

Kansas Department of Health and Environment – Division of Environment

Expenditure	Actual FY 2020	Approved FY 2021	Approved FY 2022
All Funds:			
State Operations	\$ 72,103,865	\$ 85,932,851	\$ 64,197,761
Aid to Local Units	2,934,282	4,275,379	4,546,579
Other Assistance	4,567,087	3,102,025	3,054,531
<i>Subtotal - Operating</i>	<u>\$ 79,605,234</u>	<u>\$ 93,310,255</u>	<u>\$ 71,798,871</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 79,605,234</u>	<u>\$ 93,310,255</u>	<u>\$ 71,798,871</u>
State General Fund:			
State Operations	\$ 4,220,892	\$ 4,340,383	\$ 4,057,315
Aid to Local Units	-	-	-
Other Assistance	46,103	-	-
<i>Subtotal - Operating</i>	<u>\$ 4,266,995</u>	<u>\$ 4,340,383</u>	<u>\$ 4,057,315</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 4,266,995</u>	<u>\$ 4,340,383</u>	<u>\$ 4,057,315</u>
Percent Change:			
Operating Expenditures			
All Funds	20.2 %	17.2 %	(23.1)%
State General Fund	2.9	1.7	(6.5)
FTE Positions	441.6	459.9	459.9

The approved budget for the Department of Health and Environment - Division of Environment in FY 2021 is \$93.3 million, including \$4.3 million SGF. This is an all funds increase of \$13.7 million, or 17.2 percent, and an SGF increase of \$73,388, or 1.7 percent, above FY 2020 actual expenditures. This all funds increase is primarily due to increased expenditures of federal Coronavirus Relief Fund moneys for COVID-19 testing supplies and equipment. The increase is also due to increased staffing in the laboratory. The SGF increase is primarily due to increased expenditures on staffing in the laboratory. The FY 2021 approved budget includes 459.9 FTE positions, which is an increase of 18.4 FTE positions above the FY 2020 actual number. This increase is due to additional positions in the laboratory.

The approved budget for the Department of Health and Environment - Division of Environment for FY 2022 is \$71.8 million, including \$4.1 million SGF. This is an all funds decrease of \$21.5 million, or 23.1 percent, and an SGF decrease of \$283,068, or 6.5 percent, below the FY 2021 approved budget. This all funds decrease is primarily due to one-time expenditures of federal Coronavirus Relief Fund moneys that occurred in FY 2021. The SGF decrease is primarily due to the agency's adjusted reduced resources budget, partially offset by additional expenditures for laboratory equipment to test drinking water. The approved FY 2022 budget includes 459.9 FTE positions, which is the same number as the approved FY 2021 budget.

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	FY 2021			FY 2022		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate	\$ 4,941,801	\$ 93,877,923	459.9	\$ 4,669,795	\$ 71,973,871	459.9
Governor's Changes:						
1. SGF Lapse	\$ (351,418)	\$ (351,418)	-	\$ -	\$ -	-
2. Coronavirus Relief Fund	-	33,750	-	-	-	-
3. Non-recommended Enhancement Requests	(250,000)	(250,000)	-	(295,000)	(295,000)	-
4. Reduced Resources	-	-	-	(437,480)	-	-
Subtotal - Governor's Recommendation	<u>\$ 4,340,383</u>	<u>\$ 93,310,255</u>	<u>459.9</u>	<u>\$ 3,937,315</u>	<u>\$ 71,678,871</u>	<u>459.9</u>
Change from Agency Est.	\$ (601,418)	\$ (567,668)	0.0	\$ (732,480)	\$ (295,000)	0.0
Percent Change from Agency Est.	(12.2)%	(0.6)%	0.0 %	(15.7)%	(0.4)%	0.0 %
Legislative Action:						
5. Laboratory Equipment	\$ -	\$ -	-	\$ 120,000	\$ 120,000	-
6. Bureau of Environmental Field Services Language	-	-	-	-	-	-
7. Laboratory Construction Language	-	-	-	-	-	-
TOTAL APPROVED	<u><u>\$ 4,340,383</u></u>	<u><u>\$ 93,310,255</u></u>	<u><u>459.9</u></u>	<u><u>\$ 4,057,315</u></u>	<u><u>\$ 71,798,871</u></u>	<u><u>459.9</u></u>
Change from Gov. Rec.	\$ -	\$ -	-	\$ 120,000	\$ 120,000	-
Percent Change from Gov. Rec.	-- %	-- %	0.0 %	3.0 %	0.2 %	0.0 %
Change from Agency Est.	\$ (601,418)	\$ (567,668)	-	\$ (612,480)	\$ (175,000)	-
Percent Change from Agency Est.	(12.2)%	(0.6)%	0.0 %	(13.1)%	(0.2)%	0.0 %

1. The Governor deleted \$351,418, all SGF, to lapse the agency's SGF reappropriation in FY 2021.
2. The Governor added \$33,750, all from federal Coronavirus Relief Fund moneys, for wastewater surveillance to test for genetic markers of COVID-19 in FY 2021.
3. The Governor deleted \$250,000 in FY 2021 and \$295,000 for FY 2022, all SGF, to not recommend the agency's enhancement requests for laboratory equipment.
4. The Governor replaced \$437,480 SGF with special revenue funds to implement the agency's adjusted reduced resources budget for FY 2022.
5. The Legislature added \$120,000 for laboratory equipment to test drinking water for FY 2022.
6. The Legislature added language for FY 2022 requiring the agency to maintain its current staffing levels of professional and associate engineers in the Livestock Waste Management Section of the Bureau of Environmental Field Services and requiring the agency to instead reduce staffing levels among either the environmental specialist staff or inspection staff as necessary to achieve the reduction in SGF moneys from the previous fiscal year.
7. The Legislature added language for FY 2022 requiring the agency to issue a request for proposal to construct or renovate and equip a KDHE laboratory within 8.0 miles of the Capitol Complex in Topeka. The agency will present all proposals to the Joint Committee on State Building Construction, which will make a recommendation to the State Finance Council. After which, the agency will provide for the issuance of up to \$65.0 million in bonds by the Kansas Development Finance Authority for the purpose of construction of a laboratory. The Legislature also added language requiring the Director of the Budget to transfer any unencumbered COVID-19 federal relief funds that have been identified as eligible to be used for the construction of the laboratory into the special revenue fund or funds of the agency.