

House Budget Committee Report

Agency: Kansas Department of Commerce **Bill No.** HB 2592

Bill Sec. 28

Analyst: Dear **Analysis Pg. No.** Vol. 1, p. 457

Budget Page No. 78

Expenditure Summary	Agency Estimate FY 2022	Governor Recommendation FY 2022	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 6,583,987	\$ 26,583,987	\$ 0
Federal Funds	47,660,754	48,160,754	0
Other Funds	56,256,294	61,256,294	0
<i>Subtotal</i>	\$ 110,501,035	\$ 136,001,035	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	230,000	230,000	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 230,000	\$ 230,000	\$ 0
TOTAL	\$ 110,731,035	\$ 136,231,035	\$ 0
FTE positions	323.5	323.5	0.0

Agency Estimate

The **agency** estimates revised FY 2022 expenditures of \$110.7 million, including \$6.6 million SGF, which is an increase of \$3.9 million, or 3.7 percent, above the FY 2022 approved budget. The adjustment includes \$2.4 million in Economic Development Initiative Fund (EDIF) reappropriations primarily for operations (\$865,442), the Main Street Program (\$519,158), the Rural Opportunity Zone Program (\$429,973) and Community Development (\$277,804). There were also expansions to several federal programs, including Community Development Block Grants (CDBG) (\$2.0 million), Federal Trade Adjustment Assistance (\$4.0 million), remaining spending from Round 3 of the Coronavirus Relief Fund (CRF) awards (\$800,000), and apprenticeship programs (\$488,938). The increases were partially offset due to phasing out of the Kansas Health Professional Opportunity Project (\$2.9 million) and other federal programs.

Additionally, the agency request for Job Creation Program Fund (JCPF) moneys decreased by \$1.4 million. The State Finance Council appropriated additional SGF moneys to replace JCPF dollars used for COVID-19 relief, and the agency is using those SGF moneys in the place of JCPF moneys in FY 2022.

Governor 's Recommendation

The **Governor** recommends expenditures of \$136.2 million, including \$26.6 million SGF, in FY 2022. The recommendation is an increase of \$25.5 million, including \$20.0 million SGF, above the FY 2022 agency revised estimate. The increase is attributable to \$20.0 million SGF

for the Moderate Income Housing Program, \$5.0 million from the JCPF for economic development, and the new federal grant to assist in reemployment of former inmates (\$500,000).

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor’s recommendation in FY 2022.

House Committee Recommendation

The **Committee** concurs with the Budget Committee recommendation in FY 2022 with the following adjustment:

1. Add \$500,000 SGF for the Build Up Kansas program in FY 2022.

House Committee of the Whole Recommendation

The **Committee** concurs with the House Appropriations Committee recommendation for FY 2022.

Senate Subcommittee Report

Agency: Kansas Department of Commerce **Bill No.** SB 444

Bill Sec. 28

Analyst: Dear **Analysis Pg. No.** Vol. 1, p. 457

Budget Page No. 78

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Governor's Recommendation

The **Governor** recommends expenditures of \$136.2 million, including \$26.6 million SGF, in FY 2022. The recommendation is an increase of \$25.5 million, including \$20.0 million SGF, above the FY 2022 agency revised estimate. The increase is attributable to \$20.0 million SGF for the Moderate Income Housing Program, \$5.0 million from the JCPF for economic development, and the new federal grant to assist in reemployment of former inmates (\$500,000).

Senate Committee on Commerce Recommendation

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

Senate Committee on Ways and Means Recommendation

The **Senate Committee** concurs with the Senate Committee on Commerce recommendation in FY 2022.

Senate Committee of the Whole

The **Senate Committee** concurs with the Senate Committee on Ways and Means recommendation for FY 2022.