

## Senate Subcommittee Report

**Agency:** State Institutions for Mental Health **Bill No.** SB 153

**Bill Sec.** 22

**Analyst:** LaMunyon

**Analysis Pg. No.** Vol.  
II, p. 1285

**Budget Page No.** 258

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 151,535,599	\$ 116,744,353	\$ 0
Federal Funds	0	0	0
Other Funds	20,321,256	20,321,256	0
<i>Subtotal</i>	\$ 171,856,855	\$ 137,065,609	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 9,315	\$ 9,315	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 9,315	\$ 9,315	\$ 0
<b>TOTAL</b>	<b>\$ 171,866,170</b>	<b>\$ 137,074,924</b>	<b>\$ 0</b>
FTE positions	1,453.5	1,453.5	0.0

### Agency Estimate

The **agencies** estimate revised expenditures of \$171.9 million, including \$151.5 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds increase of \$47.6 million, or 38.3 percent, and an SGF increase of \$449.1 million, or 48.0 percent, above the FY 2023 approved amount. This increase is primarily due to the following expenditures:

- **LSH—CONTRACTED FOOD EXPENSES.** LSH requests supplemental funding of \$625,000 SGF in FY 2023. This increase will be used to fund the existing food contract at a higher rate. The current food services contractor has a FY 2023 contract amendment to increase the meal rate by 16.6 percent.
- **LSH—CONTRACT AGENCY NURSING STAFF.** LSH requests supplemental funding of \$34.2 million SGF to its base budget for FY 2023 and to continue in future years. The increase will be used for contract agency nursing staff at LSH. Anticipated expenditures for contract nursing at LSH for FY 2023 are \$43.7 million. The approved budget includes \$9.5 million, and the supplemental request of \$34.2 million would cover the remainder.
- **24/7 PAY PLAN.** During FY 2023, KDADS transferred \$14.3 million SGF to LSH and OSH. This includes \$8.4 million SGF to LSH and \$6.0 million SGF to OSH. The 2022 Legislature added these funds to the KDADS budget for FY 2023. Since the funds

are transferred to the hospitals in FY 2023, the funds appear in the LSH and OSH budgets in FY 2023.

### **Governor's Recommendation**

The **Governor** recommends expenditures of \$137.1 million, including \$116.8 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds decrease of \$34.8 million, or 20.2 percent, including an SGF decrease of the same amount, or 23.0 percent, below the agencies' revised estimate in FY 2023. This decrease is due to the following adjustment:

- **SUPPLEMENTALS NOT RECOMMENDED.** The Governor does not recommend the adoption of the LSH supplemental requests to cover increased contract food expenses (\$625,000 SGF) and contract agency nursing staff (\$34.2 million SGF).

### **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation in FY 2023, with the following adjustment:

1. The Subcommittee requests from the agencies additional information regarding the current hourly wages of each support position included in the agencies' supplemental request for support position wage increases.

### **Senate Committee Recommendation**

The **Committee** concurs with the Subcommittee's recommendation in FY 2023.

### **Senate Committee of the Whole Recommendation (Sub. for SB 155)**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2023.

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## House Budget Committee Report

**Agency:** State Institutions for Mental Health **Bill No.** 2274

**Bill Sec.** 22

**Analyst:** LaMunyon

**Analysis Pg. No.** Vol. II, p. 1258

**Budget Page No.** 258

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 151,535,599	\$ 116,744,353	\$ 0
Federal Funds	0	0	0
Other Funds	20,321,256	20,321,256	0
<i>Subtotal</i>	\$ 171,856,855	\$ 137,065,609	\$ 0
Capital Improvements:			
State General Fund	\$ 9,315	\$ 9,315	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 9,315	\$ 9,315	\$ 0
<b>TOTAL</b>	<b>\$ 171,866,170</b>	<b>\$ 137,074,924</b>	<b>\$ 0</b>
FTE positions	1,453.5	1,453.5	0.0

### Agency Estimate

The **agencies** estimate revised expenditures of \$171.9 million, including \$151.5 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds increase of \$47.6 million, or 38.3 percent, and an SGF increase of \$449.1 million, or 48.0 percent, above the FY 2023 approved amount. This increase is primarily due to the following expenditures:

- **LARNED STATE HOSPITAL—CONTRACTED FOOD EXPENSES.** LSH requests supplemental funding of \$625,000 SGF in FY 2023. This increase will be used to fund the existing food contract at a higher rate. The current food services contractor has a FY 2023 contract amendment to increase the meal rate by 16.6 percent.
- **LSH—CONTRACT AGENCY NURSING STAFF.** LSH requests supplemental funding of \$34.2 million SGF to its base budget for FY 2023 and to continue in future years. The increase will be used for contract agency nursing staff at LSH. Anticipated expenditures for contract nursing at LSH for FY 2023 are \$43.7 million. The approved budget includes \$9.5 million, and the supplemental request of \$34.2 million would cover the remainder.
- **24/7 PAY PLAN.** During FY 2023, KDADS transferred \$14.3 million SGF to LSH and OSH. This includes \$8.4 million SGF to LSH and \$6.0 million SGF to OSH. The 2022

Legislature added these funds to the KDADS budget for FY 2023. Since the funds are transferred to the hospitals in FY 2023, the funds appear in the LSH and OSH budgets in FY 2023.

### **Governor's Recommendation**

The **Governor** recommends expenditures of \$137.1 million, including \$116.8 million SGF, and 1,453.5 FTE positions in FY 2023. This is an all funds decrease of \$34.8 million, or 20.2 percent, including an SGF decrease of the same amount, or 23.0 percent, below the agencies' revised estimate in FY 2023. This decrease is due to the following adjustment:

- **SUPPLEMENTALS NOT RECOMMENDED.** The Governor does not recommend the adoption of the LSH supplemental requests to cover increased contract food expenses (\$625,000 SGF) and contract agency nursing staff (\$34.2 million SGF).

### **House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's recommendation in FY 2023.

### **House Committee Recommendation**

The **Committee** concurs with the Budget Committee's recommendation in FY 2023 with the following adjustment:

1. Pay \$680, all from existing resources in the LSH SGF operations account, for claims against the State regarding lost or damaged patient property in FY 2023.

### **House Committee of the Whole Recommendation (Sub. for SB 42)**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2023.

### **Conference Committee Recommendation (HB 2184)**

The **Conference Committee** concurs with the Governor's recommendation in FY 2023 with the following adjustment:

1. Pay \$680, all from existing resources in the LSH SGF operations account, for claims against the State regarding lost or damaged patient property in FY 2023.

### **Omnibus Action (SB 25)**

No Omnibus action was taken in FY 2023.

	Governor's Recommendation* FY 2023	Legislative Action Mega Bill	Legislative Approved FY 2023	Legislative Action Omnibus Bill	Final Legislative Approved FY 2023
<b>All Funds</b>					
State Operations	\$ 147,413,008	\$ 0	\$ 147,413,008	\$ 0	\$ 147,413,008
Aid to Local Units	0	0	0	0	0
Other Assistance	12,601	0	12,601	0	12,601
<i>Subtotal - Operations</i>	<i>\$ 147,425,609</i>	<i>\$ 0</i>	<i>\$ 147,425,609</i>	<i>\$ 0</i>	<i>\$ 147,425,609</i>
Capital Improvements	9,315	0	9,315	0	9,315
<b>TOTAL</b>	<b>\$ 147,434,924</b>	<b>\$ 0</b>	<b>\$ 147,434,924</b>	<b>\$ 0</b>	<b>\$ 147,434,924</b>

**State General Fund**

State Operations	\$ 127,091,829	\$ 0	\$ 127,091,829	\$ 0	\$ 127,091,829
Aid to Local Units	0	0	0	0	0
Other Assistance	12,524	0	12,524	0	12,524
<i>Subtotal - Operating</i>	<i>\$ 127,104,353</i>	<i>\$ 0</i>	<i>\$ 127,104,353</i>	<i>\$ 0</i>	<i>\$ 127,104,353</i>
Capital Improvements	9,315	0	9,315	0	9,315
<b>TOTAL</b>	<b>\$ 127,113,668</b>	<b>\$ 0</b>	<b>\$ 127,113,668</b>	<b>\$ 0</b>	<b>\$ 127,113,668</b>

FTE Positions	1,453.5	0.0	1,453.5	0.0	1,453.5
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\* Includes GBA No. 1, Item 11, to add \$10.4 million SGF to fund the shortfall for contract nursing at Larned State Hospital in FY 2023.