

# KANSAS CORPORATION COMMISSION

	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Operating Expenditures:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	20,112,115	23,093,805	23,093,805	24,248,140	24,248,140
<i>Subtotal</i>	<i>\$ 20,112,115</i>	<i>\$ 23,093,805</i>	<i>\$ 23,093,805</i>	<i>\$ 24,248,140</i>	<i>\$ 24,248,140</i>
<b>Capital Improvements:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0	0	0
<i>Subtotal</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
<b>TOTAL</b>	<b>\$ 20,112,115</b>	<b>\$ 23,093,805</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 24,248,140</b>
<b>Percentage Change:</b>					
Operating Expenditures					
State General Fund	-- %	-- %	-- %	-- %	-- %
All Funds	1.9	14.8	14.8	5.0	5.0
FTE Positions	165.0	204.5	204.5	204.5	204.5

For purposes of this analysis, full-time equivalent (FTE) positions include non-FTE permanent unclassified positions but continue to exclude temporary employees. FTE positions reflect permanent state positions equating to a 40-hour work week.

## AGENCY OVERVIEW

The State Corporation Commission, commonly known as the Kansas Corporation Commission (KCC), is responsible for regulating and overseeing the safety of public utilities, common carriers, motor carriers, and oil and gas producers. Further, the agency is involved in developing the state's energy policy and administers conservation projects that promote the efficient use of energy. To carry out the agency's mission, the Commission is divided into five programs: Administrative Services, Utilities, Conservation, Transportation, and Energy. The Commission's main office is located in Topeka, and there are field offices in Wichita (where the Conservation Division is based), Chanute, Dodge City, and Hays.

The Commission consists of three members, appointed by the Governor and confirmed by the Senate, who serve four-year, overlapping terms. No more than two commissioners may be from the same political party.

## MAJOR ISSUES FROM PRIOR YEARS

The **2010 Legislature** approved HB 2418, which amended provisions of the Carbon Dioxide Reduction Act regarding the liability of the State. Under the bill, except as permitted by

the Kansas Tort Claims Act, no provision of the Carbon Reduction Act shall impose on the KCC, any of its employees, or the State of Kansas any liability for the underground storage of KCC's carbon dioxide or the maintenance of any carbon dioxide well or underground carbon dioxide storage. Additionally, the bill provided the KCC is not prohibited from plugging, replugging, repairing, or remediation of any carbon dioxide injection well or underground storage in an emergency.

The **2010 Legislature** also approved HB 2485, which increased from 12 months to 18 months the time the KCC has to verify that a motor carrier is in compliance with all applicable requirements after the agency has first authorized the carrier to operate in Kansas. This bill ensures Kansas' safety compliance program reflects federal guidelines.

The **2011 Legislature** added language to provide that the fines and penalties associated with the civil assessment program be deposited directly into the State General Fund (SGF). The agency estimates it will collect \$766,499 in fines and penalties associated with the civil assessment program for fiscal year (FY) 2012. The Legislature added language reducing the transfer from the KCC's Motor Carrier Fees Fund to the Kansas Highway Patrol's Motor Carrier Safety Assistance Program State Fund from \$1.3 million to \$533,501 for FY 2012.

The **2012 Legislature** approved HB 2526, which gives the KCC explicit authority to regulate hydraulic fracturing. The 2012 Legislature also approved HB 2597, which gives solid waste permit exemptions allowing landspreading of oil and gas drilling waste. The KCC is to administer the program, monitor compliance, and establish mechanisms for enforcement and remedial action relating to landspreading.

The **2012 Legislature** also eliminated 7.9 FTE positions and 2.0 non-FTE positions and deleted \$17,493, all from special revenue funds, to reduce longevity payments. The Legislature also deleted \$24,341, all from special revenue funds, to suspend all employer contributions to the Kansas Public Employees Retirement System (KPERs) Group Insurance Fund or Death and Disability Fund for a three-month period beginning April 1, 2013, and ending on June 30, 2013.

The **2013 Legislature** added language to deposit all fines and penalties associated with the Public Service Regulation Fund, the Conservation Fee Fund, and the Motor Carrier Fees Fund into the SGF for FY 2014 and FY 2015. The combined total of these fines and penalties is estimated to be \$1.4 million for each fiscal year.

The **2013 Legislature** also approved HB 2201, which made several changes to utilities regulation statutes, which included creating the Telecommunications Study Committee, further deregulating telecommunications providers, making changes to distributions from the Kansas Universal Service Fund, and allowing the Board of Regents to charge fees for service provided by the KAN-ED program.

The **2014 Legislature** eliminated 7.0 FTE positions in the agency's Energy Division and reduced expenditures by \$549,918 due to elimination of federal aid to local units of government.

The **2015 Legislature** approved HB 2231, altering which funds make transfers to the Abandoned Oil and Gas Well Fund, which is used for plugging abandoned wells. The annual transfer from the Conservation Fee Fund was increased from \$400,000 to \$800,000, and the State Water Plan Fund annual transfer of \$400,000 was eliminated. Additionally, the Legislature transferred \$3.0 million from the Conservation Fee Fund to the SGF in FY 2016.

The **2016 Legislature** added language transferring \$100,000 from the Public Service Regulation Fund to the SGF both in FY 2016 and for FY 2017.

The **2017 Legislature** added \$41,648 in FY 2017, \$125,015 for FY 2018, and \$177,733 for FY 2019, all from special revenue funds, to restore KPERS employer contributions to all the approved levels in each respective year. Additionally, the Legislature added \$72,239, all from special revenue funds, for a 2.5 percent adjustment for all state employees with less than five years of service (except for Highway Patrol law enforcement personnel, legislators, teachers and licensed personnel and employees at the Schools for the Deaf and the Blind, employees at the Kansas Bureau of Investigation who are part of the Recruitment and Retention Plan, and other statewide elected officials); a 5.0 percent adjustment for state employees who have not had a pay adjustment in five years; and a 2.5 percent adjustment for judges and non-judicial staff for FY 2018 and FY 2019.

The **2018 Legislature** approved SB 276, which increased to \$2.8 million the unencumbered balance in the Motor Carrier License Fees Fund in excess of which funds are biannually transferred to the State Highway Fund.

The **2019 Legislature** approved Sub. for SB 69, which authorized a study of retail rates of Kansas electric public utilities.

The **2020 Legislature** added \$1.2 million, all from special revenue funds, for an electric rate study authorized by 2019 Sub. for SB 69 in FY 2020.

## **BUDGET SUMMARY AND KEY POINTS**

**FY 2021 – Current Year.** The **agency** estimates FY 2021 revised expenditures of \$23.1 million, all from special revenue funds. This is a decrease of \$157,197, or 0.7 percent, below the approved amount. This decrease is primarily due to decreased expenditures on travel, communication services, and gasoline, partially offset by the purchase of a truck in the Conservation program.

The **Governor** concurs with the agency's FY 2021 revised estimate.

**FY 2022 – Budget Year.** The **agency** requests FY 2022 expenditures of \$24.2 million, all from special revenue funds. This is an increase of \$1.2 million, or 5.0 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on rent due to a lease renewal, computer software services and equipment for the new Docket Management System, audio/visual equipment for the Topeka Hearing Room and a decrease in salaries and wages shrinkage.

The **Governor** concurs with the agency's FY 2022 request.

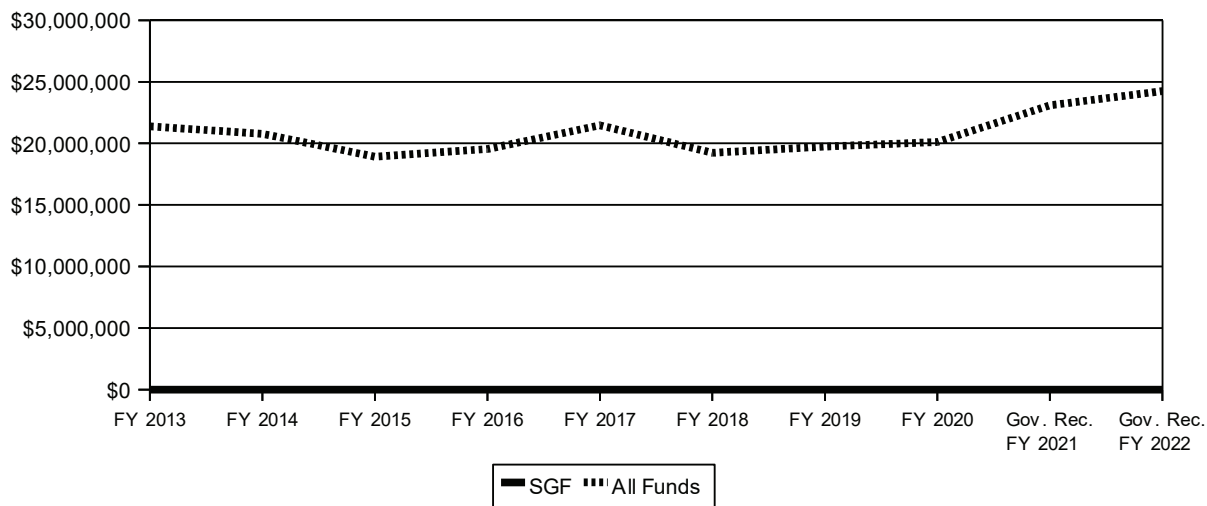
# PERFORMANCE MEASURES

The 2016 Legislature passed HB 2739, which outlined a three-year process for state agencies to develop and implement a system of performance budgeting using outcome measures to evaluate program effectiveness. Measures to evaluate agency-wide performance are presented below. Additional measures to evaluate specific programs appear in the relevant program sections.

PERFORMANCE MEASURES						
Measure	Actual FY 2018	Actual FY 2019	Gov. Rec. FY 2020	Actual FY 2020	Gov. Rec. FY 2021	Gov. Rec. FY 2022
Average Amount of Rate Increase Granted as Percentage of Requested Amount	0.0 %	(39.5)%	50.0 %	(49.6)%	50.0 %	50.0 %
Number of Wells Plugged in the Course of Regulatory Enforcement	N/A	716	N/A	600	600	600
Percent Increase of Facility Conservation Improvement Program Presentation*	N/A	N/A	20.0 %	N/A	10.0 %	10.0 %
<b>Agency Expenditures</b>						
All Funds (Dollars in Millions)	\$ 19.2	\$ 19.7	\$ 25.0	\$ 20.1	\$ 23.1	\$ 24.2
FTE Positions	169.5	162.0	204.5	165.0	204.5	204.5
*New Measure for FY 2019						

# BUDGET TRENDS

## OPERATING EXPENDITURES FY 2013 – FY 2022



## OPERATING EXPENDITURES FY 2013 – FY 2022

Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2013	\$ 0	-- %	\$ 21,379,117	(15.5)%	211.5
2014	0	--	20,780,937	(2.8)	204.5
2015	0	--	18,918,988	(9.0)	190.0
2016	0	--	19,540,223	3.3	180.0
2017	0	--	21,464,641	9.8	180.0
2018	0	--	19,228,620	(10.4)	169.5
2019	0	--	19,743,998	2.7	162.0
2020	0	--	20,112,115	1.9	165.0
2021 Gov. Rec.	0	--	23,093,805	14.8	204.5
2022 Gov. Rec.	0	--	24,248,140	5.0	204.5
Ten-Year Change Dollars/Percent	\$ 0	-- %	\$ 2,869,023	13.4 %	(7.0)

**Summary of Operating Budget FY 2020 - FY 2022**

	Actual FY 2020	Agency Estimate			Governor's Recommendation				
		Estimate FY 2021	Request FY 2022	Dollar Change from FY 21	Percent Change from FY 21	Rec. FY 2021	Rec. FY 2022	Dollar Change from FY 21	Percent Change from FY 21
<b>By Program:</b>									
Administration	\$ 5,348,931	\$ 6,440,813	\$ 7,099,590	\$ 658,777	10.2 %	\$ 6,440,813	\$ 7,099,590	\$ 658,777	10.2 %
Utilities	4,621,801	4,343,653	4,696,933	353,280	8.1	4,343,653	4,696,933	353,280	8.1
Conservation	8,119,374	9,833,992	10,135,190	301,198	3.1	9,833,992	10,135,190	301,198	3.1
Transportation	1,478,396	1,613,130	1,579,853	(33,277)	(2.1)	1,613,130	1,579,853	(33,277)	(2.1)
Energy	543,613	862,217	736,574	(125,643)	(14.6)	862,217	736,574	(125,643)	(14.6)
<b>TOTAL</b>	<b>\$ 20,112,115</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>
<b>By Major Object of Expenditure:</b>									
Salaries and Wages	\$ 13,528,821	\$ 15,162,446	\$ 15,607,526	\$ 445,080	2.9 %	\$ 15,162,446	\$ 15,607,526	\$ 445,080	2.9 %
Contractual Services	5,688,642	6,736,626	7,074,536	337,910	5.0	6,736,626	7,074,536	337,910	5.0
Commodities	236,049	339,038	339,469	431	0.1	339,038	339,469	431	0.1
Capital Outlay	658,603	855,695	1,226,609	370,914	43.3	855,695	1,226,609	370,914	43.3
Debt Service	0	0	0	0	--	0	0	0	--
<i>Subtotal - Operations</i>	<i>\$ 20,112,115</i>	<i>\$ 23,093,805</i>	<i>\$ 24,248,140</i>	<i>\$ 1,154,335</i>	<i>5.0 %</i>	<i>\$ 23,093,805</i>	<i>\$ 24,248,140</i>	<i>\$ 1,154,335</i>	<i>5.0 %</i>
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	0	0	0	0	--	0	0	0	--
<b>TOTAL</b>	<b>\$ 20,112,115</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>
<b>Financing:</b>									
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	-- %	\$ 0	\$ 0	\$ 0	-- %
Public Service Regulation Fund	7,448,778	8,161,510	8,953,858	792,348	9.7	8,161,510	8,953,858	792,348	9.7
Conservation Fee Fund	7,300,787	8,765,405	9,167,346	401,941	4.6	8,765,405	9,167,346	401,941	4.6
All Other Funds	5,362,550	6,166,890	6,126,936	(39,954)	(0.6)	6,166,890	6,126,936	(39,954)	(0.6)
<b>TOTAL</b>	<b>\$ 20,112,115</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>	<b>\$ 23,093,805</b>	<b>\$ 24,248,140</b>	<b>\$ 1,154,335</b>	<b>5.0 %</b>

# BUDGET OVERVIEW

## A. FY 2021 – Current Year

### Adjustments to Approved State General Fund Budget

The agency’s revised estimate does not include any State General Fund (SGF) expenditures.

	<b>CHANGE FROM APPROVED BUDGET</b>				
	Legislative Approved FY 2021	Agency Estimate FY 2021	Agency Change from Approved	Governor Rec. FY 2021	Governor Change from Approved
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	23,251,002	23,093,805	(157,197)	23,093,805	(157,197)
<b>TOTAL</b>	<b>\$ 23,251,002</b>	<b>\$ 23,093,805</b>	<b>\$ (157,197)</b>	<b>\$ 23,093,805</b>	<b>\$ (157,197)</b>
FTE Positions	204.5	204.5	0.0	204.5	0.0

The **agency** estimates FY 2021 revised expenditures of \$23.1 million, all from special revenue funds. This is a decrease of \$157,197, or 0.7 percent, below the approved amount. This decrease is primarily due to decreased expenditures on salaries and wages, contractual services, and commodities, partially offset by an increase in capital outlay. Expenditures are detailed below:

- **Salaries and Wages.** The agency estimates revised FY 2021 salaries and wages expenditures of \$15.2 million, which is a decrease of \$162,471, or 1.1 percent, below the approved amount. This decrease is due to eliminating a legal assistant position in the Administration program, decreased staffing in the Conservation program due to decreased revenue caused by the COVID-19 pandemic, and decreased employer contributions to KPERS;
- **Contractual Services.** The agency estimates revised FY 2021 contractual services expenditures of \$6.7 million, which is a decrease of \$25,078, or 0.4 percent, below the approved amount. This decrease is due to decreased expenditures on communication services and travel costs in the Conservation program;
- **Commodities.** The agency estimates revised FY 2021 commodities expenditures of \$339,038, which is a decrease of \$17,778, or 5.0 percent, below the approved amount. This decrease is entirely due to decreased expenditures on gasoline in the Conservation program; and
- **Capital Outlay.** The agency estimates revised FY 2021 capital outlay expenditures of \$855,695, which is an increase of \$48,130, or 6.0 percent, above the approved amount. This increase is entirely due to the purchase of a truck for the Conservation program.

The **Governor** concurs with the agency's FY 2021 revised estimate.

## B. FY 2022 – Budget Year

<b>FY 2022 OPERATING BUDGET SUMMARY</b>			
	Agency Request	Governor's Recommendation	Difference
<b>Total Request/Recommendation</b>	\$ 24,248,140	\$ 24,248,140	\$ 0
<b>FTE Positions</b>	204.5	204.5	0.0
<b>Change from FY 2021:</b>			
<i>Dollar Change:</i>			
State General Fund	\$ 0	\$ 0	
All Other Funds	1,154,335	1,154,335	
<b>TOTAL</b>	<b>\$ 1,154,335</b>	<b>\$ 1,154,335</b>	
<i>Percent Change:</i>			
State General Fund	0.0 %	0.0 %	
All Other Funds	5.0	5.0	
<b>TOTAL</b>	<b>5.0 %</b>	<b>5.0 %</b>	
Change in FTE Positions	0.0	0.0	

The **agency** requests FY 2022 expenditures of \$24.2 million, all from special revenue funds. This is an increase of \$1.2 million, or 5.0 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on salaries and wages, contractual services, and capital outlay. Expenditures are detailed below:

- **Salaries and Wages.** The agency requests FY 2022 salaries and wages expenditures of \$15.6 million, which is an increase of \$445,080, or 2.9 percent, above the FY 2021 revised estimate. This increase is due to an decrease in salaries and wages shrinkage and increased employer contributions to group health insurance and KPERS;
- **Contractual Services.** The agency requests FY 2022 contractual services expenditures of \$7.1 million, which is an increase of \$337,910, or 5.0 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on rent due to a lease renewal, consultant fees in the Utilities program, and computer software maintenance and computer programming services for a new document management system, implementation of which was delayed from FY 2020 due to the COVID-19 pandemic; and
- **Capital Outlay.** The agency requests FY 2022 capital outlay expenditures of \$1.2 million, which is an increase of \$370,914, or 43.3 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on software for the document management system, computer equipment to convert more employees from desktops to laptops in the Utilities program, and audio/visual equipment for the Topeka Hearing Room.

The **Governor** concurs with the agency's FY 2022 request.



## Governor's Recommended Salary and Wage Adjustments

**For FY 2022**, the Governor recommends adding \$31.5 million, including \$11.3 million SGF, for a 2.5 percent state employee base pay adjustment. The plan would increase salaries for classified and unclassified employees in the Executive Branch, Legislative Branch, and Judicial Branch. Legislative and elected officials would be excluded from this salary adjustment. The funds would be appropriated to and certified for distribution by the State Finance Council if approved. Employees of state universities are also not included in the proposed pay plan; however, the Governor recommends adding \$10.4 million, all SGF, to the university operating grants. This amount is equivalent to what the pay plan would have provided for university employees, but the funds are included in the Kansas Board of Regents budget for use at their discretion.

**Longevity Bonus Payments.** In FY 2021 and for FY 2022, the Governor recommends funding longevity bonus payments for eligible state employees at the statutory rate of \$40 per year of service, with a 10-year minimum (\$400) and a 25-year maximum (\$1,000). Classified employees hired after June 15, 2008, are not eligible for longevity bonus payments. The estimated cost for the recommended FY 2021 payment is \$3.0 million, including \$1.1 million SGF. For FY 2022, the estimated cost is \$3.1 million, including \$1.1 million SGF. **For this agency, FY 2021 longevity payments total \$1,000, all from special revenue funds, and FY 2022 longevity payments total \$1,000, all from special revenue funds.**

**Kansas Public Employees Retirement System (KPERs).** The employer retirement contribution rate, including Death and Disability contributions, for the KPERs State and School Group is scheduled to be 14.23 percent in FY 2021 and 15.09 percent for FY 2022. The FY 2021 rate excludes the 1.0 percent KPERs Death and Disability contribution that is currently subject to a moratorium described below.

The Governor recommends the KPERs State and School Group be reamortized. The current amortization period was set by the Legislature in 1993 for 40 years. The Governor proposes the new amortization be set for 25 years beginning in FY 2022, an extension of 10 years to the current plan. Reamortization would reduce employer contributions for the KPERs State and School Group in the short term. It is estimated that resetting the amortization period to 25 years could produce budget savings of \$177.3 million, including \$158.7 million SGF, for FY 2022. The Governor's recommendation would also incorporate \$25.8 million in KPERs layering payments into the amortization schedules. **No savings from this policy are currently included in this agency's budget.**

**KPERs Death and Disability Group Insurance Fund.** During FY 2021, a moratorium on employer contributions to the KPERs Death and Disability Group Insurance Fund was in effect. The fund had a sufficient balance to suspend payments on a temporary basis without affecting employee benefits. The moratorium was implemented *via* the Governor's allotment authority; therefore, the Legislative and Judicial branches are currently excluded from the moratorium. The total savings for the moratorium are estimated at \$46.7 million in contributions from the SGF. Included in this amount were savings of approximately \$40.3 million from KPERs School Group contributions in the Kansas State Department of Education budget. No similar moratorium is proposed for FY 2022, requiring the addition of \$46.7 million to annualize the payments for the full fiscal year.

## Funding Sources

Funding Source	Agency Req. Percent of Total FY 2022	Gov. Rec. Percent of Total FY 2022
State General Fund	0.0 %	0.0 %
Public Service Regulation Fund	36.9	36.9
Conservation Fee Fund	37.8	37.8
Motor Carrier License Fees Fund	11.4	11.4
All Other Funds	13.9	13.9
<b>TOTAL</b>	<b>100.0 %</b>	<b>100.0 %</b>

(Note: Totals may not add due to rounding.)

## Public Service Regulation Fee Fund Analysis

The Public Service Regulation Fee Fund is used to finance payments for outside accounting, legal, and economic advisory services incurred in connection with the investigation of a utility or common carrier for violating, refusing, neglecting, or failing to obey any lawful requirement or order of the Commission. The KCC is empowered to assess a utility or common carrier company undergoing investigation up to three-fifths of 1.0 percent (0.6 percent) of the gross revenue derived from the company's intrastate operations in the preceding year. KSA 75-317a(a) provides that 90.0 percent of incoming revenues are retained by the agency and 10.0 percent are deposited into the SGF, up to a maximum of \$100,000 per fiscal year per fund.

Resource Estimate	Actual FY 2020	Agency Estimate FY 2021	Gov. Rec. FY 2021	Agency Request FY 2022	Gov. Rec. FY 2022
Beginning Balance	\$ 1,049,029	\$ 754,534	\$ 754,534	\$ 783,774	\$ 783,774
Revenue	7,254,283	8,290,750	8,290,750	9,055,750	9,055,750
Transfers in	0	0	0	0	0
<i>Funds Available</i>	\$ 8,303,312	\$ 9,045,284	\$ 9,045,284	\$ 9,839,524	\$ 9,839,524
Less:					
Expenditures	\$ 7,448,778	\$ 8,161,510	\$ 8,161,510	\$ 8,953,858	\$ 8,953,858
Transfers Out	100,000	100,000	100,000	100,000	100,000
Off-Budget Expenditures	0	0	0	0	0
<b>Ending Balance</b>	<b>\$ 754,534</b>	<b>\$ 783,774</b>	<b>\$ 783,774</b>	<b>\$ 785,666</b>	<b>\$ 785,666</b>
Ending Balance as Percent of Expenditures	10.1%	9.6%	9.6%	8.8%	8.8%
Month Highest Ending Balance	May \$ 1,880,492	November \$ 1,201,808	November \$ 1,201,808	November \$ 900,000	November \$ 900,000
Month Lowest Ending Balance	December \$ 263,901	October \$ 557,088	October \$ 557,088	October \$ 650,000	October \$ 650,000

## Conservation Fee Fund Analysis

The Conservation Fee Fund provides funding for the administration of operations and oversight of oil and gas activities. It is funded by assessments and fees on the petroleum industry. The major source of revenue for the Conservation Fee Fund is the Oil Proration

Assessment of 144.0 mills per barrel of oil marketed or used as as authorized by KAR 82-3-206 and the Natural Gas Assessment, which is assessed against natural gas producers at a rate established by KAR 82-3-307 of 20.50 mills for each 1,000 cubic feet of gas produced. KSA 75-317a(a) provides that 90.0 percent of incoming revenues are retained by the agency and 10.0 percent are deposited into the SGF, up to a maximum of \$100,000 per fiscal year per fund.

Resource Estimate	Actual FY 2020	Agency Estimate FY 2021	Gov. Rec. FY 2021	Agency Request FY 2022	Gov. Rec. FY 2022
Beginning Balance	\$ 5,034,363	\$ 5,569,578	\$ 5,569,578	\$ 5,162,173	\$ 4,562,173
Revenue	8,636,002	8,558,000	8,558,000	8,558,000	8,558,000
Transfers in	0	0	0	0	0
<b>Funds Available</b>	<b>\$ 13,670,365</b>	<b>\$ 14,127,578</b>	<b>\$ 14,127,578</b>	<b>\$ 13,720,173</b>	<b>\$ 13,120,173</b>
Less:					
Expenditures	\$ 7,300,787	\$ 8,765,405	\$ 8,765,405	\$ 9,167,346	\$ 9,167,346
Transfers Out	800,000	200,000	800,000	200,000	800,000
Off-Budget Expenditures	0	0	0	0	0
<b>Ending Balance</b>	<b>\$ 5,569,578</b>	<b>\$ 5,162,173</b>	<b>\$ 4,562,173</b>	<b>\$ 4,352,827</b>	<b>\$ 3,152,827</b>
Ending Balance as Percent of Expenditures	76.3%	58.9%	52.0%	47.5%	34.4%
Month Highest Ending Balance	June \$ 5,569,713	June \$ 6,161,843	June \$ 5,561,843	June \$ 5,711,115	June \$ 5,047,311
Month Lowest Ending Balance	July \$ 440,601	July \$ 4,874,745	July \$ 4,274,745	July \$ 4,518,166	July \$ 3,993,019

## Abandoned Oil and Gas Well Fund Analysis

In 1996, SB 755 established the Abandoned Oil and Gas Well Fund to provide the KCC with additional financial resources to plug abandoned oil and gas wells and perform remediation of contaminated oil and gas well sites in the state (KSA 55-192). Moneys in this fund can be used only for investigating, remediating, and plugging contamination sites and well sites abandoned prior to July 1, 1996, which present an imminent threat to the public health or the environment. No moneys credited to the Abandoned Oil and Gas Well Fund are used to pay administrative expenses or other personnel expenses of the KCC.

This fund receives a statutory revenue transfer of \$500,000 from the Well Plugging Assurance Fund and \$800,000 from the Conservation Fee Fund of the KCC, including proportionate amounts of interest. The transfer from the Conservation Fee Fund will end on July 1, 2021.

This fund also receives 50 percent of the State's share of the moneys received from the federal government under the Mineral Leasing Act.

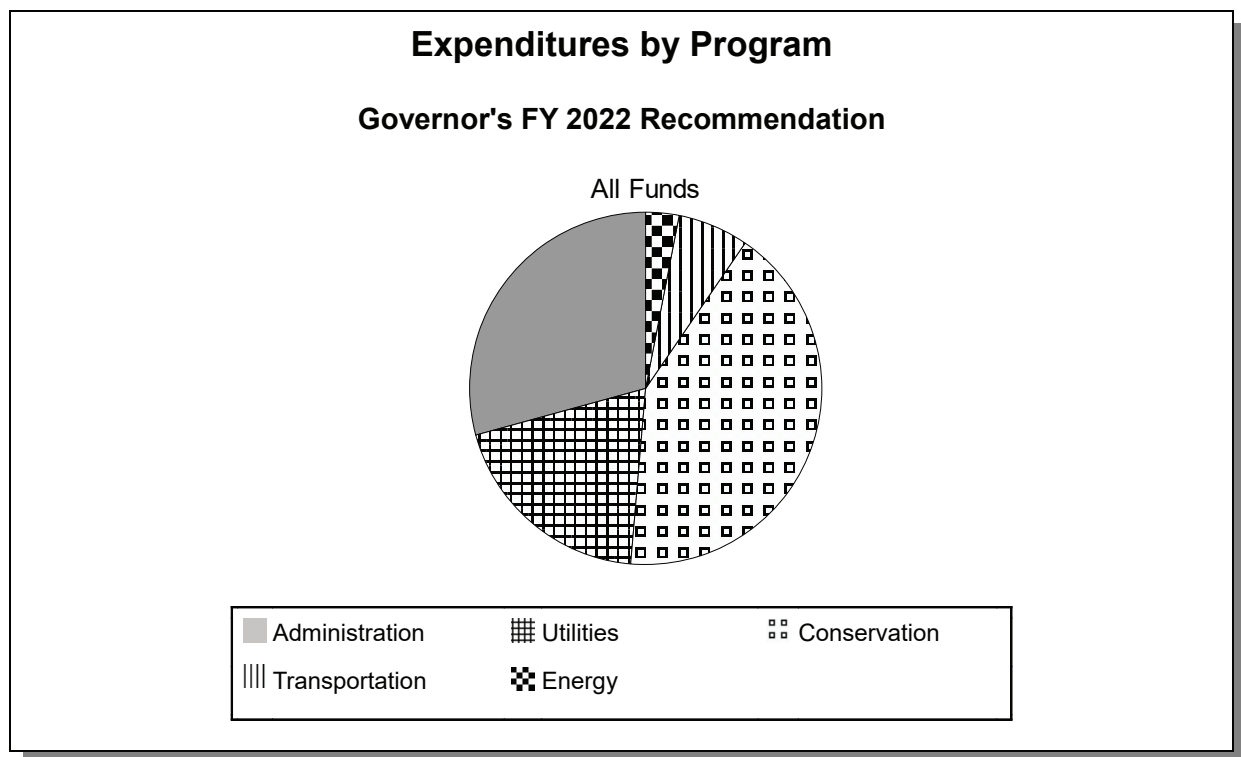
Resource Estimate	Actual FY 2020	Agency Estimate FY 2021	Gov. Rec. FY 2021	Agency Request FY 2022	Gov. Rec. FY 2022
Beginning Balance	\$ 2,999,696	\$ 3,390,598	\$ 3,390,598	\$ 2,821,531	\$ 2,821,531
Revenue	348,777	331,000	331,000	331,000	331,000
Transfers in	1,300,000	700,000	700,000	700,000	700,000
<i>Funds Available</i>	<u>\$ 4,648,473</u>	<u>\$ 4,421,598</u>	<u>\$ 4,421,598</u>	<u>\$ 3,852,531</u>	<u>\$ 3,852,531</u>
Less:					
Expenditures	\$ 1,257,875	\$ 1,600,067	\$ 1,600,067	\$ 1,600,067	\$ 1,600,067
Transfers Out	0	0	0	0	0
Off-Budget Expenditures	0	0	0	0	0
<b>Ending Balance</b>	<b><u>\$ 3,390,598</u></b>	<b><u>\$ 2,821,531</u></b>	<b><u>\$ 2,821,531</u></b>	<b><u>\$ 2,252,464</u></b>	<b><u>\$ 2,252,464</u></b>
Ending Balance as Percent of Expenditures	269.5%	176.3%	176.3%	140.8%	140.8%
Month Highest Ending Balance	October <u>\$ 3,544,451</u>	October <u>\$ 4,006,342</u>	October <u>\$ 4,006,342</u>	October <u>\$ 3,333,931</u>	October <u>\$ 3,333,931</u>
Month Lowest Ending Balance	March \$ 3,058,897	March \$ 3,457,514	March \$ 3,457,514	March \$ 2,877,216	March \$ 2,877,216

## Motor Carrier License Fees Fund Analysis

The greatest portion of the Motor Carrier Fees Fund revenue is derived from registration of trucks, truck tractors, and passenger vehicles under the Unified Carrier Registration (UCR) program and Intrastate fees. The UCR Agreement requires all for-hire motor carriers transporting property or passengers and motor private carriers transporting property to register with the U.S. Department of Transportation. Brokers, freight forwarders, and leasing companies (collectively referred to as UCR registrants) are also required to pay UCR fees.

Resource Estimate	Actual FY 2020	Agency Estimate FY 2021	Gov. Rec. FY 2021	Agency Request FY 2022	Gov. Rec. FY 2022
Beginning Balance	\$ 5,035,326	\$ 4,208,909	\$ 4,208,909	\$ 3,730,104	\$ 3,730,104
Revenue	4,062,207	4,000,000	4,000,000	4,004,000	4,004,000
Transfers in	0	0	0	0	0
<i>Funds Available</i>	<u>\$ 9,097,533</u>	<u>\$ 8,208,909</u>	<u>\$ 8,208,909</u>	<u>\$ 7,734,104</u>	<u>\$ 7,734,104</u>
Less:					
Expenditures	\$ 2,545,547	\$ 2,678,805	\$ 2,678,805	\$ 2,753,144	\$ 2,753,144
Transfers Out	2,343,077	1,800,000	1,800,000	1,800,000	1,800,000
Off-Budget Expenditures	0	0	0	0	0
<b>Ending Balance</b>	<b><u>\$ 4,208,909</u></b>	<b><u>\$ 3,730,104</u></b>	<b><u>\$ 3,730,104</u></b>	<b><u>\$ 3,180,960</u></b>	<b><u>\$ 3,180,960</u></b>
Ending Balance as Percent of Expenditures	165.3%	139.2%	139.2%	115.5%	115.5%
Month Highest Ending Balance	June <u>\$ 4,209,425</u>	June <u>\$ 3,730,104</u>	June <u>\$ 3,730,104</u>	June <u>\$ 3,180,960</u>	June <u>\$ 3,180,960</u>
Month Lowest Ending Balance	February \$ 1,075,947	February \$ 899,358	February \$ 899,358	February \$ 797,047	February \$ 797,047

# PROGRAM DETAIL



Program	Gov. Rec. All Funds FY 2022	Percent of Total	Gov. Rec. SGF FY 2022	Percent of Total
Administration	\$ 7,099,590	29.3 %	\$ 0	-- %
Utilities	4,696,933	19.4	0	--
Conservation	10,135,190	41.8	0	--
Transportation	1,579,853	6.5	0	--
Energy	736,574	3.0	0	--
<b>TOTAL</b>	<b>\$ 24,248,140</b>	<b>100.0 %</b>	<b>\$ 0</b>	<b>-- %</b>

<b>FTE POSITIONS BY PROGRAM FY 2020 – FY 2022</b>					
<b>Program</b>	<b>Actual FY 2020</b>	<b>Agency Est. FY 2021</b>	<b>Gov. Rec. FY 2021</b>	<b>Agency Req. FY 2022</b>	<b>Gov. Rec. FY 2022</b>
Administration	44.5	59.2	59.2	59.2	59.2
Utilities	34.0	38.5	38.5	38.5	38.5
Conservation	71.0	86.8	86.8	86.8	86.8
Transportation	15.0	17.0	17.0	17.0	17.0
Energy	0.5	3.0	3.0	3.0	3.0
<b>TOTAL</b>	<b>165.0</b>	<b>204.5</b>	<b>204.5</b>	<b>204.5</b>	<b>204.5</b>

(Note: For purposes of this analysis, full-time equivalent (FTE) positions include non-FTE permanent unclassified positions but continue to exclude temporary employees. FTE positions reflect permanent state positions equating to a 40-hour work week.)

### **A. Administration**

The Office of the Commission consists of three commissioners, the Secretary of the Commission, and the General Counsel. The Administrative Division is composed of the following sections: the Front Office, Litigation and Advisory, Public Affairs and Consumer Protection, Human Resource Services, Information Technology Services, Docket Room/Legislative and Compliance, and Fiscal Management and Support Services.

<b>PERFORMANCE MEASURES</b>						
<b>Measure</b>	<b>Actual FY 2018</b>	<b>Actual FY 2019</b>	<b>Gov. Rec. FY 2020</b>	<b>Actual FY 2020</b>	<b>Gov. Rec. FY 2021</b>	<b>Gov. Rec. FY 2022</b>
There are no performance measures submitted for this program.						
<b>Agency Expenditures</b>						
All Funds (Dollars in Millions)	\$ 5.1	\$ 5.5	\$ 7.3	\$ 5.3	\$ 6.4	\$ 7.1
FTE Positions	48.8	43.0	59.8	44.5	59.2	59.2

<b>ADMINISTRATION</b>					
<b>SUMMARY OF EXPENDITURES FY 2020 – FY 2022</b>					
Item	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Expenditures:</b>					
Salaries and Wages	\$ 4,039,484	\$ 4,746,830	\$ 4,746,830	\$ 4,873,154	\$ 4,873,154
Contractual Services	986,755	1,500,035	1,500,035	1,692,808	1,692,808
Commodities	31,432	37,558	37,558	37,558	37,558
Capital Outlay	291,260	156,390	156,390	496,070	496,070
Debt Service	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 5,348,931</u>	<u>\$ 6,440,813</u>	<u>\$ 6,440,813</u>	<u>\$ 7,099,590</u>	<u>\$ 7,099,590</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<b>TOTAL</b>	<u><b>\$ 5,348,931</b></u>	<u><b>\$ 6,440,813</b></u>	<u><b>\$ 6,440,813</b></u>	<u><b>\$ 7,099,590</b></u>	<u><b>\$ 7,099,590</b></u>
<b>Financing:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	5,348,931	6,440,813	6,440,813	7,099,590	7,099,590
<b>TOTAL</b>	<u><b>\$ 5,348,931</b></u>	<u><b>\$ 6,440,813</b></u>	<u><b>\$ 6,440,813</b></u>	<u><b>\$ 7,099,590</b></u>	<u><b>\$ 7,099,590</b></u>
FTE Positions	44.5	59.2	59.2	59.2	59.2

The **agency** requests FY 2022 expenditures for the Administration program of \$7.1 million, all from special revenue funds. This is an increase of \$658,777, or 10.2 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on salaries and wages, contractual services, and capital outlay. Expenditures are detailed below:

- **Salaries and Wages.** The agency requests salaries and wages expenditures of \$4.9 million, which is an increase of \$126,324, or 2.7 percent, above the FY 2021 revised estimate. This increase is due to a decrease in salaries and wages shrinkage and increased employer contributions to KPERS and group health insurance;
- **Contractual Services.** The agency requests contractual services expenditures of \$1.7 million, which is an increase of \$192,773, or 12.9 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on rent and computer services for the new document management system, the implementation of which was delayed due to the COVID-19 pandemic; and
- **Capital Outlay.** The agency requests capital outlay expenditures of \$496,070, which is an increase of \$339,680, or 217.2 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on computer equipment for the document management system and audio/visual equipment for the Topeka Hearing Room.

The **Governor** concurs with the agency's FY 2022 request.

## **B. Utilities**

The Utilities Division is responsible for administering the regulations and statutes applicable to utilities under the Commission's jurisdiction, including electric, natural gas,

telephone, liquid pipelines, and water utilities. It also regulates rates and other aspects of utility operations.

The primary responsibility of the Utilities Division is to make recommendations to the Commission concerning the fairness of utility rates and tariffs, as well as the efficiency and sufficiency of utility services and operations. The Utilities program has four subprograms: Accounting and Financial, Economics and Rates, Energy Operations and Pipeline Safety, and Telecommunications.

PERFORMANCE MEASURES						
Measure	Actual FY 2018	Actual FY 2019	Gov. Rec. FY 2020	Actual FY 2020	Gov. Rec. FY 2021	Gov. Rec. FY 2022
Average Amount of Rate Increase Granted as Percentage of Requested Amount	0.0 %	(39.5)%	50.0 %	(46.5) %	50.0 %	50.0 %
Percent of Filed Rate Case Applications Reviewed within 240-Day Statutory Deadline	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %
Percent of Applications Completed in Less than 180 Days	83.6 %	80.8 %	80.0 %	92.6 %	90.0 %	90.0 %
<b>Agency Expenditures</b>						
All Funds (Dollars in Millions)	\$ 4.5	\$ 3.8	\$ 5.7	\$ 4.6	\$ 4.3	\$ 4.7
FTE Positions	33.0	33.0	38.5	34.0	38.5	38.5

UTILITIES SUMMARY OF EXPENDITURES FY 2020 – FY 2022					
Item	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Expenditures:</b>					
Salaries and Wages	\$ 2,909,682	\$ 3,159,972	\$ 3,159,972	\$ 3,332,462	\$ 3,332,462
Contractual Services	1,647,770	1,053,003	1,053,003	1,190,873	1,190,873
Commodities	24,924	37,238	37,238	37,238	37,238
Capital Outlay	39,425	93,440	93,440	136,360	136,360
Debt Service	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 4,621,801</i>	<i>\$ 4,343,653</i>	<i>\$ 4,343,653</i>	<i>\$ 4,696,933</i>	<i>\$ 4,696,933</i>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 4,621,801</b>	<b>\$ 4,343,653</b>	<b>\$ 4,343,653</b>	<b>\$ 4,696,933</b>	<b>\$ 4,696,933</b>
<b>Financing:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	4,621,801	4,343,653	4,343,653	4,696,933	4,696,933
<b>TOTAL</b>	<b>\$ 4,621,801</b>	<b>\$ 4,343,653</b>	<b>\$ 4,343,653</b>	<b>\$ 4,696,933</b>	<b>\$ 4,696,933</b>
FTE Positions	34.0	38.5	38.5	38.5	38.5

The **agency** requests FY 2022 expenditures for the Utilities program of \$4.7 million, all from special revenue funds. This is an increase of \$353,280, or 8.1 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on salaries and wages, contractual services, and capital outlay. Expenditures are detailed below:



- **Salaries and Wages.** The agency requests FY 2022 salaries and wages expenditures of \$3.3 million, which is an increase of \$172,490, or 5.5 percent, above the FY 2021 revised estimate. This increase is due to a decrease in salaries and wages shrinkage and increased employer contributions to group health insurance;
- **Contractual Services.** The agency requests FY 2022 contractual services expenditures of \$1.2 million, which is an increase of \$137,870, or 13.1 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on consultant fees. The agency states that it uses consultants in cases that require technical assistance beyond what the program staff are able to handle; and
- **Capital Outlay.** The agency requests FY 2022 capital outlay expenditures of \$136,360, which is an increase of \$42,920, or 45.9 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on computer equipment to convert more employees from desktops to laptops.

The **Governor** concurs with the agency's FY 2022 request.

### C. Conservation

The Conservation program is responsible for administering the state's oil and gas field regulatory programs. More specifically, the program enforces regulations and statutes concerning the abandoned well plugging and site remediation, underground injection control, Mississippi Lime Play, hydraulic fracturing (fracking), permitting/compliance, landspreading, intrastate gas storage, carbon dioxide sequestration, compressed air energy storage, and the Kansas Online Automated Reporting system.

PERFORMANCE MEASURES						
Measure	Actual FY 2018	Actual FY 2019	Gov. Rec. FY 2020	Actual FY 2020	Gov. Rec. FY 2021	Gov. Rec. FY 2022
Percent of Injection Wells Failing Mechanical Integrity Tests	92.0 %	91.0 %	90.0 %	91.0 %	90.0 %	90.0 %
Number of Wells Plugged in the Course of Regulatory Enforcement	N/A	716	N/A	600	600	600
<b>Agency Expenditures</b>						
All Funds (Dollars in Millions)	\$ 8.0	\$ 8.3	\$ 9.8	\$ 8.1	\$ 9.8	\$ 10.1
FTE Positions	70.0	69.0	88.0	71.0	86.8	86.8

<b>CONSERVATION SUMMARY OF EXPENDITURES FY 2020 – FY 2022</b>					
Item	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Expenditures:</b>					
Salaries and Wages	\$ 5,266,375	\$ 5,669,766	\$ 5,669,766	\$ 5,965,464	\$ 5,965,464
Contractual Services	2,416,078	3,405,509	3,405,509	3,411,009	3,411,009
Commodities	158,111	221,242	221,242	221,242	221,242
Capital Outlay	278,810	537,475	537,475	537,475	537,475
Debt Service	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 8,119,374</u>	<u>\$ 9,833,992</u>	<u>\$ 9,833,992</u>	<u>\$ 10,135,190</u>	<u>\$ 10,135,190</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<b>TOTAL</b>	<b><u>\$ 8,119,374</u></b>	<b><u>\$ 9,833,992</u></b>	<b><u>\$ 9,833,992</u></b>	<b><u>\$ 10,135,190</u></b>	<b><u>\$ 10,135,190</u></b>
<b>Financing:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	8,119,374	9,833,992	9,833,992	10,135,190	10,135,190
<b>TOTAL</b>	<b><u>\$ 8,119,374</u></b>	<b><u>\$ 9,833,992</u></b>	<b><u>\$ 9,833,992</u></b>	<b><u>\$ 10,135,190</u></b>	<b><u>\$ 10,135,190</u></b>
FTE Positions	71.0	86.8	86.8	86.8	86.8

The **agency** requests FY 2022 expenditures for the Conservation program of \$10.1 million, all from special revenue funds. This is an increase of \$301,198, or 3.1 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on salaries and wages and contractual services. Expenditures are detailed below:

- **Salaries and Wages.** The agency requests FY 2022 salaries and wages expenditures of \$6.0 million, which is an increase of \$295,698, or 5.2 percent, above the FY 2021 revised estimate. This increase is due to a decrease in salaries and wages shrinkage and increased employer contributions to KPERs and group health insurance; and
- **Contractual Services.** The agency requests FY 2022 contractual services expenditures of \$3.4 million, which is an increase of \$5,500, or 0.2 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on travel and vehicle mileage.

The **Governor** concurs with the agency's FY 2022 request.

#### ***D. Transportation***

The Transportation Division regulates motor carriers of persons and property (common and private carriers) and works to assure compliance by regulated transportation industries in Kansas and safety for carrier-shippers and the consuming public. The program helps protect the public interest and safety through comprehensive inspection, licensing, and planning.

PERFORMANCE MEASURES						
Measure	Actual FY 2018	Actual FY 2019	Gov. Rec. FY 2020	Actual FY 2020	Gov. Rec. FY 2021	Gov. Rec. FY 2022
Rate of Drivers Taken Out of Service Following Roadside Inspections	5.0 %	5.0 %	5.0 %	6.1 %	5.0 %	5.0 %
Rate of Vehicles Taken Out of Service Following Roadside Inspection	15.0 %	15.0 %	15.0 %	16.4 %	15.0 %	15.0 %
<b>Agency Expenditures</b>						
All Funds (Dollars in Millions)	\$ 1.4	\$ 1.4	\$ 1.6	\$ 1.5	\$ 1.6	\$ 1.6
FTE Positions	16.0	16.0	17.0	15.0	17.0	17.0

TRANSPORTATION SUMMARY OF EXPENDITURES FY 2020 – FY 2022					
Item	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Expenditures:</b>					
Salaries and Wages	\$ 1,236,418	\$ 1,279,427	\$ 1,279,427	\$ 1,253,994	\$ 1,253,994
Contractual Services	173,377	242,913	242,913	244,970	244,970
Commodities	21,559	28,750	28,750	29,181	29,181
Capital Outlay	47,042	62,040	62,040	51,708	51,708
Debt Service	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 1,478,396</u>	<u>\$ 1,613,130</u>	<u>\$ 1,613,130</u>	<u>\$ 1,579,853</u>	<u>\$ 1,579,853</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<b>TOTAL</b>	<b><u>\$ 1,478,396</u></b>	<b><u>\$ 1,613,130</u></b>	<b><u>\$ 1,613,130</u></b>	<b><u>\$ 1,579,853</u></b>	<b><u>\$ 1,579,853</u></b>
<b>Financing:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	1,478,396	1,613,130	1,613,130	1,579,853	1,579,853
<b>TOTAL</b>	<b><u>\$ 1,478,396</u></b>	<b><u>\$ 1,613,130</u></b>	<b><u>\$ 1,613,130</u></b>	<b><u>\$ 1,579,853</u></b>	<b><u>\$ 1,579,853</u></b>
FTE Positions	15.0	17.0	17.0	17.0	17.0

The **agency** requests FY 2022 expenditures for the Transportation program of \$1.6 million, all from special revenue funds. This is a decrease of \$33,277, or 2.1 percent, below the FY 2021 revised estimate. This decrease is due to decreased expenditures on salaries and wages and capital outlay, partially offset by a slight increase in contractual services. Expenditures are detailed below:

- **Salaries and Wages.** The agency requests FY 2022 salaries and wages expenditures of \$1.3 million, which is a decrease of \$25,433, or 2.0 percent, below the FY 2021 revised estimate. This decrease is due to an increase in salaries and wages shrinkage, partially offset by increased employer contributions to KPERS and group health insurance;
- **Contractual Services.** The agency requests FY 2022 contractual services expenditures of \$244,970, which is an increase of \$2,057, or 0.8 percent, above the FY 2021 revised estimate. This increase is due to increased expenditures on rent and travel; and

- **Capital Outlay.** The agency requests FY 2022 capital outlay expenditures of \$51,708, which is a decrease of \$10,332, or 16.7 percent, below the FY 2021 revised estimate. This decrease is due to decreased expenditures on computer equipment due to one-time purchases in FY 2021 to convert employees from desktops to laptops.

The **Governor** concurs with the agency's FY 2022 request.

## **E. Energy**

The Energy Division administers federal and state programs aimed at promoting energy conservation practices and delivering energy conservation services. The Energy Division works to identify opportunities to encourage energy conservation while fostering business development and efficient delivery of public services, particularly in rural Kansas. The Energy Division is funded through the U.S. Department of Energy State Energy Program.

<b>PERFORMANCE MEASURES</b>						
<b>Measure</b>	<b>Actual FY 2018</b>	<b>Actual FY 2019</b>	<b>Gov. Rec. FY 2020</b>	<b>Actual FY 2020</b>	<b>Gov. Rec. FY 2021</b>	<b>Gov. Rec. FY 2022</b>
Percent Increase of Facility Conservation Improvement Program Presentation*	N/A	N/A	20.0 %	N/A	10.0 %	10.0 %
Percent of Small Businesses Applying for USDA Rural Energy for America Grants	N/A	28.0	30.0 %	56.0 %	30.0 %	30.0 %
Percent of Small Businesses Implementing Changes Recommended by Energy Audits	N/A	38.0	40.0 %	38.0 %	40.0 %	40.0 %
<b>Agency Expenditures</b>						
All Funds (Dollars in Thousands)	\$ 160.2	\$ 618.3	\$ 714.7	\$ 543.6	\$ 862.2	\$ 736.6
FTE Positions	1.8	1.0	1.3	0.5	3.0	3.0
*New Measure for FY 2019						

<b>ENERGY</b>					
<b>SUMMARY OF EXPENDITURES FY 2020 – FY 2022</b>					
Item	Actual FY 2020	Agency Est. FY 2021	Gov. Rec. FY 2021	Agency Req. FY 2022	Gov. Rec. FY 2022
<b>Expenditures:</b>					
Salaries and Wages	\$ 76,862	\$ 306,451	\$ 306,451	\$ 182,452	\$ 182,452
Contractual Services	464,662	535,166	535,166	534,876	534,876
Commodities	23	14,250	14,250	14,250	14,250
Capital Outlay	2,066	6,350	6,350	4,996	4,996
Debt Service	0	0	0	0	0
<i>Subtotal - Operations</i>	<u>\$ 543,613</u>	<u>\$ 862,217</u>	<u>\$ 862,217</u>	<u>\$ 736,574</u>	<u>\$ 736,574</u>
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<b>TOTAL</b>	<b><u>\$ 543,613</u></b>	<b><u>\$ 862,217</u></b>	<b><u>\$ 862,217</u></b>	<b><u>\$ 736,574</u></b>	<b><u>\$ 736,574</u></b>
<b>Financing:</b>					
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	543,613	862,217	862,217	736,574	736,574
<b>TOTAL</b>	<b><u>\$ 543,613</u></b>	<b><u>\$ 862,217</u></b>	<b><u>\$ 862,217</u></b>	<b><u>\$ 736,574</u></b>	<b><u>\$ 736,574</u></b>
FTE Positions	0.5	3.0	3.0	3.0	3.0

The **agency** requests FY 2022 expenditures for the Energy program of \$736,574, all from special revenue funds. This is a decrease of \$125,643, or 14.6 percent, below the FY 2021 revised estimate. This decrease is due to decreased expenditures on salaries and wages and capital outlay. Expenditures are detailed below:

- **Salaries and Wages.** The agency requests FY 2022 salaries and wages expenditures of \$182,452, which is a decrease of \$123,999, or 40.5 percent, below the FY 2021 revised estimate. This decrease is due to an increase in salaries and wages shrinkage and decreased expenditures on salaries and wages due to vacant positions; and
- **Capital Outlay.** The agency requests FY 2022 capital outlay expenditures of \$4,996, which is a decrease of \$1,354, or 21.3 percent, below the FY 2021 revised estimate. This decrease is due to decreased expenditures on computer equipment.

The **Governor** concurs with the agency's FY 2022 request.