

## **State Budget, Supplemental Appropriations; Senate Sub. for Sub. for HB 2052**

**Senate Sub. for Sub. for HB 2052** includes funding for FY 2017, FY 2018, FY 2019, FY 2020, and FY 2021 supplemental expenditures for most state agencies. The FY 2017 supplemental budget totals \$15.9 billion from all funds, including \$6.3 billion from the State General Fund. This is an all funds increase of \$120.4 million and a State General Fund reduction of \$80.9 million from the FY 2017 approved budget.

Key adjustments from the approved budget include:

- Permanently delaying a \$75.0 million payment to K-12 education by one fiscal year;
- Deleting \$64.1 million, all from the State General Fund, from the approved amount of FY 2017 KPERS-School employer contributions. Repayments of the reduced contributions are to be restored to the KPERS Trust Fund over 20 years starting in FY 2018 at \$6.4 million per year;
- Adding language to transfer funding from the Treasurer's Unclaimed Property Fund in KPERS to the State General Fund to guarantee a \$50.0 million ending balance in FY 2017, with the remainder to be transferred in FY 2018. The total to be transferred will be \$317.0 million over two years. It is to be paid back in six equal yearly increments starting in FY 2019;
- Deleting \$115.4 million to eliminate repayment of the delayed FY 2016 KPERS employer contributions for FY 2018;
- Funding the human services consensus caseload estimates, adding \$147.0 million, including \$1.9 million from the State General Fund, in FY 2017;
- Increasing transfers from various agencies to the State General Fund by \$6.8 million;
- Reducing agency earnings by \$18.0 million to adjust for the anticipated reduction in the value of the Kansas Bioscience Authority portfolio sale;
- Reducing the transfer from the State Highway Fund to the State General Fund by \$15.4 million;
- Reducing the Extraordinary Needs Fund by \$13.0 million (as required because the sale of the Kansas Bioscience Authority did not exceed \$25.0 million);
- Adding language to authorize the sale of property by the Secretary for Children and Families and the Secretary of Corrections, without requiring approval of the State Finance Council, in Chanute, Wichita, and Lansing in FY 2017; and

- Adding \$6.0 million, including \$1.8 million for disaster relief expenditures in FY 2017. (The Adjutant General states there are 15 open disasters, 7 of which are wild fires in March.)