

FY 2012

HOUSE GENERAL GOVERNMENT BUDGET COMMITTEE

Court of Tax Appeals
Department of Revenue



Representative Joe McLeland, Chairperson




Representative Pete DeGraaf, Vice-Chair

Representative Tom Burroughs

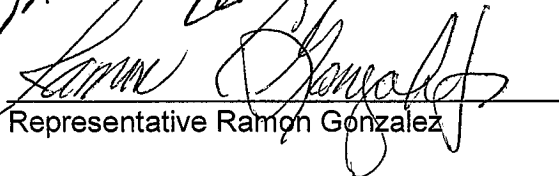
Representative Don Hineman



Representative Kyle Hoffman



Representative Jim Howell



Representative Ramon Gonzalez



Representative Ron Ryckman

Representative Nile Dillmore

Appropriations Committee

Date February 16, 2011

Attachment 1

House Budget Committee Report

Agency: Kansas Court of Tax Appeals

Bill No. --

Bill Sec. --

Analyst: Steiner

Analysis Pg. No. --

Budget Page No. 91

Expenditure Summary	Agency Request FY 2012	Governor Recommendation FY 2012	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 1,372,374	\$ 653,756	\$ 0
Other Funds	694,030	1,344,030	0
Subtotal	<u>\$ 2,066,404</u>	<u>\$ 1,997,786</u>	<u>\$ 0</u>
Capital Improvements			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 2,066,404</u></u>	<u><u>\$ 1,997,786</u></u>	<u><u>\$ 0</u></u>
FTE positions	26.0	20.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>26.0</u></u>	<u><u>20.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency's** FY 2012 request is \$2,066,404, including \$1,372,374 from the State General Fund. Included in the agency's estimate is \$5,000 from the Duplicating Fees Fund and \$689,030 from the Filing Fee Fund. The request is an all funds increase of \$29,982, or 1.5 percent, and a State General Fund increase of \$23,916, or 1.8 percent, above the FY 2011 revised estimate. The increase is largely attributable to increased contributions for group health insurance and Kansas Public Employees Retirement System (KPERs) contributions.

Governor's Recommendation

The **Governor** recommends FY 2012 operating expenditures of \$1,997,786, including \$653,756 from the State General Fund. The recommendation is an all funds increase of \$1,818, or 0.1 percent, and a State General Fund decrease of \$654,248, or 50.0 percent, from the Governor's FY 2011 recommendation. The Governor's recommendation offsets the State General Fund reduction by increasing filing fees for applications and appeals where amount at issue is in excess of \$10,000. The Governor also recommended eliminating 6.0 vacant FTE positions.

Appropriations Committee

Date February 16, 2011

Attachment 1-2

House Budget Committee Recommendation

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

1. Add language authorizing the creation of a commission to study the loser-pay option in regards to decisions rendered by the Court of Tax Appeals. Under a loser-pay option if a legal claim is filed, the loser pays all of the expenses. The commission would have nine members comprised of the following: Director of the Division of the Budget, Speaker of the House or designee, President of the Senate or designee, Minority Leader of the Senate or designee, Minority Leader of the House of Representatives or designee, the Executive Director of the Court of Tax Appeals or designee, and three members of the business community appointed by the Governor. The commission would be funded within existing resources from the Court of Tax Appeals.

Appropriations Committee

Date February 16, 2011

Attachment 1-3

House Budget Committee Report

Agency: Kansas Department of Revenue **Bill No. --**

Bill Sec. --

Analyst: Steiner

Analysis Pg. No. --

Budget Page No. 90

Expenditure Summary	Agency Request FY 2012	Governor Recommendation FY 2012	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 16,607,719	\$ 16,607,719	\$ 0
Other Funds	89,931,464	89,613,364	0
Subtotal	<u>\$ 106,539,183</u>	<u>\$ 106,221,083</u>	<u>\$ 0</u>
Capital Improvements			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 106,539,183</u></u>	<u><u>\$ 106,221,083</u></u>	<u><u>\$ 0</u></u>
FTE positions	1,096.0	1,046.0	0.0
Non FTE Uncl. Perm. Pos.	20.0	20.0	0.0
TOTAL	<u><u>1,116.0</u></u>	<u><u>1,066.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2012 operating expenditures of \$106,539,183, including \$16,607,719 from the State General Fund. The request is an all funds decrease of \$9,490,796, or 8.2 percent, and a State General Fund increase of \$410,793, or 2.5 percent, from the FY 2011 estimate. The request includes one enhancement to replace 21 agency vehicles. The enhancement totals \$318,000 and is funded entirely through the Division of Vehicles Operating Fund. Without the enhancement, the request would be an all funds decrease of \$9,808,796, or 8.5 percent, below the FY 2011 estimate.

Governor's Recommendation

The **Governor** recommends FY 2012 operating expenditures of \$106,221,083, including \$16,607,719 from the State General Fund. The recommendation is an all funds decrease of \$9,808,896, or 8.5 percent, and a State General Fund increase of \$410,793, or 2.5 percent, from the Governor's FY 2011 recommendation. The all funds decrease is attributable to a decline in revenues from the Division of Vehicles Modernization Fund which is expected to be implemented by January 2012. The State General Fund increase is a result of the Governor recommending the agency not reduce its salaries and wages shrinkage rate by 5.0 percent in order to minimize personnel reductions in the Tax Operations Division. The Governor also recommended the elimination of 50.0 vacant FTE positions.

Appropriations Committee

Date February 16, 2011

Attachment 1-4