

House Budget Committee Report

Agency: Kansas Lottery

Bill No. HB 2397

Bill Sec. 44

Analyst: Hull

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Budget Page No. 92

Expenditure Summary	Agency Request FY 2022	Governor Recommendation FY 2022*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	375,683,608	376,129,018	371,210
<i>Subtotal</i>	<u>\$ 375,683,608</u>	<u>\$ 376,129,018</u>	<u>\$ 371,210</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u>\$ 375,683,608</u>	<u>\$ 376,129,018</u>	<u>\$ 371,210</u>

FTE positions 95.0 90.0 5.0

*Includes GBA No. 3, Item 2, to add \$836,000, all from special revenue funds, to adopt the Spring Consensus Revenue Estimate and provide payment to local cities and counties and casino managers for FY 2022. Changes are reflected in the table only.

Agency Request

The **agency** requests \$375.7 million, all from special revenue funds, for FY 2022. The request is an increase of \$31.1 million, or 9.0 percent, above the FY 2021 revised estimate. The majority of the increase is attributable to an increase in the Gaming Facility Manager Fee (\$29.3 million). Salaries and wages expenditure increases for merit-based adjustments and expected increases in fringe benefits costs comprise the majority of the remaining adjustment.

The request of 95.0 FTE is unchanged from the number included in the FY 2021 revised estimate.

Governor's Recommendation

The **Governor** recommends expenditures of \$375.3 million, all from special revenue funds, for FY 2022. This is a decrease of \$390,590, or 0.1 percent, below the agency's request. This decrease is due to the Governor's recommendation to implement a 5.0 percent shrinkage rate.

Additionally, the Governor recommends 90.0 FTE positions, which is a decrease of 5.0 FTE positions below the agency's FY 2022 request. This decrease is due to the elimination of vacant positions.

House Budget Committee Recommendation

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

1. Add 5.0 FTE positions to the Administration program to fully staff the agency to prepare for potential legalization of sports wagering in Kansas for FY 2022.
2. Add \$371,210, all from special revenue funds, to restore the 5.0 percent salaries and wages shrinkage rate savings recommended by the Governor for FY 2022.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2022.

House Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2022.

Senate Subcommittee Report

Agency: Kansas Lottery

Bill No. --

Bill Sec. --

Analyst: Hull

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Budget Page No. 92

Expenditure Summary	Agency Request FY 2022	Governor Recommendation FY 2022*	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	375,683,608	376,129,018	0
<i>Subtotal</i>	\$ 375,683,608	\$ 376,129,018	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 0	\$ 0	\$ 0
 TOTAL	\$ 375,683,608	\$ 376,129,018	\$ 0

FTE positions	95.0	90.0	0.0
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*Includes GBA No. 3, Item 2, to add \$8.7 million, all from special revenue funds, to adopt the Spring Consensus Revenue Estimate and provide payment to local cities and counties and casino managers in FY 2021. Changes are reflected in the table only.

Agency Request

The **agency** requests \$375.7 million, all from special revenue funds, for FY 2022. The request is an increase of \$31.1 million, or 9.0 percent, above the FY 2021 revised estimate. The majority of the increase is attributable to an increase in the Gaming Facility Manager Fee (\$29.3 million). Salaries and wages expenditure increases for merit-based adjustments and expected increases in fringe benefits costs comprise the majority of the remaining adjustment.

The request of 95.0 FTE is unchanged from the number included in the FY 2021 revised estimate.

Governor's Recommendation

The **Governor** recommends expenditures of \$375.3 million, all from special revenue funds, for FY 2022. This is a decrease of \$390,590, or 0.1 percent, below the agency's request. This decrease is due to the Governor's recommendation to implement a 5.0 percent shrinkage rate.

Additionally, the Governor recommends 90.0 FTE positions, which is a decrease of 5.0 FTE positions below the agency's FY 2022 request. This decrease is due to the elimination of vacant positions.

Senate Federal and State Affairs Committee Recommendation

The **Committee** concurs with the Governor's recommendation for FY 2022.

Senate Committee Recommendation

The **Committee** concurs with the Senate Federal and State Affairs Committee's recommendation for FY 2022.

Senate Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommending for FY 2022.

Conference Committee Recommendation (HB 2007)

The **Conference Committee** concurs with the Governor's recommendation for FY 2022.

Omnibus Action (SB 159)

1. Adopt GBA No. 3, Item 2, to add \$836,000, all from special revenue funds, to adopt the Spring Consensus Revenue Estimate and provide payments to local cities and counties and casino managers for FY 2022.

	Governor's Recommendation FY 2022*	Legislative Action	Legislative Approved FY 2022	Omnibus Action FY 2022	Final Legislative Approved FY 2022
All Funds					
State Operations	\$ 327,129,018	\$ 0	\$ 327,129,018	\$ 0	\$ 327,129,018
Aid to Local Units	12,000,000	0	12,000,000	0	12,000,000
Other Assistance	37,000,000	0	37,000,000	0	37,000,000
<i>Subtotal - Operations</i>	<i>\$ 376,129,018</i>	<i>\$ 0</i>	<i>\$ 376,129,018</i>	<i>\$ 0</i>	<i>\$ 376,129,018</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 376,129,018	\$ 0	\$ 376,129,018	\$ 0	\$ 376,129,018

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FTE Positions	90.0	0.0	90.0	0.0	90.0
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*Includes GBA No. 3, Item 2, to add \$836,000, all from special revenue funds, to adopt the Spring Consensus Revenue Estimate and provide payment to local cities and counties and casino managers for FY 2022.