" means a financial contract whose value depends on the value
15 of an underlying asset or index of asset values.

16 (k) Moneys and investments in the pooled money investment
17 portfolio shall be invested and reinvested by the director of investments in
18 accordance with investment policies developed, approved, published and
19 updated on an annual basis by the board. Such investment policies shall
20 include at a minimum guidelines which identify credit standards, eligible
21 instruments, allowable maturity ranges, methods for valuing the portfolio,
22 calculating earnings and yields and limits on portfolio concentration for
23 each type of investment. Any changes in such investment policies shall be
24 approved by the pooled money investment board. Such investment policies
25 may specify the contents of reports, methods of crediting funds and
26 accounts and other operating procedures.

27 (l) The board shall adopt rules and regulations to establish an overall
28 percentage limitation on the investment of moneys in investments
29 authorized under subsection (a)(3), and within such authorized investment,
30 the board shall establish a percentage limitation on the investment in any
31 single business entity.

32 (m) (1) During the fiscal year ending June 30, 2017, the director of
33 the budget shall estimate on or before June 27, 2017, the amount of the
34 unencumbered ending balance in the state general fund for fiscal year
35 2017. If the amount of such unencumbered ending balance in the state
36 general fund is less than \$50,000,000, the director of the budget shall
37 certify the difference between \$50,000,000, and the amount of such
38 unencumbered ending balance to the pooled money investment board.
39 Upon the liquidation of all investments and reinvestments of state moneys
40 pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments thereto, and
41 upon receipt of such certification by the director of the budget, during the
42 fiscal year ending June 30, 2017, the pooled money investment board shall
43 authorize the director of accounts and reports to transfer an amount equal

1 to the amount certified by the director of the budget pursuant to this
2 subsection from the pooled money investment portfolio to the state general
3 fund. Upon receipt of such authorization, the director of accounts and
4 reports shall make such transfer. The chairperson of the pooled money
5 investment board shall transmit a copy of such authorization to the director
6 of legislative research and the director of the budget.

7 (2) On or before June 30, 2019, June 30, 2020, June 30, 2021, June
8 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and
9 reports shall transfer an amount equal to $\frac{1}{6}$ of the amount transferred
10 pursuant to subsection (m)(1) from the state general fund to the pooled
11 money investment portfolio. *Any transfer made pursuant to this subsection*
12 *shall be reduced by the amount of moneys credited to any fiscal year*
13 *payment pursuant to section 100, and amendments thereto.*

14 (3) During the fiscal year ending June 30, 2018, after any transfer
15 made pursuant to subsection (m)(1), the pooled money investment board
16 shall authorize the director of accounts and reports to transfer the
17 remaining amount of all investments and reinvestments of state moneys
18 liquidated pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments
19 thereto, from the pooled money investment portfolio to the state general
20 fund. Upon receipt of such authorization, the director of accounts and
21 reports shall make such transfer. The chairperson of the pooled money
22 investment board shall transmit a copy of such authorization to the director
23 of legislative research and the director of the budget.

24 (4) On or before June 30, 2019, June 30, 2020, June 30, 2021, June
25 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and
26 reports shall transfer an amount equal to $\frac{1}{6}$ of the amount transferred
27 pursuant to subsection (m)(3) from the state general fund to the pooled
28 money investment portfolio. *Any transfer made pursuant to this subsection*
29 *shall be reduced by the amount of moneys credited to any fiscal year*
30 *payment pursuant to section 100, and amendments thereto.*

31 ~~Sec. 103.~~ **{104.}** K.S.A. 2017 Supp. 75-6706 is hereby amended to
32 read as follows: 75-6706. (a) On July 1, 2017, the budget stabilization fund
33 is hereby established in the state treasury.

34 (b) On or before the 10th day of each month commencing July 1,
35 2017, the director of accounts and reports shall transfer from the state
36 general fund to the budget stabilization fund interest earnings based on:

37 (1) The average daily balance of moneys in the budget stabilization
38 fund, for the preceding month; and

39 (2) the net earnings rate of the pooled money investment portfolio for
40 the preceding month.

41 (c) On and after July 1, 2017, no moneys in the budget stabilization
42 fund shall be expended pursuant to this subsection unless the expenditure
43 either has been approved by an appropriation or other act of the legislature

1 or has been approved by the state finance council acting on this matter
2 which is hereby characterized as a matter of legislative delegation and
3 subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments
4 thereto.

5 (d) (1) The legislative budget committee shall study and review the
6 policy concerning the balance of, transfers to and expenditures from the
7 budget stabilization fund. The legislative budget committee study and
8 review shall include, but not be limited to, the following:

9 (A) Risk-based budget stabilization fund practices utilized in other
10 states.

11 (B) The appropriate number of years to review the state general fund:

12 (i) Revenue variances from projections; and

13 (ii) expenditure variances from budgets.

14 (C) The entity to certify the amount necessary in the budget
15 stabilization fund to maintain the appropriate risk-based balance.

16 (D) Plan to fund the budget stabilization fund.

17 (E) Process and circumstances to reach the appropriate risk-based
18 balance, including the amount of risk that is acceptable.

19 (F) Circumstances under which expenditures may be made from the
20 fund.

21 (2) The legislative budget committee may make recommendations
22 and introduce legislation as it deems necessary to implement such
23 recommendations.

24 (e) On or before August 15, 2019, the director of the budget, in
25 consultation with the director of legislative research, shall certify the
26 amount of the unencumbered ending balance in the state general fund for
27 fiscal year 2019. *Such ending balance shall not include the transfers made*
28 *pursuant to section 100, and amendments thereto.* Upon making such
29 certification, the director of the budget shall authorize the director of
30 accounts and reports to transfer 10% of such ending balance from the state
31 general fund to the budget stabilization fund.

32 ~~Sec. 104.~~ **{105.}** K.S.A. 2017 Supp. 79-4804 is hereby amended to
33 read as follows: 79-4804. (a) After the transfer of moneys pursuant to
34 K.S.A. 2017 Supp. 79-4806, and amendments thereto, an amount equal to
35 85% of the balance of all moneys credited to the state gaming revenues
36 fund shall be transferred and credited to the state economic development
37 initiatives fund. Expenditures from the state economic development
38 initiatives fund shall be made in accordance with appropriations acts for
39 the financing of such programs supporting and enhancing the existing
40 economic foundation of the state and fostering growth through the
41 expansion of current, and the establishment and attraction of new,
42 commercial and industrial enterprises as provided by this section and as
43 may be authorized by law and not less than $\frac{1}{2}$ of such money shall be

1 distributed equally among the congressional districts of the state. Except as
2 provided by subsection (g), all moneys credited to the state economic
3 development initiatives fund shall be credited within the fund, as provided
4 by law, to an account or accounts of the fund which are created by this
5 section.

6 (b) There is hereby created the Kansas capital formation account in
7 the state economic development initiatives fund. All moneys credited to
8 the Kansas capital formation account shall be used to provide, encourage
9 and implement capital development and formation in Kansas.

10 (c) There is hereby created the Kansas economic development
11 research and development account in the state economic development
12 initiatives fund. All moneys credited to the Kansas economic development
13 research and development account shall be used to promote, encourage
14 and implement research and development programs and activities in
15 Kansas and technical assistance funded through state educational
16 institutions under the supervision and control of the state board of regents
17 or other Kansas colleges and universities.

18 (d) There is hereby created the Kansas economic development
19 endowment account in the state economic development initiatives fund.
20 All moneys credited to the Kansas economic development endowment
21 account shall be accumulated and invested as provided in this section to
22 provide an ongoing source of funds which shall be used for economic
23 development activities in Kansas, including, but not limited to, continuing
24 appropriations or demand transfers for programs and projects which shall
25 include, but are not limited to, specific community infrastructure projects
26 in Kansas that stimulate economic growth.

27 (e) Except as provided in subsection (f), the director of investments
28 may invest and reinvest moneys credited to the state economic
29 development initiatives fund in accordance with investment policies
30 established by the pooled money investment board under K.S.A. 75-4232,
31 and amendments thereto, in the pooled money investment portfolio. All
32 moneys received as interest earned by the investment of the moneys
33 credited to the state economic development initiatives fund shall be
34 deposited in the state treasury and credited to the Kansas economic
35 development endowment account of such fund.

36 (f) Moneys credited to the Kansas economic development
37 endowment account of the state economic development initiatives fund
38 may be invested in government guaranteed loans and debentures as
39 provided by law in addition to the investments authorized by subsection
40 (e) or in lieu of such investments. All moneys received as interest earned
41 by the investment under this subsection of the moneys credited to the
42 Kansas economic development endowment account shall be deposited in
43 the state treasury and credited to the Kansas economic development

1 endowment account of the state economic development initiatives fund.

2 (g) Except as provided further, in each fiscal year, the director of
3 accounts and reports shall make transfers in equal amounts on July 15 and
4 January 15 which in the aggregate equal \$2,000,000 from the state
5 economic development initiatives fund to the state water plan fund created
6 by K.S.A. 82a-951, and amendments thereto, ~~except that during fiscal~~
7 ~~year 2019, the transfer shall not exceed \$500,000~~. ***In state fiscal year***
8 ***2019, the director of accounts and reports shall make transfers in equal***
9 ***amounts on July 15 and January 15 that in the aggregate equal***
10 ***\$500,000 from the state economic development initiatives fund to the***
11 ***state water plan fund***. No moneys shall be transferred from the state
12 economic development initiatives fund to the state water plan fund on such
13 dates during state fiscal year 2018, ~~state fiscal year 2019~~, and state fiscal
14 year 2020. No other moneys credited to the state economic development
15 initiatives fund shall be used for: (1) Water-related projects or programs, or
16 related technical assistance; or (2) any other projects or programs, or
17 related technical assistance, which meet one or more of the long-range
18 goals, objectives and considerations set forth in the state water resource
19 planning act.

20 ~~Sec. 105.~~ ***{106.}*** K.S.A. 2017 Supp. 82a-953a is hereby amended to
21 read as follows: 82a-953a. During each fiscal year, the director of accounts
22 and reports shall transfer \$6,000,000 from the state general fund to the
23 state water plan fund created by K.S.A. 82a-951, and amendments thereto,
24 one-half of such amount to be transferred on July 15 and one-half to be
25 transferred on January 15, except that during the fiscal year ending June
26 30, 2018, the transfer shall not exceed ~~\$1,200,000~~ ***\$1,800,000***. ***On the***
27 ***effective date of this act, the director of accounts and reports shall transfer***
28 ***\$600,000 from the state general fund to the state water plan fund created***
29 ***by K.S.A. 82a-951, and amendments thereto. During the fiscal year ending***
30 ***June 30, 2019, the transfer shall not exceed \$2,500,000***. No moneys shall
31 be transferred from the state general fund to the state water plan fund
32 during the fiscal ~~years~~ ***year*** ending ~~June 30, 2019, and June 30, 2020~~.

33 ~~Sec. 106.~~ ***{107.}*** ***Severability.*** If any provision or clause of this act or
34 application thereof to any person or circumstance is held invalid, such
35 invalidity shall not affect other provisions or applications of the act that
36 can be given effect without the invalid provision or application, and to this
37 end the provisions of this act are declared to be severable.

38 ~~Sec. 107.~~ ***{108.}*** ***Appeals to exceed expenditure limitations.*** (a) Upon
39 written application to the governor and approval of the state finance
40 council, expenditures from special revenue funds may exceed the amounts
41 specified in this act.

42 (b) This section shall not apply to the expanded lottery act revenues
43 fund, the state economic development initiatives fund, the children's

1 initiatives fund, the state water plan fund or the Kansas endowment for
2 youth fund, or to any account of any of such funds.

3 ~~Sec. 108.~~ ***{109.}*** If any fund or account name described by words and
4 the numerical accounting code that follows such fund or account name do
5 not match, it shall be conclusively presumed that the legislature intended
6 that the fund or account name described by words is the correct fund or
7 account name, and such fund or account name described by words shall
8 control over a contradictory or incorrect numerical accounting code.

9 ~~Sec. 109.~~ ***{110.}*** K.S.A. 2017 Supp. 75-2263, 75-4209, 75-6706, 79-
10 4804 and 82a-953a are hereby repealed.

11 ~~Sec. 110.~~ ***{111.}*** This act shall take effect and be in force from and
12 after its publication in the Kansas register.