



May 3, 2019

SUMMARY OF THE THIRD CCR FOR HOUSE SUB. FOR SB 25

The *Third Conference Committee Report for House Sub. for SB 25* incorporates the adjustments to the Governor's Recommendations included in the May 3, 2019 - 12:30 PM conference committee report with the following deletions:

1. Delete \$9.7 million, all from the State General Fund, for the State University Operating Grant for FY 2020.
2. Delete \$1.2 million, all from the State General Fund, from the Non-Tiered Course Credit Hour Grant for FY 2020.
3. Delete \$943,914, all from the State General Fund, for the Postsecondary Tiered Technical Education State Aid for FY 2020.
4. Delete \$193,140, all from the State General Fund, for the Municipal Operating Grant for FY 2020.
5. Delete language to create the joint committee on child welfare system oversight for FY 2020.
6. Delete funding and language associated with the Health Care Access Improvement Program, including:
 - Delete \$14.2 million, all from the State General Fund, for the Health Care Access Improvement Program for FY 2020;
 - Delete language directing the agency to maintain rates at the FY 2019 level until the rate adjustment is approved by the federal Centers for Medicare and Medicaid Service; further delete language to specify if the rate adjustment is not passed during the 2019 Session authorize the agency to maintain hospital and physician rates at the FY 2019 level for FY 2020; and
 - Delete language directing the Department for Health and Environment to request approval for an increase of the hospital provider assessment to 3.0 percent, to include outpatient operating revenue in the provider assessment, and to use 2016 as the base year.
7. Delete \$186,931, all from the State General Fund, for salary adjustments to reduce turnover and the number of vacant positions at Larned State Hospital for FY 2020. Delete language requiring the agency to provide a report to the Legislative Budget Committee prior to the beginning of the 2020 Legislative session on the impact of the funding on vacancy and turnover.

COMPARISON OF FY 2019 - FY 2020 RECOMMENDED EXPENDITURES
Conference Profile
As of Friday, May 3, 2019

| FY 2019: | <u>State General Fund</u> | <u>All Funds</u> | <u>FTE Positions</u> |
|--|---------------------------|-------------------------|----------------------|
| Governor's Recommendation | \$ 7,117,267,170 | \$ 17,209,562,966 | 40,915.7 |
| Conf. Rec. FY 2019 Budget | <u>7,123,310,562</u> | <u>17,216,803,017</u> | <u>40,835.7</u> |
| <i>Difference from Governor's Recommendation</i> | <u>\$ 6,043,392</u> | <u>\$ 7,240,051</u> | <u>(80.0)</u> |
| | | | |
| FY 2020: | <u>State General Fund</u> | <u>All Funds</u> | <u>FTE Positions</u> |
| Governor's Recommendation | \$ 7,572,940,073 | \$ 18,665,162,598 | 40,950.9 |
| Conf. Rec. FY 2020 Budget | <u>7,723,242,460</u> | <u>18,377,559,871</u> | <u>40,866.9</u> |
| <i>Difference from Governor's Recommendation</i> | <u>\$ 150,302,387</u> | <u>\$ (287,602,727)</u> | <u>(84.0)</u> |
| Two -Year Change from Gov. Rec. | \$ 156,345,779 | \$ (280,362,676) | |

STATE GENERAL FUND RECEIPTS, EXPENDITURES AND BALANCES
Conference Profile
As of Friday, May 3, 2019

| | <u>Actual FY 2018</u> | <u>SWAM Rec. FY 2019</u> | <u>SWAM Rec. FY 2020</u> |
|---------------------------------------|---------------------------|------------------------------|------------------------------|
| Beginning Balance | \$ 108.5 | \$ 761.7 | \$ 866.2 |
| Receipts (April 2019 Consensus) | 7,302.3 | 7,236.6 | 7,327.0 |
| Governor's Revenue Adjustments | - | (8.6) | 244.6 |
| PMIB Bridge Funding Gov Rec. | - | (264.3) | 52.9 |
| Legislative Receipt Adjustments | - | 264.2 | (191.2) |
| Adjusted Receipts | <u>7,302.3</u> | <u>7,227.8</u> | <u>7,433.3</u> |
| Total Available | \$ 7,410.8 | \$ 7,989.5 | \$ 8,299.6 |
| Less Expenditures | 6,649.1 | 7,123.3 | 7,577.9 |
| KPERS Reammortization Deletion | 0.0 | 0.0 | 145.3 |
| Total Expenditures | \$ 6,649.1 | \$ 7,123.3 | \$ 7,723.2 |
| Ending Balance | \$ 761.7 | \$ 866.2 | \$ 576.3 |
| Ending Balance as a % of Expenditures | 11.5% | 12.2% | 7.5% |

**State General Fund Revenue Adjustments
Conference Committee
As of Friday, May 3, 2019**

FY 2019:

| | |
|-------------------------------|---------------------------|
| Restore PMIB Bridge Funding | 264,300,000 |
| <i>EDIF - Build Up Kansas</i> | <u>(125,000)</u> |
| Total FY 2019 | <u>264,175,000</u> |

FY 2020:

| | |
|--|--------------------------------|
| State Water Plan Fund Transfer | \$ (1,240,224) |
| <i>EDIF - Kansas Creative Arts Industries Commission</i> | (310,037) |
| PMIB Bridge Fund Accelerated Payoff | (132,200,000) |
| Reduced Transfer from the State Highway Fund | (6,400,000) |
| Transfer KPERs Savings to KPERs Trust Fund | (51,000,000) |
| Total FY 2020 | <u>\$ (191,150,261)</u> |

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|--------------------------------------|------------------------------------|
| Total FY 2019 through FY 2020 | <u><u>\$ 73,024,739</u></u> |
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