

FY 2013, FY 2014, and FY 2015

General Government Budget Committee

State Court of Tax Appeals
Kansas Department of Revenue
Attorney General



Representative Pete DeGraaf, Chair



Representative Jim Howell, Vice-Chair



Representative Harold Lane, Ranking
Minority Member

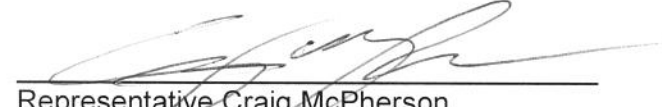
Representative Tom Burroughs



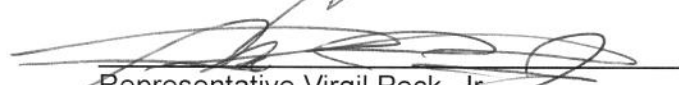
Representative Don Hineman



Representative Mark Kahrs



Representative Craig McPherson



Representative Virgil Peck, Jr.



Representative William Sutton

House Budget Committee Report

Agency: State Court of Tax Appeals

Bill No. HB 2088

Bill Sec. 21

Analyst: Steiner

Analysis Pg. No. 528

Budget Page No. 106

| Expenditure Summary | Agency Estimate FY 2013 | Governor Recommendation FY 2013 | House Budget Committee Adjustments |
|--------------------------|-------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 963,703 | \$ 963,703 | \$ 0 |
| Other Funds | 1,030,373 | 1,230,373 | (40,000) |
| Subtotal | \$ 1,994,076 | \$ 2,194,076 | \$ (40,000) |
| Capital Improvements: | | | |
| State General Fund | \$ 0 | \$ 0 | \$ 0 |
| Other Funds | 0 | 0 | 0 |
| Subtotal | \$ 0 | \$ 0 | \$ 0 |
| TOTAL | \$ 1,994,076 | \$ 2,194,076 | \$ (40,000) |
| FTE positions | 19.0 | 19.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | 0.0 | 0.0 | 0.0 |
| TOTAL | 19.0 | 19.0 | 0.0 |

Agency Estimate

The **agency's** estimate for FY 2013 operating expenditures is \$1,994,076, including \$963,703 from the State General Fund. Included in the agency's estimate is \$5,000 from the Duplicating Fee Fund and \$1,025,373 from the Court of Tax Appeals Filing Fee Fund. The estimate is the same amount approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$2,194,076, an increase of \$200,000, or 10.0 percent, above the agency's FY 2013 estimate. The increase is associated with contractual services for costs associated with moving. The Court plans on moving to smaller offices in January 2013.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2013 with the following adjustment:

1. Delete \$40,000, all from the Court of Tax Appeals Filing Fee Fund, for FY 2013 for reduced moving expenditures.

House Budget Committee Report

Agency: State Court of Tax Appeals

Bill No. HB 2231

Bill Sec. 61

Analyst: Steiner

Analysis Pg. No. 528

Budget Page No. 106

| Expenditure Summary | Agency Request FY 2014 | Governor Recommendation FY 2014 | House Budget Committee Adjustments |
|--------------------------------|----------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 967,336 | \$ 919,731 | \$ (30,000) |
| Other Funds | 1,049,837 | 1,048,993 | 0 |
| Subtotal | <u>\$ 2,017,173</u> | <u>\$ 1,968,724</u> | <u>\$ (30,000)</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>\$ 2,017,173</u></u> | <u><u>\$ 1,968,724</u></u> | <u><u>\$ (30,000)</u></u> |
| | | | |
| FTE positions | 19.0 | 19.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | 0.0 | 0.0 | 0.0 |
| TOTAL | <u><u>19.0</u></u> | <u><u>19.0</u></u> | <u><u>0.0</u></u> |

Agency Request

The **agency's** request for FY 2014 operating expenditures is \$2,017,173, including \$967,336 from the State General Fund. Included in the agency's request is \$5,000 from the Duplicating Fee Fund and \$1,044,837 from the Filing Fee Fund. The request is an all funds increase of \$23,097, or 1.2 percent, and a State General Fund increase of \$3,633, or 0.4 percent, above the agency's FY 2013 estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$1,968,724, including \$919,731 from the State General Fund. The recommendation is a decrease of \$48,449, or 2.4 percent, below the agency's FY 2014 request. The decrease is associated with the Governor's recommendation to reduce the Kansas Public Employees Retirement (KPERs) death and disability employer contributions from the statutory 1.0 percent to 0.85 percent for FY 2014. Additionally, the decrease is attributable to a reduction in contractual services due to a reduction in rent.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment and recommendation for FY 2014.

1. Delete \$30,000, all from the State General Fund, for FY 2014 for additional rent savings. The Court moved from the Docking State Office Building to the Eisenhower State Office Building in FY 2013.
2. The Budget Committee would note the Kansas Court of Tax Appeals has expressed concern that the increase in docket fees, particularly at certain jurisdictional levels, may result in a barrier to the access to justice and may result in a long term decrease in revenue to the Court of Tax Appeals Fee Fund.
3. The Budget Committee would note that due to increased filings and lower than expected costs for moving the fee fund balance of the Court of Tax Appeals Filing Fee Fund has not been impacted.

House Budget Committee Report

Agency: State Court of Tax Appeals

Bill No. HB 2231

Bill Sec. 61

Analyst: Steiner

Analysis Pg. No. 528

Budget Page No. 106

| Expenditure Summary | Agency Request FY 2015 | Governor Recommendation FY 2015 | House Budget Committee Adjustments |
|--------------------------|------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ -- | \$ 919,731 | \$ (30,000) |
| Other Funds | -- | 1,048,993 | 0 |
| Subtotal | \$ -- | \$ 1,968,724 | \$ (30,000) |
| Capital Improvements: | | | |
| State General Fund | \$ -- | \$ 0 | \$ 0 |
| Other Funds | -- | 0 | 0 |
| Subtotal | \$ -- | \$ 0 | \$ 0 |
| TOTAL | \$ -- | \$ 1,968,724 | \$ (30,000) |
| | | | |
| FTE positions | -- | 19.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | -- | 0.0 | 0.0 |
| TOTAL | -- | 19.0 | 0.0 |

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends recommends FY 2015 operating expenditures of \$1,980,365, including \$925,642 from the State General Fund, for FY 2015 operating expenditures. The recommendation is an all funds increase of \$11,641, or 0.6 percent, above the Governor's FY 2014 recommendation. The increase is attributable to higher employer contributions to the Kansas Public Employee Retirement System.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2015 with the following adjustment:

1. Delete \$30,000, all from the State General Fund for additional rent savings. The Court moved from the Docking State Office Building to the Eisenhower State Office Building in FY 2013.

House Budget Committee Report

Agency: Kansas Department of Revenue **Bill No.** HB 2088

Bill Sec. 22

Analyst: Steiner

Analysis Pg. No. 498

Budget Page No. 92

| Expenditure Summary | Agency Estimate FY 2013 | Governor Recommendation FY 2013 | House Budget Committee Adjustments |
|--------------------------|-------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 16,091,541 | \$ 16,091,541 | \$ 0 |
| Other Funds | 86,828,665 | 86,828,665 | 0 |
| Subtotal | \$ 102,920,206 | \$ 102,920,206 | \$ 0 |
| Capital Improvements: | | | |
| State General Fund | \$ 0 | \$ 0 | \$ 0 |
| Other Funds | 0 | 0 | 0 |
| Subtotal | \$ 0 | \$ 0 | \$ 0 |
| TOTAL | \$ 102,920,206 | \$ 102,920,206 | \$ 0 |
| | | | |
| FTE positions | 994.0 | 994.0 | (50.0) |
| Non FTE Uncl. Perm. Pos. | 0.0 | 0.0 | 0.0 |
| TOTAL | 994.0 | 994.0 | (50.0) |

Agency Estimate

The **agency** estimates FY 2013 operating expenditures of \$102,920,206, including \$16,091,541 from the State General Fund. The estimate is an all funds increase of \$7,190,260, or 7.5 percent. The State General Fund estimate of \$16,091,541 is the same amount approved by the 2012 Legislature. The all funds increase is partially attributable to a revised estimate of the Division of Vehicles Modernization Fund which is used to support the Division of Vehicles Modernization Fund. The agency also saw a decrease in commodities.

Governor's Recommendation

The **Governor** concurs with the agency's estimate for FY 2013.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2013 with the following adjustment:

1. Delete 50.0 FTE positions in FY 2013. This would bring the total FTE position to 944.0 in FY 2013.

House Budget Committee Report

Agency: Kansas Department of Revenue **Bill No.** HB 2231

Bill Sec. 63

Analyst: Steiner

Analysis Pg. No. 498

Budget Page No. 92

| Expenditure Summary | Agency Request FY 2014 | Governor Recommendation FY 2014 | House Budget Committee Adjustments |
|--------------------------|------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 16,113,448 | \$ 14,489,641 | \$ 0 |
| Other Funds | 82,894,209 | 82,852,405 | 0 |
| Subtotal | \$ 99,007,657 | \$ 97,342,046 | \$ 0 |
| Capital Improvements: | | | |
| State General Fund | \$ 0 | \$ 0 | \$ 0 |
| Other Funds | 0 | 0 | 0 |
| Subtotal | \$ 0 | \$ 0 | \$ 0 |
| TOTAL | \$ 99,007,657 | \$ 97,342,046 | \$ 0 |
| | | | |
| FTE positions | 994.0 | 994.0 | (50.0) |
| Non FTE Uncl. Perm. Pos. | 0.0 | 0.0 | 0.0 |
| TOTAL | 994.0 | 994.0 | (50.0) |

Agency Request

The **agency** requests FY 2014 operating expenditures of \$99,007,657, including \$16,113,448 from the State General Fund. The request is an all funds decrease of \$3,912,549, or 3.8 percent, and a State General Fund increase of \$21,907, or 0.1 percent, above the agency's FY 2013 revised estimate. The all funds decrease is largely attributable to a decrease in the Division of Vehicles Modernization Fund.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$97,342,046, including \$14,489,641 from the State General Fund. The recommendation is an all funds decrease of \$1,665,611, or 1.7 percent, and a State General Fund decrease of \$1,623,807, or 10.1 percent, below the agency's FY 2014 request. The decrease is largely attributable to a 10.0 percent State General Fund reduction for shrinkage. Also included in the decrease is the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contributions from the statutory 1.0 percent to 0.85 percent for FY 2014.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2014 with the following adjustment and recommendation:

1. Delete 50.0 FTE positions in FY 2014. This would bring the total FTE position to 944.0 for FY 2014.
2. Add language to the appropriations bill directing that an additional Alcohol Beverage Control (ABC) investigative agent position be filled from within existing resources. The Budget Committee heard testimony regarding the importance of ABC enforcement agents.
3. The Budget Committee would like to note the costs associated with HB 2006, which would expand the number of businesses licenses by the Alcoholic Beverage Division of the Department of Revenue to sell alcoholic liquor. The fiscal note associated with this bill are estimated at \$1.91 million in FY 2014, with one-time costs of \$355,000 and the remaining costs of salaries and wages at \$1,555,000 which will be on-going. Also, additional staffing will be required which include 9.0 enforcement agents, 7.0 licensing positions, 2.0 attorneys, 1.0 legal assistant, and 2.0 temporary clerks.
4. The Budget Committee would like to note that SB 83, as amended, will be able to pull down more federal dollars. The bill increases an existing payment plan processing fee from \$10 to \$25; establishes a petition for abatement of debt fee of \$50; and, provides for the retention of a \$22 processing fee from funds remitted to the IRS under the Federal "State Income Tax Levy Program". Additionally, passage of the bill would allow the Department of Revenue to fill 12 to 14 vacant positions.

House Budget Committee Report

Agency: Kansas Department of Revenue **Bill No.** HB 2231

Bill Sec. 64

Analyst: Steiner

Analysis Pg. No. 498

Budget Page No. 92

| Expenditure Summary | Agency Request FY 2015 | Governor Recommendation FY 2015 | House Budget Committee Adjustments |
|--------------------------------|---------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ -- | \$ 14,597,812 | \$ 0 |
| Other Funds | -- | 82,191,864 | 0 |
| Subtotal | \$ -- | \$ 96,789,676 | \$ 0 |
| Capital Improvements: | | | |
| State General Fund | \$ -- | \$ 0 | \$ 0 |
| Other Funds | -- | 0 | 0 |
| Subtotal | \$ -- | \$ 0 | \$ 0 |
| TOTAL | \$ -- | \$ 96,789,676 | \$ 0 |
| | | | |
| FTE positions | -- | 994.0 | (50.0) |
| Non FTE Uncl. Perm. Pos. | -- | 0.0 | 0.0 |
| TOTAL | -- | 994.0 | (50.0) |

Agency Request

There were no agency budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$96,789,676 including \$14,597,812 from the State General Fund. The recommendation is an all funds decrease of decrease of \$552,370, or 0.6 percent, and a State General Fund increase of \$108,171, or 0.7 percent, below the Governor's FY 2014 recommendation.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2014 with the following adjustment:

1. Delete 50.0 vacant FTE positions in FY 2015. This would bring the total FTE positions to 944.0 for FY 2015.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 76

Bill Sec. 15

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Estimate FY 2013 | Governor Recommendation FY 2013 | Senate Subcommittee Adjustments |
|--------------------------------|-------------------------------|---------------------------------------|---------------------------------------|
| Operating Expenditures: | | | |
| State General Fund | \$ 5,552,929 | \$ 5,554,929 | \$ 0 |
| Other Funds | 14,609,057 | 14,704,057 | 0 |
| Subtotal | <u>\$ 20,161,986</u> | <u>\$ 20,258,986</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>\$ 20,161,986</u></u> | <u><u>\$ 20,258,986</u></u> | <u><u>\$ 0</u></u> |
| | | | |
| FTE positions | 115.0 | 115.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | 13.5 | 13.5 | 0.0 |
| TOTAL | <u><u>128.5</u></u> | <u><u>128.5</u></u> | <u><u>0.0</u></u> |

Agency Estimate

The **agency** estimates revised FY 2013 operating expenditures of \$20.2 million, including \$5.6 million from the State General Fund. The revised estimate is an all funds decrease of \$529,437, or 2.6 percent, below the amount approved by the 2012 Legislature. The State General Fund amount is the same as approved by the 2012 Legislature as adjusted by reappropriations. The agency requests a total of 115.0 FTE positions in its revised current year request, a net increase of 11.5 FTE positions above the amount approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** recommends revised operating expenditures of \$20.3 million, including \$5.6 million from the State General Fund for FY 2013. The revised recommendation is an all funds decrease of \$432,437, or 2.1 percent, below the amount approved by the 2012 Legislature. The State General Fund recommendation is an increase of \$2,000, or less than 0.1 percent, above the approved amount. The Governor's recommendation is an increase of \$97,000, or 0.5 percent, above the agency's revised estimate and reflects the addition of \$2,000, all from the State General Fund to correct an oversight in the agency's approved FY 2013 budget, and the addition of \$95,000, all from the Tort Claims Fund, to reflect a claim approved by the State Finance Council during the 2012 interim. The Governor concurs with the remainder of the agency's revised current year request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Committee Recommendation

The **Committee** concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: Attorney General

Bill No. HB 2088

Bill Sec. 15

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Estimate FY 2013 | Governor Recommendation FY 2013 | House Budget Committee Adjustments |
|--------------------------|-------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 5,552,929 | \$ 5,554,929 | \$ 0 |
| Other Funds | 14,609,057 | 14,704,057 | 0 |
| Subtotal | <u>\$ 20,161,986</u> | <u>\$ 20,258,986</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>\$ 20,161,986</u> | <u>\$ 20,258,986</u> | <u>\$ 0</u> |
| FTE positions | 115.0 | 115.0 | (3.0) |
| Non FTE Uncl. Perm. Pos. | 13.5 | 13.5 | 0.0 |
| TOTAL | <u>128.5</u> | <u>128.5</u> | <u>(3.0)</u> |

Agency Estimate

The **agency** estimates revised FY 2013 operating expenditures of \$20.2 million, including \$5.6 million from the State General Fund. The revised estimate is an all funds decrease of \$529,437, or 2.6 percent, below the amount approved by the 2012 Legislature. The State General Fund amount is the same as approved by the 2012 Legislature as adjusted by reappropriations. The agency requests a total of 115.0 FTE positions in its revised current year

request, a net increase of 11.5 FTE positions above the amount approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** recommends revised operating expenditures of \$20.3 million, including \$5.6 million from the State General Fund for FY 2013. The revised recommendation is an all funds decrease of \$432,437, or 2.1 percent, below the amount approved by the 2012 Legislature. The State General Fund recommendation is an increase of \$2,000, or less than 0.1 percent, above the approved amount. The Governor's recommendation is an increase of \$97,000, or 0.5 percent, above the agency's revised estimate and reflects the addition of \$2,000, all from the State General Fund to correct an oversight in the agency's approved FY 2013 budget, and the addition of \$95,000, all from the Tort Claims Fund, to reflect a claim approved by the State Finance Council during the 2012 interim. The Governor concurs with the remainder of the agency's revised current year request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustment:

1. Delete 3.0 FTE positions recommended by the Governor to implement provisions of the National Mortgage Settlement. In April 2012, the Attorney General entered into a 49-state settlement with the nation's five largest mortgage servicers to resolve allegations of unlawful conduct by servicers in the mortgage market. Funding comes from the settlement itself, so no additional funding was recommended by the Governor. The Budget Committee believes that FTE positions are not necessary and that the work can be accomplished with existing staff or temporary positions.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 110

Bill Sec. 33

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Request FY 2014 | Governor Recommendation FY 2014 | Senate Subcommittee Adjustments |
|--------------------------------|------------------------------|---------------------------------------|---------------------------------------|
| Operating Expenditures: | | | |
| State General Fund | \$ 5,391,463 | \$ 5,386,274 | \$ 0 |
| Other Funds | 14,266,662 | 14,262,186 | 0 |
| Subtotal | <u>\$ 19,658,125</u> | <u>\$ 19,648,460</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>\$ 19,658,125</u></u> | <u><u>\$ 19,648,460</u></u> | <u><u>\$ 0</u></u> |
| | | | |
| FTE positions | 117.0 | 117.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | 13.5 | 13.5 | 0.0 |
| TOTAL | <u><u>130.5</u></u> | <u><u>130.5</u></u> | <u><u>0.0</u></u> |

Agency Request

The **agency** requests FY 2014 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The request is an all funds decrease of \$503,861, or 2.5 percent, below the revised current year estimate and a State General Fund decrease of \$161,466, or 2.9 percent.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$19.6 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$779,181, or 3.0 percent, and a State General Fund decrease of \$168,655, or 3.0 percent, below the the revised current year recommendation. The Governor's recommendation is an all funds decrease of \$9,665, or less than 0.1 percent, and a State General Fund decrease of \$5,189, or 0.1 percent, below the agency's request. The Governor's recommendation includes a decrease of \$9,665, including \$5,189 from the State General Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contribution rate from the statutory 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request for FY 2014.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Committee Recommendation

The **Committee** concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: Attorney General

Bill No. HB 2231

Bill Sec. 33

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Request FY 2014 | Governor Recommendation FY 2014 | House Budget Committee Adjustments |
|--------------------------------|-----------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ 5,391,463 | \$ 5,386,274 | \$ (539,130) |
| Other Funds | 14,266,662 | 14,262,186 | 249,146 |
| Subtotal | <u>\$ 19,658,125</u> | <u>\$ 19,648,460</u> | <u>\$ (289,984)</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>\$ 19,658,125</u></u> | <u><u>\$ 19,648,460</u></u> | <u><u>\$ (289,984)</u></u> |
| FTE positions | 117.0 | 117.0 | (5.0) |
| Non FTE Uncl. Perm. Pos. | 13.5 | 13.5 | 0.0 |
| TOTAL | <u><u>130.5</u></u> | <u><u>130.5</u></u> | <u><u>(5.0)</u></u> |

Agency Request

The **agency** requests FY 2014 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The request is an all funds decrease of \$503,861, or 2.5 percent, below the revised current year estimate and a State General Fund decrease of \$161,466, or 2.9 percent.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$19.6 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$779,181, or 3.0 percent, and a State General Fund decrease of \$168,655, or 3.0 percent, below the the revised current year recommendation. The Governor's recommendation is an all funds decrease of \$9,665, or less than 0.1 percent, and a State General Fund decrease of \$5,189, or 0.1 percent, below the agency's request. The Governor's recommendation includes a decrease of \$9,665, including \$5,189 from the State General Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability rate from the statutory 1.0 percent to 0.85 percent for FY 2014. The Governor concurs with the remainder of the agency's request for FY 2014.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustments:

1. Delete \$249,146, all from the State General Fund, and add the same amount, all from the Medicaid Fraud Indirect Cost Fund, for FY 2014. This would implement one of the reduced resources included in the agency's budget submission which was not recommended by the Governor. The agency indicated it would shift 20.0 percent of its administration program salaries from the State General Fund to the special revenue fund.
2. Delete \$289,984, all from the State General Fund, for FY 2014 to eliminate funding for the Internet Training Education for Kansas Kids program. The program provides grants for internet safety training presentations through the Kansas Alliance of Boys and Girls Clubs. While the Budget Committee believes the program provides a valuable service, it also believes that the resources could be better utilized elsewhere.
3. Delete 3.0 FTE positions recommended by the Governor to implement provisions of the National Mortgage Settlement. In April 2012, the Attorney General entered into a 49-state settlement with the nation's five largest mortgage servicers to resolve allegations of unlawful conduct by servicers in the mortgage market. Funding comes from the settlement itself, so no additional funding was recommended by the Governor. The Budget Committee believes that FTE positions are not necessary and that the work can be accomplished with existing staff or temporary positions. The positions were recommended by the Governor as a supplemental recommendation for FY 2013, as enhancements for FY 2014, and continued into FY 2015 under the Governor's recommendation.
4. Delete 1.0 FTE position recommended for FY 2014 related to providing ongoing education and outreach about the state's racial profiling law. The duties of this requested position are currently being performed by a temporary position funded through a federal grant, and the Budget Committee believes the current staffing is appropriate.
5. Delete 1.0 FTE Administrative Assistant position recommended for FY 2014 related to the Batterers Intervention Program. The Attorney General is required to administer the Batterers Intervention Program throughout the state and is currently addressing this responsibility through contracted administrative support services.

Senate Subcommittee Report

Agency: Attorney General

Bill No. SB 110

Bill Sec. 34

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Request FY 2015 | Governor Recommendation FY 2015 | Senate Subcommittee Adjustments |
|--------------------------------|------------------------------|---------------------------------------|---------------------------------------|
| Operating Expenditures: | | | |
| State General Fund | \$ -- | \$ 5,421,822 | \$ 0 |
| Other Funds | -- | 14,292,640 | 0 |
| Subtotal | \$ -- | \$ 19,714,462 | \$ 0 |
| Capital Improvements: | | | |
| State General Fund | \$ -- | \$ 0 | \$ 0 |
| Other Funds | -- | 0 | 0 |
| Subtotal | \$ -- | \$ 0 | \$ 0 |
| TOTAL | \$ -- | \$ 19,714,462 | \$ 0 |
| | | | |
| FTE positions | -- | 117.0 | 0.0 |
| Non FTE Uncl. Perm. Pos. | -- | 13.5 | 0.0 |
| TOTAL | -- | 130.5 | 0.0 |

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The recommendation is an all funds increase of \$66,002, or 0.3 percent, and a State General Fund increase of \$35,548, or 0.7 percent, above the FY 2014 recommendation, and reflects an increase in the Kansas Public Employees Retirement System rate for FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the recommendations of the Governor.

Senate Committee Recommendation

The **Committee** concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: Attorney General

Bill No. HB 2231

Bill Sec. 34

Analyst: Robinson

Analysis Pg. No. 261

Budget Page No. 112

| Expenditure Summary | Agency Request FY 2015 | Governor Recommendation FY 2015 | House Budget Committee Adjustments |
|--------------------------------|------------------------------|---------------------------------------|--|
| Operating Expenditures: | | | |
| State General Fund | \$ -- | \$ 5,421,822 | \$ (539,237) |
| Other Funds | -- | 14,292,640 | 249,146 |
| Subtotal | \$ -- | \$ 19,714,462 | \$ (290,091) |
| Capital Improvements: | | | |
| State General Fund | \$ -- | \$ 0 | \$ 0 |
| Other Funds | -- | 0 | 0 |
| Subtotal | \$ -- | \$ 0 | \$ 0 |
| TOTAL | \$ -- | \$ 19,714,462 | \$ (290,091) |
| FTE positions | -- | 117.0 | (5.0) |
| Non FTE Uncl. Perm. Pos. | -- | 13.5 | 0.0 |
| TOTAL | -- | 130.5 | (5.0) |

Agency Request

There were no **agency** budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$19.7 million, including \$5.4 million from the State General Fund. The recommendation is an all funds increase of \$66,002, or 0.3 percent, and a State General Fund increase of \$35,548, or 0.7 percent, above the FY 2014 recommendation, and reflects an increase in the Kansas Public Employees Retirement System rate for FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the recommendations of the Governor, with the following adjustments:

1. Delete \$249,146, all from the State General Fund, and add the same amount, all from the Medicaid Fraud Indirect Cost Fund, for FY 2015. This would implement one of the reduced resources included in the agency's budget submission which was not recommended by the Governor. The agency indicated it would shift 20.0 percent of its administration program salaries from the State General Fund to the special revenue fund.
2. Delete \$290,091, all from the State General Fund, for FY 2015 to eliminate funding for the Internet Training Education for Kansas Kids program. The program provides grants for internet safety training presentations through the Kansas Alliance of Boys and Girls Clubs. While the Budget Committee believes the program provides a valuable service, it also believes that the resources could be better utilized elsewhere.
3. Delete 3.0 FTE positions recommended by the Governor to implement provisions of the National Mortgage Settlement. In April 2012, the Attorney General entered into a 49-state settlement with the nation's five largest mortgage servicers to resolve allegations of unlawful conduct by servicers in the mortgage market. Funding comes from the settlement itself, so no additional funding was recommended by the Governor. The Budget Committee believes that FTE positions are not necessary and that the work can be accomplished with existing staff or temporary positions. The positions were recommended by the Governor as a supplemental recommendation for FY 2013, as enhancements for FY 2014, and continued into FY 2015 under the Governor's recommendation.
4. Delete 1.0 FTE position recommended for FY 2015 related to providing ongoing education and outreach about the state's racial profiling law. The duties of this requested position are currently being performed by a temporary position funded through a federal grant, and the Budget Committee believes the current staffing is appropriate. The position was recommended as an enhancement for FY 2014 and continued into FY 2015 under the Governor's recommendation.
5. Delete 1.0 FTE Administrative Assistant position recommended for FY 2015 related to the Batterers Intervention Program. The Attorney General is required to administer the Batterers Intervention Program throughout the state and is currently addressing this responsibility through contracted administrative support services. The position was recommended as an enhancement for FY 2014 and continued into FY 2015 under the Governor's recommendation.