

Substitute for SENATE BILL No. 269

By Committee on Ways and Means

3-20

1 AN ACT making and concerning appropriations for the fiscal years ending
2 June 30, 2018, June 30, 2019, June 30, 2020, June 30, 2021, June 30,
3 2022, June 30, 2023, and June 30, 2024, for the state agencies;
4 authorizing certain transfers, capital improvement projects and fees,
5 imposing certain restrictions and limitations, and directing or
6 authorizing certain receipts, disbursements, procedures and acts
7 incidental to the foregoing; amending K.S.A. 2017 Supp. 75-2263, 75-
8 4209, 75-6706, 79-4804 and 82a-953a and repealing the existing
9 sections.

10

11 *Be it enacted by the Legislature of the State of Kansas:*

12 Section 1. (a) For the fiscal years ending June 30, 2018, and June 30,
13 2019, June 30, 2020, June 30, 2021, June 30, 2022, June 30, 2023, and
14 June 30, 2024, appropriations are hereby made, restrictions and limitations
15 are hereby imposed, and transfers, capital improvement projects, fees,
16 receipts, disbursements, procedures and acts incidental to the foregoing are
17 hereby directed or authorized as provided in this act.

18 (b) The agencies named in this act are hereby authorized to initiate
19 and complete the capital improvement projects specified and authorized by
20 this act or for which appropriations are made by this act, subject to the
21 restrictions and limitations imposed by this act.

22 (c) This act shall not be subject to the provisions of K.S.A. 75-
23 6702(a), and amendments thereto.

24 (d) The appropriations made by this act shall not be subject to the
25 provisions of K.S.A. 46-155, and amendments thereto.

26 Sec. 2.

27

KANSAS BOARD OF BARBERING

28 (a) On the effective date of this act, the expenditure limitation
29 established for the fiscal year ending June 30, 2018, by the state finance
30 council by section 177(d) of chapter 104 of the 2017 Session Laws of
31 Kansas on the board of barbering fee fund (100-00-2704-0100) of the
32 Kansas board of barbering is hereby decreased from \$188,489 to
33 \$150,398.

34 Sec. 3.

35

KANSAS BOARD OF BARBERING

36 (a) On July 1, 2018, the expenditure limitation established for the

1 fiscal year ending June 30, 2019, by the state finance council by section
2 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the board of
3 barbering fee fund (100-00-2704-0100) of the Kansas board of barbering
4 is hereby decreased from \$188,212 to \$151,157.

5 Sec. 4.

6 KANSAS STATE BOARD OF COSMETOLOGY

7 (a) On the effective date of this act, the expenditure limitation
8 established for the fiscal year ending June 30, 2018, by the state finance
9 council by section 177(d) of chapter 104 of the 2017 Session Laws of
10 Kansas on the cosmetology fee fund (149-00-2706-0100) of the Kansas
11 state board of cosmetology is hereby increased from \$1,016,509 to
12 \$1,023,423.

13 Sec. 5.

14 KANSAS STATE BOARD OF COSMETOLOGY

15 (a) On July 1, 2018, the expenditure limitation established for the
16 fiscal year ending June 30, 2019, by the state finance council by section
17 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
18 cosmetology fee fund (149-00-2706-0100) of the Kansas state board of
19 cosmetology is hereby increased from \$1,019,564 to \$1,041,172.

20 Sec. 6.

21 KANSAS BOARD OF EXAMINERS IN FITTING 22 AND DISPENSING OF HEARING INSTRUMENTS

23 (a) On the effective date of this act, the expenditure limitation
24 established for the fiscal year ending June 30, 2018, by section 19(a) of
25 chapter 104 of the 2017 Session Laws of Kansas on the hearing instrument
26 board fee fund (266-00-2712-9900) of the Kansas board of examiners in
27 fitting and dispensing of hearing instruments is hereby increased from
28 \$27,043 to \$32,284.

29 Sec. 7.

30 BOARD OF NURSING

31 (a) On the effective date of this act, the expenditure limitation
32 established for the fiscal year ending June 30, 2018, by section 20(a) of
33 chapter 104 of the 2017 Session Laws of Kansas on the board of nursing
34 fee fund (482-00-2716-0200) of the board of nursing is hereby increased
35 from \$2,541,423 to \$2,577,129.

36 Sec. 8.

37 BOARD OF NURSING

38 (a) On July 1, 2018, the expenditure limitation established for the
39 fiscal year ending June 30, 2019, by section 20(a) of chapter 104 of the
40 2017 Session Laws of Kansas on the board of nursing fee fund (482-00-
41 2716-0200) of the board of nursing is hereby increased from \$2,594,467 to
42 \$2,630,173.

43 Sec. 9.

1 BOARD OF EXAMINERS IN OPTOMETRY

2 (a) On the effective date of this act, the expenditure limitation
3 established for the fiscal year ending June 30, 2018, by section 21(a)
4 chapter 104 of the 2017 Session Laws of Kansas on the optometry fee fund
5 (488-00-2717-0100) of the board of examiners in optometry is hereby
6 increased from \$161,360 to \$163,708.

7 Sec. 10.

8 STATE BOARD OF PHARMACY

9 (a) On the effective date of this act, the expenditure limitation
10 established for the fiscal year ending June 30, 2018, by section 22(a)
11 chapter 104 of the 2017 Session Laws of Kansas on the state board of
12 pharmacy fee fund (531-00-2718-0100) of the state board of pharmacy is
13 hereby increased from \$1,435,882 to \$1,561,016.

14 (b) There is appropriated for the above agency from the following
15 special revenue fund or funds for the fiscal year ending June 30, 2018, all
16 moneys now or hereafter lawfully credited to and available in such fund or
17 funds, except that expenditures other than refunds authorized by law shall
18 not exceed the following:

19 Harold Rogers prescription fund (531-00-3188-3110).....No limit

20 Sec. 11.

21 STATE BOARD OF PHARMACY

22 (a) On July 1, 2018, the expenditure limitation established for the
23 fiscal year ending June 30, 2019, by section 22(a) of chapter 104 of the
24 2017 Session Laws of Kansas on the state board of pharmacy fee fund
25 (531-00-2718-0100) of the state board of pharmacy is hereby increased
26 from \$1,468,285 to \$1,596,419.

27 (b) There is appropriated for the above agency from the following
28 special revenue fund or funds for the fiscal year ending June 30, 2019, all
29 moneys now or hereafter lawfully credited to and available in such fund or
30 funds, except that expenditures other than refunds authorized by law shall
31 not exceed the following:

32 Harold Rogers prescription fund (531-00-3188-3110).....No limit

33 Sec. 12.

34 REAL ESTATE APPRAISAL BOARD

35 (a) There is appropriated for the above agency from the following
36 special revenue fund or funds for the fiscal year ending June 30, 2018, all
37 moneys now or hereafter lawfully credited to and available in such fund or
38 funds, except that expenditures other than refunds authorized by law shall
39 not exceed the following:

40 Special litigation reserve fund.....No limit

41 *Provided*, That no expenditures shall be made from the special litigation
42 reserve fund for the fiscal year ending June 30, 2018, except upon the
43 approval of the director of the budget acting after ascertaining that: (1)

1 Unforeseeable occurrence or unascertainable effects of a foreseeable
 2 occurrence characterize the need for the requested expenditure, and delay
 3 until the next legislative session on the requested action would be contrary
 4 to clause (3) of this proviso; (2) the requested expenditure is not one that
 5 was rejected in the next preceding session of the legislature and is not
 6 contrary to known legislative policy; and (3) the requested action will
 7 assist the above agency in attaining an objective or goal that bears a valid
 8 relationship to powers and functions of the above agency.

9 (b) During the fiscal year ending June 30, 2018, the executive
 10 director of the real estate appraisal board, with the approval of the director
 11 of the budget, may transfer moneys from the appraiser fee fund (543-00-
 12 2732-0100) of the real estate appraisal board to the special litigation
 13 reserve fund of the real estate appraisal board: *Provided*, That the
 14 aggregate of such transfers for the fiscal year ending June 30, 2018, shall
 15 not exceed \$20,000: *Provided further*, That the executive director of the
 16 real estate appraisal board shall certify each such transfer of moneys to the
 17 director of accounts and reports and shall transmit a copy of each such
 18 certification to the director of the budget and the director of legislative
 19 research.

20 Sec. 13.

21 REAL ESTATE APPRAISAL BOARD

22 (a) There is appropriated for the above agency from the following
 23 special revenue fund or funds for the fiscal year ending June 30, 2019, all
 24 moneys now or hereafter lawfully credited to and available in such fund or
 25 funds, except that expenditures other than refunds authorized by law shall
 26 not exceed the following:

27 Special litigation reserve fund.....No limit

28 *Provided*, That no expenditures shall be made from the special litigation
 29 reserve fund for the fiscal year ending June 30, 2019, except upon the
 30 approval of the director of the budget acting after ascertaining that: (1)
 31 Unforeseeable occurrence or unascertainable effects of a foreseeable
 32 occurrence characterize the need for the requested expenditure, and delay
 33 until the next legislative session on the requested action would be contrary
 34 to clause (3) of this proviso; (2) the requested expenditure is not one that
 35 was rejected in the next preceding session of the legislature and is not
 36 contrary to known legislative policy; and (3) the requested action will
 37 assist the above agency in attaining an objective or goal that bears a valid
 38 relationship to powers and functions of the above agency.

39 (b) During the fiscal year ending June 30, 2019, the executive
 40 director of the real estate appraisal board, with the approval of the director
 41 of the budget, may transfer moneys from the appraiser fee fund (543-00-
 42 2732-0100) of the real estate appraisal board to the special litigation
 43 reserve fund of the real estate appraisal board: *Provided*, That the

1 aggregate of such transfers for the fiscal year ending June 30, 2019, shall
2 not exceed \$20,000: *Provided further*, That the executive director of the
3 real estate appraisal board shall certify each such transfer of moneys to the
4 director of accounts and reports and shall transmit a copy of each such
5 certification to the director of the budget and the director of legislative
6 research.

7 (c) On July 1, 2018, the expenditure limitation established for the
8 fiscal year ending June 30, 2019, by the state finance council by section
9 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraiser
10 fee fund (543-00-2732-0100) of the real estate appraisal board is hereby
11 increased from \$162,342 to \$324,684.

12 (d) On July 1, 2018, the director of accounts and reports shall transfer
13 all moneys in the appraisal management companies fee fund (543-00-
14 2138-2138) of the real estate appraisal board to the appraiser fee fund
15 (543-00-2732-0100) of the real estate appraisal board. On July 1, 2018, all
16 liabilities of the appraisal management companies fee fund are hereby
17 transferred to and imposed on the appraiser fee fund and the appraisal
18 management companies fee fund is hereby abolished.

19 (e) On July 1, 2018, the expenditure limitation established for the
20 fiscal year ending June 30, 2019, by the state finance council by section
21 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraisal
22 management companies fee fund (543-00-2138-2138) of the real estate
23 appraisal board is hereby decreased from \$162,342 to \$0.

24 Sec. 14.

25 KANSAS REAL ESTATE COMMISSION

26 (a) On the effective date of this act, the expenditure limitation
27 established for the fiscal year ending June 30, 2018, by the state finance
28 council by section 177(d) of chapter 104 of the 2017 Session Laws of
29 Kansas on the real estate fee fund (549-00-2721-0100) of the Kansas real
30 estate commission is hereby decreased from \$1,188,512 to \$1,059,696.

31 Sec. 15.

32 KANSAS REAL ESTATE COMMISSION

33 (a) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by the state finance council by section
35 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the real
36 estate fee fund (549-00-2721-0100) of the Kansas real estate commission
37 is hereby decreased from \$1,154,124 to \$1,025,124.

38 Sec. 16.

39 STATE BOARD OF TECHNICAL PROFESSIONS

40 (a) On the effective date of this act, the expenditure limitation
41 established for the fiscal year ending June 30, 2018, by section 25(a) of
42 chapter 104 of the 2017 Session Laws of Kansas on the technical
43 professions fee fund (663-00-2729-0100) of the state board of technical

1 professions is hereby increased from \$714,864 to \$720,165.

2 Sec. 17.

3 STATE BOARD OF TECHNICAL PROFESSIONS

4 (a) On July 1, 2018, the expenditure limitation established for the
5 fiscal year ending June 30, 2019, by section 25(a) of chapter 104 of the
6 2017 Session Laws of Kansas on the technical professions fee fund (663-
7 00-2729-0100) of the state board of technical professions is hereby
8 increased from \$754,388 to \$759,689.

9 Sec. 18.

10 STATE BOARD OF VETERINARY EXAMINERS

11 (a) On the effective date of this act, the expenditure limitation
12 established for the fiscal year ending June 30, 2018, by section 26(a) of
13 chapter 104 of the 2017 Session Laws of Kansas on the veterinary
14 examiners fee fund (700-00-2727-1100) of the state board of veterinary
15 examiners is hereby decreased from \$348,480 to \$348,034.

16 Sec. 19.

17 STATE BOARD OF VETERINARY EXAMINERS

18 (a) On July 1, 2018, the expenditure limitation established for the
19 fiscal year ending June 30, 2019, by section 26(a) of chapter 104 of the
20 2017 Session Laws of Kansas on the veterinary examiners fee fund (700-
21 00-2727-1100) of the state board of veterinary examiners is hereby
22 decreased from \$356,987 to \$356,957.

23 Sec. 20.

24 GOVERNMENTAL ETHICS COMMISSION

25 (a) On the effective date of this act, the expenditure limitation
26 established for the fiscal year ending June 30, 2018, by the state finance
27 council by section 177(d) of chapter 104 of the 2017 Session Laws of
28 Kansas on the governmental ethics commission fee fund (247-00-2188-
29 2000) of the governmental ethics commission is hereby decreased from
30 \$256,966 to \$243,762.

31 Sec. 21.

32 GOVERNMENTAL ETHICS COMMISSION

33 (a) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by the state finance council by section
35 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
36 governmental ethics commission fee fund (247-00-2188-2000) of the
37 governmental ethics commission is hereby decreased from \$268,027 to
38 \$267,660.

39 Sec. 22.

40 LEGISLATIVE COORDINATING COUNCIL

41 (a) There is appropriated for the above agency from the state general
42 fund for the fiscal year ending June 30, 2018, the following:
43 Legislative research

1 department – operations (425-00-1000-0103).....\$3,084
 2 (b) On the effective date of this act, of the \$537,812 appropriated for
 3 the above agency for the fiscal year ending June 30, 2018, by section 28(a)
 4 of chapter 104 of the 2017 Session Laws of Kansas from the state general
 5 fund in the legislative coordinating council – operations account (422-00-
 6 1000-0100), the sum of \$321 is hereby lapsed.

7 Sec. 23.

8 LEGISLATIVE COORDINATING COUNCIL

9 (a) There is appropriated for the above agency from the state general
10 fund for the fiscal year ending June 30, 2019, the following:

11 Legislative coordinating
 12 council – operations (422-00-1000-0100).....\$12,273
 13 Legislative research
 14 department – operations (425-00-1000-0103).....\$7,584

15 Sec. 24.

16 LEGISLATURE

17 (a) There is appropriated for the above agency from the state general
18 fund for the fiscal year ending June 30, 2018, the following:

19 Operations (including official hospitality) (428-00-1000-0103).....\$400,000

20 Sec. 25.

21 LEGISLATURE

22 (a) Any unencumbered balance in excess of \$100 as of June 30, 2018,
23 in the following account is hereby reappropriated for fiscal year 2019:
24 Legislative information system (428-00-1000-0300).

25 Sec. 26.

26 DIVISION OF POST AUDIT

27 (a) On the effective date of this act, of the \$2,467,048 appropriated
28 for the above agency for the fiscal year ending June 30, 2018, by section
29 33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
30 general fund in the operations account (including legislative post audit
31 committee) (540-00-1000-0100), the sum of \$192,909 is hereby lapsed.

32 Sec. 27.

33 GOVERNOR'S DEPARTMENT

34 (a) On July 1, 2018, the provisions of section 36(e) of chapter 104 of
35 the 2017 Session Laws of Kansas are hereby declared to be null and void
36 and shall have no force and effect.

37 (b) On July 1, 2018, the provisions of section 36(f) of chapter 104 of
38 the 2017 Session Laws of Kansas are hereby declared to be null and void
39 and shall have no force and effect.

40 Sec. 28.

41 ATTORNEY GENERAL

42 (a) On the effective date of this act, of the \$5,216,867 appropriated
43 for the above agency for the fiscal year ending June 30, 2018, by section

1 37(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
2 general fund in the operating expenditures account (082-00-1000), the sum
3 of \$4,000 is hereby lapsed.

4 (b) On the effective date of this act, or as soon thereafter as moneys
5 are available, the director of accounts and reports shall transfer \$250,000
6 from the court cost fund (082-00-2012-2000) to the state general fund.

7 Sec. 29.

8

ATTORNEY GENERAL

9 (a) There is appropriated for the above agency from the state general
10 fund for the fiscal year ending June 30, 2019, the following:

11 Abuse, neglect and exploitation unit (082-00-1000-0500).....\$200,000

12 (b) On July 1, 2018, the provisions of section 38(g) of chapter 104 of
13 the 2017 Session Laws of Kansas are hereby declared to be null and void
14 and shall have no force and effect.

15 (c) On July 1, 2018, or as soon thereafter as moneys are available, the
16 director of accounts and reports shall transfer \$1,750,000 from the court
17 cost fund (082-00-2012-2000) to the state general fund.

18 (d) On July 1, 2018, or as soon thereafter as moneys are available, the
19 director of accounts and reports shall transfer \$600,000 from the state
20 general fund to the medicaid fraud prosecution revolving fund (082-00-
21 2641-2280).

22 Sec. 30.

23

STATE TREASURER

24 (a) On the effective date of this act, the expenditure limitation
25 established for the fiscal year ending June 30, 2018, by the state finance
26 council by section 177(d) of chapter 104 of the 2017 Session Laws of
27 Kansas on the state treasurer operating fund (670-00-2374-2300) of the
28 office of the state treasurer is hereby decreased from \$1,702,107 to
29 \$1,682,516: *Provided*, That, notwithstanding the provisions of the uniform
30 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,
31 or any other statute, of all the moneys received under the uniform
32 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,
33 during fiscal year 2018, the state treasurer is hereby authorized and
34 directed to credit the first \$1,682,516 received and deposited in the state
35 treasury to the state treasurer operating fund: *Provided further*, That, after
36 such aggregate amount has been credited to the state treasurer operating
37 fund, then all of the moneys received under the uniform unclaimed
38 property act during fiscal year 2018 shall be credited as prescribed under
39 the unclaimed property act, K.S.A. 58-3934 et seq., and amendments
40 thereto: *And provided further*, That all moneys credited to the state
41 treasurer operating fund during fiscal year 2018 are to reimburse the state
42 treasurer for accounting, auditing, budgeting, legal, payroll, personnel and
43 purchasing services and any other governmental services that are

1 performed to administer the provisions of the uniform unclaimed property
2 act, K.S.A. 58-3934 et seq., and amendments thereto, that are not
3 otherwise reimbursed under any other provision of law.

4 Sec. 31.

5 STATE TREASURER

6 (a) On July 1, 2018, the expenditure limitation established for the
7 fiscal year ending June 30, 2018, by the state finance council by section
8 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the state
9 treasurer operating fund (670-00-2374-2300) of the office of the state
10 treasurer is hereby decreased from \$1,718,838 to \$1,680,844: *Provided*,
11 That, notwithstanding the provisions of the uniform unclaimed property
12 act, K.S.A. 58-3934 et seq., and amendments thereto, or any other statute,
13 of all the moneys received under the uniform unclaimed property act,
14 K.S.A. 58-3934 et seq., and amendments thereto, during fiscal year 2019,
15 the state treasurer is hereby authorized and directed to credit the first
16 \$1,680,844 received and deposited in the state treasury to the state
17 treasurer operating fund: *Provided further*, That, after such aggregate
18 amount has been credited to the state treasurer operating fund, then all of
19 the moneys received under the uniform unclaimed property act during
20 fiscal year 2019 shall be credited as prescribed under the unclaimed
21 property act, K.S.A. 58-3934 et seq., and amendments thereto: *And*
22 *provided further*; That all moneys credited to the state treasurer operating
23 fund during fiscal year 2019 are to reimburse the state treasurer for
24 accounting, auditing, budgeting, legal, payroll, personnel and purchasing
25 services and any other governmental services that are performed to
26 administer the provisions of the uniform unclaimed property act, K.S.A.
27 58-3934 et seq., and amendments thereto, that are not otherwise
28 reimbursed under any other provision of law.

29 Sec. 32.

30 INSURANCE DEPARTMENT

31 (a) On the effective date of this act, the expenditure limitation
32 established for the fiscal year ending June 30, 2018, by the state finance
33 council by section 177(d) of chapter 104 of the 2017 Session Laws of
34 Kansas on the securities act fee fund (331-00-2162-0100) of the insurance
35 department is hereby decreased from \$3,148,377 to \$2,879,523.

36 Sec. 33.

37 INSURANCE DEPARTMENT

38 (a) On July 1, 2018, the expenditure limitation established for the
39 fiscal year ending June 30, 2019, by the state finance council by section
40 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
41 securities act fee fund (331-00-2162-0100) of the insurance department is
42 hereby decreased from \$3,030,872 to \$2,924,049.

43 Sec. 34.

1 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

2 (a) There is appropriated for the above agency from the state general
3 fund for the fiscal year ending June 30, 2018, the following:

| | |
|---|-----------|
| 4 Assigned counsel expenditures (328-00-1000-0700)..... | \$37,436 |
| 5 Capital defense operations (328-00-1000-0800)..... | \$180,000 |

6 Sec. 35.

7 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

8 (a) There is appropriated for the above agency from the state general
9 fund for the fiscal year ending June 30, 2019, the following:

| | |
|--|-----------|
| 10 Assigned counsel expenditures (328-00-1000-0700)..... | \$689,335 |
| 11 Capital defense operations (328-00-1000-0800)..... | \$180,000 |

12 Sec. 36.

13 JUDICIAL BRANCH

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

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| 16 Judiciary operations (677-00-1000-0103)..... | \$200,000 |
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17 Sec. 37.

18 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM

19 (a) On July 1, 2018, notwithstanding the provisions of K.S.A. 38-
20 2102, and amendments thereto, the amount prescribed by K.S.A. 38-
21 2102(d)(4), and amendments thereto, to be transferred on July 1, 2018, by
22 the director of accounts and reports from the Kansas endowment for youth
23 fund to the children's initiatives fund is hereby increased to \$58,646,551.

24 (b) On July 1, 2018, the provisions of section 57(d) of chapter 104 of
25 the 2017 Session Laws of Kansas are hereby declared to be null and void
26 and shall have no force and effect.

27 Sec. 38.

28 KANSAS HUMAN RIGHTS COMMISSION

29 (a) On the effective date of this act, the director of accounts and
30 reports shall transfer all moneys in the annual banquet fund (058-00-2611-
31 1400) of the Kansas human rights commission to the education and
32 training fund (058-00-2282-2000) of the Kansas human rights
33 commission. On the effective date of this act, all liabilities of the annual
34 banquet fund are hereby transferred to and imposed on the education and
35 training fund and the annual banquet fund is hereby abolished.

36 Sec. 39.

37 KANSAS HUMAN RIGHTS COMMISSION

38 (a) On July 1, 2018, the expenditure limitation for official hospitality
39 established for the fiscal year ending June 30, 2019, by section 59(a) of
40 chapter 104 of the 2017 Session Laws of Kansas on the operating
41 expenditures account (058-00-1000-0103) of the state general fund of the
42 Kansas human rights commission is hereby increased from \$200 to \$500.

43 Sec. 40.

DEPARTMENT OF ADMINISTRATION

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(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:

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| Operating expenditures (173-00-1000-0200)..... | \$167,807 |
| Long-term care ombudsman (173-00-1000-0580)..... | \$43,837 |
| Clyde mill and elevator demolition..... | \$300,000 |

(b) On the effective date of this act, of the \$245,000 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 65(j) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the SIBF – state building insurance account (173-00-8100-8920), the sum of \$97,432 is hereby lapsed.

(c) On the effective date of this act, of the \$265,000 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 65(k) of chapter 104 of the 2017 Session Laws of Kansas from the correctional institutions building fund in the CIBF – state building insurance account (173-00-8600-8930), the sum of \$141,081 is hereby lapsed.

(d) On the effective date of this act, the provisions of section 65(m) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(e) (1) (A) On the effective date of this act, the state board of regents shall determine and certify to the director of the budget each of the specific amounts from the amounts appropriated from the state general fund or from the moneys appropriated and available in the special revenue funds for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection: *Provided*, That the aggregate of all such amounts certified to the director of the budget shall be an amount that is equal to or more than \$1,184,054. The certification by the state board of regents shall specify the amount in each account of the state general fund or in each special revenue fund, or account thereof, that is designated by the state board of regents pursuant to this subsection for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account in the state general fund by the director of accounts and reports pursuant to this subsection. At the same time as such certification is transmitted to the director of the budget, the state board of regents shall transmit a copy of such certification to the director of legislative research.

(B) The director of the budget shall review each such certification from the state board of regents and shall certify a copy of each such certification from the state board of regents to the director of accounts and reports. At the same time as such certification is transmitted to the director of accounts and reports, the director of the budget shall transmit a copy of each such certification to the director of legislative research.

1 (C) In accordance with the certification by the director of the budget
2 that is submitted to the director of accounts and reports under this
3 subsection, the appropriation for fiscal year 2018 for each account of the
4 state general fund, state economic development initiatives fund, state water
5 plan fund and children's initiatives fund that is appropriated or
6 reappropriated for the fiscal year ending June 30, 2018, by chapter 104 of
7 the 2017 Session Laws of Kansas or by this or other appropriation act of
8 the 2018 regular session of the legislature is hereby respectively lapsed by
9 the amount equal to the amount certified under this subsection.

10 (2) In determining the amounts to be certified to the director of
11 accounts and reports in accordance with this subsection, the director of the
12 budget and the state board of regents shall consider any changed
13 circumstances and unanticipated reductions in expenditures or
14 unanticipated and required expenditures by the state agencies for fiscal
15 year 2018.

16 (3) (A) Prior to June 30, 2018, after receipt of each certification by
17 the director of the budget pursuant to this subsection, the director of
18 accounts and reports shall transfer and debit to the 27th payroll adjustment
19 account of the state general fund, which is hereby established in the state
20 general fund, by an amount equal to the aggregate of the amounts certified
21 by the director of the budget pursuant to this subsection in accordance with
22 such certifications.

23 (B) Prior to June 30, 2018, the director of accounts and reports shall
24 transfer the balance of the 27th payroll adjustment account of the state
25 general fund to the master account of the state general fund: *Provided,*
26 *however;* That the amount transferred shall not exceed the amount of the
27 then outstanding balance of the state treasurer's receivables for the state
28 general fund.

29 (C) Prior to June 30, 2018, the director of accounts and reports shall
30 adjust the amounts debited and credited to the state treasurer's receivables
31 and to the 27th payroll adjustment account of the state general fund
32 pursuant to this subsection to reflect all moneys actually transferred and
33 credited to the 27th payroll adjustment account of the state general fund
34 pursuant to this subsection during fiscal year 2018.

35 (D) On June 30, 2018, the director of accounts and reports shall
36 record a credit to the state treasurer's receivables for the state general fund
37 and shall record a corresponding debit to the state general fund in the
38 amount of the outstanding receivable created to finance the cost of the 27th
39 payroll chargeable to the fiscal year ending June 30, 2028.

40 (E) The director of accounts and reports shall notify the state
41 treasurer of all amounts debited and credited to the 27th payroll adjustment
42 account of the state general fund pursuant to this subsection and all
43 reductions and adjustments made thereto pursuant to this subsection. The

1 state treasurer shall enter all such amounts debited and credited and shall
2 make reductions and adjustments thereto on the books and records kept
3 and maintained for the state general fund by the state treasurer in
4 accordance with the notice thereof.

5 (4) As used in this subsection, "regents agency" means the state board
6 of regents, Fort Hays state university, Kansas state university, Kansas state
7 university extension systems and agriculture research programs, Kansas
8 state university veterinary medical center, Emporia state university,
9 Pittsburg state university, the university of Kansas, the university of
10 Kansas medical center and Wichita state university.

11 (5) The provisions of this subsection shall not apply to:

12 (A) Any money held in trust in a trust fund or held in trust in any
13 other special revenue fund or funds of any regents agency;

14 (B) any moneys received from any agency or authority of the federal
15 government or from any other federal source, other than any such federal
16 moneys that are credited to or may be received and credited to special
17 revenue funds of a regents agency and that are determined by the state
18 board of regents to be federal moneys that may be transferred to and
19 debited to the 27th payroll adjustment account of the state general fund by
20 the director of accounts and reports pursuant to this subsection;

21 (C) any account of the Kansas educational building fund or the state
22 institutions building fund; or

23 (D) any fund of any regents agency in the state treasury, as
24 determined by the director of the budget, that would experience financial
25 or administrative difficulties as a result of executing the provisions of this
26 subsection, including, but not limited to, cash-flow problems, the inability
27 to meet ordinary expenditure obligations, or any conflicts with prevailing
28 contracts, compacts or other provisions of law.

29 (6) Each amount transferred from any special revenue fund of any
30 regents agency to the state general fund pursuant to this subsection is
31 transferred to reimburse the state general fund for accounting, auditing,
32 budgeting, legal, payroll, personnel and purchasing services and any other
33 governmental services that are performed on behalf of the regents agency
34 involved by other state agencies that receive appropriations from the state
35 general fund to provide such services.

36 (f) (1) During the fiscal year ending June 30, 2018, in addition to the
37 other purposes for which expenditures may be made by the secretary of
38 administration, from moneys appropriated from the state general fund or
39 any special revenue fund or funds for the department of administration for
40 fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this
41 act or any other appropriation act of the 2018 regular session of the
42 legislature, expenditures shall be made by the secretary of administration
43 from the state general fund or from any special revenue fund or funds for

1 fiscal year 2018, for the secretary, on behalf of the state of Kansas, to
 2 convey by quitclaim deed all of the rights, title and interest of the state of
 3 Kansas in the following real estate located in Cloud county, Kansas, to the
 4 City of Clyde, Kansas, subject to the provisions of this section: 0 Borton
 5 Ave, Clyde, Kansas, commonly known as the Clyde mill and elevator.

6 (2) The quitclaim deed shall be executed by the secretary of
 7 administration for and on behalf of the state of Kansas in a form approved
 8 by the attorney general.

9 (3) In the event that the secretary of administration determines that
 10 the legal description of any parcel of real estate described by this section is
 11 incorrect, the secretary of administration may convey the property utilizing
 12 the correct legal description, but the deed conveying the property shall be
 13 subject to the approval of the attorney general.

14 Sec. 41.

15 DEPARTMENT OF ADMINISTRATION

16 (a) There is appropriated for the above agency from the state general
 17 fund for the fiscal year ending June 30, 2019, the following:

| | |
|---|-------------|
| 18 Operating expenditures (173-00-1000-0200)..... | \$197,083 |
| 19 Pay plan equalization..... | \$1,500,000 |
| 20 Long-term care ombudsman (173-00-1000-0580)..... | \$34,695 |

21 (b) During the fiscal year ending June 30, 2019, the director of the
 22 budget may transfer any part of any item of appropriation for the fiscal
 23 year ending June 30, 2019, from the pay plan equalization account of the
 24 state general fund for the department of administration to another item of
 25 appropriation for any other agency account of the state general fund
 26 appropriated for fiscal year 2019 for such other agency. The director of the
 27 budget shall certify each such transfer to the director of accounts and
 28 reports and shall transmit a copy of each such certification to the director
 29 of legislative research.

30 (c) On July 1, 2018, the director of accounts and reports shall record a
 31 debit to the state treasurer's receivables for the state economic
 32 development initiatives fund and shall record a corresponding credit to the
 33 state economic development initiatives fund in an amount certified by the
 34 director of the budget that shall be equal to 75% of the amount estimated
 35 by the director of the budget to be transferred and credited to the state
 36 economic development initiatives fund during the fiscal year ending June
 37 30, 2019, except that such amount shall be proportionally adjusted during
 38 fiscal year 2019 with respect to any change in the moneys to be transferred
 39 and credited to the state economic development initiatives fund during
 40 fiscal year 2019. All moneys transferred and credited to the state economic
 41 development initiatives fund during fiscal year 2019 shall reduce the
 42 amount debited and credited to the state economic development initiatives
 43 fund under this subsection and section 66(h)(2) and (h)(3) of chapter 104

1 of the 2017 Session Laws of Kansas. On July 1, 2018, the provisions of
2 section 66(h)(1) of chapter 104 of the 2017 Session Laws of Kansas are
3 hereby declared to be null and void and shall have no force and effect.

4 (d) On July 1, 2018, the provisions of section 66(n) of chapter 104 of
5 the 2017 Session Laws of Kansas are hereby declared to be null and void
6 and shall have no force and effect.

7 (e) (1) (A) Prior to August 15, 2018, the state board of regents shall
8 determine and certify to the director of the budget each of the specific
9 amounts from the amounts appropriated from the state general fund or
10 from the moneys appropriated and available in the special revenue funds
11 for each of the regents agencies to be transferred to and debited to the 27th
12 payroll adjustment account of the state general fund by the director of
13 accounts and reports pursuant to this subsection: *Provided*, That the
14 aggregate of all such amounts certified to the director of the budget shall
15 be an amount that is equal to or more than \$1,184,054. The certification by
16 the state board of regents shall specify the amount in each account of the
17 state general fund or in each special revenue fund, or account thereof, that
18 is designated by the state board of regents pursuant to this subsection for
19 each of the regents agencies to be transferred to and debited to the 27th
20 payroll adjustment account in the state general fund by the director of
21 accounts and reports pursuant to this subsection. At the same time as such
22 certification is transmitted to the director of the budget, the state board of
23 regents shall transmit a copy of such certification to the director of
24 legislative research.

25 (B) The director of the budget shall review each such certification
26 from the state board of regents and shall certify a copy of each such
27 certification from the state board of regents to the director of accounts and
28 reports. At the same time as such certification is transmitted to the director
29 of accounts and reports, the director of the budget shall transmit a copy of
30 each such certification to the director of legislative research.

31 (C) On August 15, 2018, in accordance with the certification by the
32 director of the budget that is submitted to the director of accounts and
33 reports under this subsection, the appropriation for fiscal year 2019 for
34 each account of the state general fund, state economic development
35 initiatives fund, state water plan fund and children's initiatives fund that is
36 appropriated or reappropriated for the fiscal year ending June 30, 2019, by
37 chapter 104 of the 2017 Session Laws of Kansas or by this or other
38 appropriation act of the 2018 regular session of the legislature is hereby
39 respectively lapsed by the amount equal to the amount certified under this
40 subsection.

41 (2) In determining the amounts to be certified to the director of
42 accounts and reports in accordance with this subsection, the director of the
43 budget and the state board of regents shall consider any changed

1 circumstances and unanticipated reductions in expenditures or
2 unanticipated and required expenditures by the state agencies for fiscal
3 year 2019.

4 (3) (A) On or before September 1, 2018, after receipt of each
5 certification by the director of the budget pursuant to this subsection, the
6 director of accounts and reports shall transfer and debit to the 27th payroll
7 adjustment account of the state general fund, which is hereby established
8 in the state general fund, by an amount equal to the aggregate of the
9 amounts certified by the director of the budget pursuant to this subsection
10 in accordance with such certifications.

11 (B) On September 1, 2018, the director of accounts and reports shall
12 transfer the balance of the 27th payroll adjustment account of the state
13 general fund to the master account of the state general fund: *Provided,*
14 *however;* That the amount transferred shall not exceed the amount of the
15 then outstanding balance of the state treasurer's receivables for the state
16 general fund.

17 (C) On September 1, 2018, the director of accounts and reports shall
18 adjust the amounts debited and credited to the state treasurer's receivables
19 and to the 27th payroll adjustment account of the state general fund
20 pursuant to this subsection to reflect all moneys actually transferred and
21 credited to the 27th payroll adjustment account of the state general fund
22 pursuant to this subsection during fiscal year 2019.

23 (D) On June 30, 2019, the director of accounts and reports shall
24 record a credit to the state treasurer's receivables for the state general fund
25 and shall record a corresponding debit to the state general fund in the
26 amount of the outstanding receivable created to finance the cost of the 27th
27 payroll chargeable to the fiscal year ending June 30, 2028.

28 (E) The director of accounts and reports shall notify the state
29 treasurer of all amounts debited and credited to the 27th payroll adjustment
30 account of the state general fund pursuant to this subsection and all
31 reductions and adjustments made thereto pursuant to this subsection. The
32 state treasurer shall enter all such amounts debited and credited and shall
33 make reductions and adjustments thereto on the books and records kept
34 and maintained for the state general fund by the state treasurer in
35 accordance with the notice thereof.

36 (4) As used in this subsection, "regents agency" means the state board
37 of regents, Fort Hays state university, Kansas state university, Kansas state
38 university extension systems and agriculture research programs, Kansas
39 state university veterinary medical center, Emporia state university,
40 Pittsburg state university, the university of Kansas, the university of
41 Kansas medical center and Wichita state university.

42 (5) The provisions of this subsection shall not apply to:

43 (A) Any money held in trust in a trust fund or held in trust in any

1 other special revenue fund or funds of any regents agency;
 2 (B) any moneys received from any agency or authority of the federal
 3 government or from any other federal source, other than any such federal
 4 moneys that are credited to or may be received and credited to special
 5 revenue funds of a regents agency and that are determined by the state
 6 board of regents to be federal moneys that may be transferred to and
 7 debited to the 27th payroll adjustment account of the state general fund by
 8 the director of accounts and reports pursuant to this subsection;

9 (C) any account of the Kansas educational building fund or the state
 10 institutions building fund; or

11 (D) any fund of any regents agency in the state treasury, as
 12 determined by the director of the budget, that would experience financial
 13 or administrative difficulties as a result of executing the provisions of this
 14 subsection, including, but not limited to, cash-flow problems, the inability
 15 to meet ordinary expenditure obligations, or any conflicts with prevailing
 16 contracts, compacts or other provisions of law.

17 (6) Each amount transferred from any special revenue fund of any
 18 regents agency to the state general fund pursuant to this subsection is
 19 transferred to reimburse the state general fund for accounting, auditing,
 20 budgeting, legal, payroll, personnel and purchasing services and any other
 21 governmental services that are performed on behalf of the regents agency
 22 involved by other state agencies that receive appropriations from the state
 23 general fund to provide such services.

24 Sec. 42.

25 OFFICE OF INFORMATION TECHNOLOGY SERVICES

26 (a) There is appropriated for the above agency from the state general
 27 fund for the fiscal year ending June 30, 2018, the following:

| | |
|--|-------------|
| 28 Information technology modernization..... | \$2,644,760 |
| 29 Office 365 cloud email services..... | \$826,378 |

30 Sec. 43.

31 OFFICE OF INFORMATION TECHNOLOGY SERVICES

32 (a) There is appropriated for the above agency from the state general
 33 fund for the fiscal year ending June 30, 2019, the following:

| | |
|---|-------------|
| 34 Cybersecurity support..... | \$2,682,852 |
| 35 Office 365 cloud email services..... | \$826,378 |

36 Sec. 44.

37 STATE BOARD OF TAX APPEALS

38 (a) On the effective date of this act, the expenditure limitation
 39 established for the fiscal year ending June 30, 2018, by the state finance
 40 council by section 177(d) of chapter 104 of the 2017 Session Laws of
 41 Kansas on the BOTA filing fee fund (562-00-2240-2240) of the state board
 42 of tax appeals is hereby increased from \$1,057,264 to \$1,059,123.

43 Sec. 45.

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STATE BOARD OF TAX APPEALS

(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the BOTA filing fee fund (562-00-2240-2240) of the state board of tax appeals is hereby increased from \$1,073,475 to \$1,077,192.

Sec. 46.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:

Operating expenditures (565-00-1000-0303).....\$439,669

(b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby increased from \$46,491,890 to \$46,685,210.

(c) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$632,968 from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue.

Sec. 47.

DEPARTMENT OF REVENUE

(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:

Operating expenditures (565-00-1000-0303).....\$224,000

(b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby decreased from \$46,545,716 to \$46,268,528.

(c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the MSA compliance fund (565-00-2274-2274) of the department of revenue is hereby increased from \$1,333,220 to no limit.

(d) On July 1, 2018, the amount of \$11,513,742 authorized by section 75(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby increased to \$11,671,984.

1 account (300-00-1900-1150), the sum of \$805,000 is hereby lapsed.

2 (d) On July 1, 2018, the amount of \$19,200,000 authorized by section
3 83(g) of chapter 104 of the 2017 Session Laws of Kansas to be transferred
4 by the director of accounts and reports from the economic development
5 initiatives fund (300-00-1900-1100) of the department of commerce to the
6 state general fund is hereby decreased to \$18,700,000.

7 Sec. 50.

8 DEPARTMENT OF LABOR

9 (a) On the effective date of this act, the expenditure limitation
10 established for the fiscal year ending June 30, 2018, by section 86(b) of
11 chapter 104 of the 2017 Session Laws of Kansas on the workmen's
12 compensation fee fund (296-00-2124-2220) of the department of labor is
13 hereby increased from \$14,681,786 to \$15,072,758.

14 (b) On the effective date of this act, the expenditure limitation
15 established for the fiscal year ending June 30, 2018, by section 187(d) of
16 chapter 104 of the 2017 Session Laws of Kansas on the workmen's
17 compensation fee fund (296-00-2124-2220) of the department of labor for
18 such capital improvement purposes is hereby increased from \$780,000 to
19 \$1,165,000.

20 Sec. 51.

21 DEPARTMENT OF LABOR

22 (a) There is appropriated for the above agency from the state general
23 fund for the fiscal year ending June 30, 2019, the following:

24 Amusement ride safety (296-00-1000-0513).....\$249,511

25 (b) On July 1, 2018, the expenditure limitation established for the
26 fiscal year ending June 30, 2019, by section 87(b) of chapter 104 of the
27 2017 Session Laws of Kansas on the workmen's compensation fee fund
28 (296-00-2124-2220) of the department of labor is hereby increased from
29 \$12,812,732 to \$15,149,481.

30 (c) On July 1, 2018, the expenditure limitation established for the
31 fiscal year ending June 30, 2019, by section 188(d) of chapter 104 of the
32 2017 Session Laws of Kansas on the workmen's compensation fee fund
33 (296-00-2124-2220) of the department of labor for such capital
34 improvement purposes is hereby increased from \$265,000 to \$870,000.

35 Sec. 52.

36 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

37 (a) There is appropriated for the above agency from the state general
38 fund for the fiscal year ending June 30, 2018, the following:

39 Operating expenditures – administration (649-00-1000-0103).....\$2,175

40 Operating expenditures – veteran services (694-00-1000-0203).....\$10,809

41 Operating expenditures – Kansas soldiers' home

42 (694-00-1000-0403).....\$17,641

43 Operating expenditures – state veterans cemeteries

1 (694-00-1000-0703).....\$8,646

2 (b) There is appropriated for the above agency from the state
3 institutions building fund for the fiscal year ending June 30, 2018, the
4 following:

5 WaKeeney hail storm damage.....\$136,881

6 *Provided*, That, notwithstanding the provisions of K.S.A. 76-6b05, and
7 amendments thereto, or any other statute, expenditures may be made from
8 the WaKeeney hail storm damage account during fiscal year 2018 for
9 capital improvements at the state veterans cemetery in WaKeeney.

10 (c) On the effective date of this act, of the \$812,050 appropriated for
11 the above agency for the fiscal year ending June 30, 2018, by section
12 190(b) of chapter 104 of the 2017 Session Laws of Kansas from the state
13 institutions building fund in the veterans' home rehabilitation and repair
14 projects account (694-00-8100-8250), the sum of \$64,800 is hereby
15 lapsed.

16 Sec. 53.

17 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

18 (a) On July 1, 2018, of the \$637,900 appropriated for the above
19 agency for the fiscal year ending June 30, 2019, by section 191(b) of
20 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
21 building fund in the soldiers' home rehabilitation and repair projects
22 account (694-00-8100-7100), the sum of \$22,727 is hereby lapsed.

23 (b) On July 1, 2018, of the \$812,050 appropriated for the above
24 agency for the fiscal year ending June 30, 2019, by section 191(b) of
25 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
26 building fund in the veterans' home rehabilitation and repair projects
27 account (694-00-8100-8250), the sum of \$40,670 is hereby lapsed.

28 (c) There is appropriated for the above agency from the state
29 institutions building fund for the fiscal year ending June 30, 2019, the
30 following:

31 Waste disposal.....\$125,000

32 *Provided*, That, notwithstanding the provisions of K.S.A. 76-6b05, and
33 amendments thereto, or any other statute, expenditures may be made from
34 the waste disposal account during fiscal year 2019 for the purchase of a
35 waste disposal vehicle.

36 (d) There is appropriated for the above agency from the following
37 special revenue fund or funds for the fiscal year ending June 30, 2019, all
38 moneys now or hereafter lawfully credited to and available in such fund or
39 funds, except that expenditures shall not exceed the following:

40 Veterans benefit lottery game fund.....\$1,200,000

41 *Provided*, That expenditures from the veterans benefit lottery game fund
42 shall be in an amount equal to 50% for operating expenditures and capital
43 improvements of the above agency, or for the use and benefit of the

1 Kansas veterans' home, the Kansas soldiers' home and the state veterans
2 cemetery system; and 50% for the veterans enhanced service delivery
3 program.

4 (e) In addition to the other purposes for which expenditures may be
5 made by the above agency from moneys appropriated from the lottery
6 operating fund (450-00-5123-5100) pursuant to K.S.A. 74-8711, and
7 amendments thereto, on July 1, 2018, or as soon thereafter as moneys are
8 available, the director of accounts and reports shall transfer \$1,200,000
9 from the lottery operating fund of the Kansas lottery to the veterans benefit
10 lottery game fund of the Kansas commission on veterans affairs office.

11 (f) On July 1, 2018, the provisions of section 78(c) of chapter 104 of
12 the 2017 Session Laws of Kansas are hereby declared to be null and void
13 and shall have no force and effect.

14 (g) On July 1, 2018, the \$105,685 appropriated for the above agency
15 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
16 the 2017 Session Laws of Kansas from the state general fund in the scratch
17 lotto — Kansas veterans' home account (694-00-1000-0300), is hereby
18 lapsed.

19 (h) On July 1, 2018, the \$459,354 appropriated for the above agency
20 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
21 the 2017 Session Laws of Kansas from the state general fund in the scratch
22 lotto — veterans services account (694-00-1000-0330), is hereby lapsed.

23 (i) On July 1, 2018, the \$137,270 appropriated for the above agency
24 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
25 the 2017 Session Laws of Kansas from the state general fund in the scratch
26 lotto — Kansas soldiers' home account (694-00-1000-0310), is hereby
27 lapsed.

28 (j) On July 1, 2018, the \$216,399 appropriated for the above agency
29 for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of
30 the 2017 Session Laws of Kansas from the state general fund in the scratch
31 lotto — veterans cemeteries account (694-00-1000-0340), is hereby
32 lapsed.

33 Sec. 54.

34 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

35 (a) There is appropriated for the above agency from the following
36 special revenue fund or funds for the fiscal year ending June 30, 2020, all
37 moneys now or hereafter lawfully credited to and available in such fund or
38 funds, except that expenditures shall not exceed the following:

39 Veterans benefit lottery game fund.....\$1,260,000

40 *Provided*, That expenditures from the veterans benefit lottery game fund
41 shall be in an amount equal to 50% for operating expenditures and capital
42 improvements of the above agency, or for the use and benefit of the
43 Kansas veterans' home, the Kansas soldiers' home and the state veterans

1 cemetery system; and 50% for the veterans enhanced service delivery
2 program.

3 (b) On July 1, 2019, or as soon thereafter as moneys are available, the
4 director of accounts and reports shall transfer \$1,260,000 from the lottery
5 operating fund (450-00-5123-5100) of the Kansas lottery to the veterans
6 benefit lottery game fund of the Kansas commission on veterans affairs
7 office.

8 Sec. 55.

9 DEPARTMENT OF HEALTH AND ENVIRONMENT –
10 DIVISION OF PUBLIC HEALTH

11 (a) There is appropriated for the above agency from the state general
12 fund for the fiscal year ending June 30, 2018, the following:

13 Infants and toddlers program (264-00-1000-0570).....\$1,000,000

14 (b) On the effective date of this act, of the \$329,607 appropriated for
15 the above agency for the fiscal year ending June 30, 2018, by section 91(a)
16 of chapter 104 of the 2017 Session Laws of Kansas from the state general
17 fund in the vaccine purchases account (264-00-1000-0900), the sum of
18 \$264,106 is hereby lapsed.

19 (c) There is appropriated for the above agency from the following
20 special revenue fund or funds for the fiscal year ending June 30, 2018, all
21 moneys now or hereafter lawfully credited to and available in such fund or
22 funds, except that expenditures other than refunds authorized by law shall
23 not exceed the following:

24 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit
25 Kansas newborn screening information system

26 maintenance and enhancement
27 federal fund (264-00-3612-3612).....No limit

28 Lifting young families toward excellence
29 federal fund (264-00-3627-3627).....No limit

30 (d) On the effective date of this act, any unencumbered balance in
31 each of the following accounts of the state general fund is hereby lapsed:
32 Ryan White matching funds (264-00-1000-1200); office of the inspector
33 general (264-00-1000-0050).

34 Sec. 56.

35 DEPARTMENT OF HEALTH AND ENVIRONMENT –
36 DIVISION OF PUBLIC HEALTH

37 (a) There is appropriated for the above agency from the state general
38 fund for the fiscal year ending June 30, 2019, the following:

39 Infants and toddlers program (264-00-1000-0570).....\$1,000,000

40 (b) There is appropriated for the above agency from the children's
41 initiatives fund for the fiscal year ending June 30, 2019, the following:

42 Healthy start (264-00-2000-2105).....\$33,066

43 (c) There is appropriated for the above agency from the following

- 1 special revenue fund or funds for the fiscal year ending June 30, 2019, all
- 2 moneys now or hereafter lawfully credited to and available in such fund or
- 3 funds, except that expenditures other than refunds authorized by law shall
- 4 not exceed the following:
- 5 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit
- 6 Kansas newborn screening information system
- 7 maintenance and enhancement
- 8 federal fund (264-00-3612-3612).....No limit
- 9 Lifting young families toward excellence
- 10 federal fund (264-00-3627-3627).....No limit
- 11 Sec. 57.

12 DEPARTMENT OF HEALTH AND
13 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

- 14 (a) There is appropriated for the above agency from the state general
- 15 fund for the fiscal year ending June 30, 2018, the following:
- 16 Other medical assistance (264-00-1000-3026).....\$41,940,052
- 17 (b) On the effective date of this act, the expenditure limitation
- 18 established for the fiscal year ending June 30, 2018, by section 94(b) of
- 19 chapter 104 of the 2017 Session Laws of Kansas on the preventive health
- 20 care program fund (264-00-2556-2550) of the department of health and
- 21 environment – division of health care finance is hereby decreased from
- 22 \$1,640,046 to \$491,161.
- 23 (c) On the effective date of this act, the expenditure limitation for
- 24 salaries and wages and other operating expenditures established for the
- 25 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
- 26 2017 Session Laws of Kansas on the cafeteria benefits fund (264-00-7720-
- 27 9002) of the department of health and environment – division of health
- 28 care finance is hereby decreased from \$3,844,401 to \$2,492,845.
- 29 (d) On the effective date of this act, the expenditure limitation for
- 30 salaries and wages and other operating expenditures established for the
- 31 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
- 32 2017 Session Laws of Kansas on the dependent care assistance program
- 33 fund (264-00-7740-8700) of the department of health and environment –
- 34 division of health care finance is hereby decreased from \$3,981,219 to
- 35 \$622,302.
- 36 (e) On the effective date of this act, the expenditure limitation
- 37 established for the fiscal year ending June 30, 2018, by section 94(b) of
- 38 chapter 104 of the 2017 Session Laws of Kansas on the medical programs
- 39 fee fund (264-00-2395-0110) of the department of health and environment
- 40 – division of health care finance is hereby increased from \$95,498,999 to
- 41 \$106,998,999.
- 42 (f) During the fiscal year ending June 30, 2018, notwithstanding the
- 43 provisions of K.S.A. 2017 Supp. 65-6217 and 65-6218, and amendments

1 thereto, or any other statute to the contrary, the director of accounts and
2 reports shall transfer \$11,500,000 from the health care access
3 improvement fund (264-00-2443-2215) of the department of health and
4 environment – division of health care finance to the medical programs fee
5 fund (264-00-2395-0110) of the department of health and environment –
6 division of health care finance: *Provided, however,* That any such transfer
7 shall be subject to the provisions of subsection (g).

8 (g) During the fiscal year ending June 30, 2018, no moneys shall be
9 transferred from the health care access improvement fund (264-00-2443-
10 2215) of the department of health and environment – division of health
11 care finance to any other account or fund unless and until the department
12 of health and environment – division of health care finance implements a
13 process to fully disclose and reconcile the balance and use of moneys in
14 the health care access improvement fund and from the hospital provider
15 assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and
16 amendments thereto, including revenue, expenditures, running balance of
17 such fund, any deficits and write-offs: *Provided,* That any such process
18 shall be approved by the health care access improvement panel established
19 by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such
20 transfer: *And provided,* That, if a 4% increase to the medicaid
21 reimbursement rate for hospitals is not passed by the 2018 legislature and
22 enacted into law, then no moneys shall be transferred from the health care
23 access improvement fund to any other account or fund during fiscal year
24 2018: *And provided further;* That the department of health and
25 environment – division of health care finance shall advise and consult with
26 the health care access improvement panel and the Kansas hospital
27 association to develop such process: *And provided further,* That the
28 department of health and environment – division of health care finance
29 shall execute non-disclosure agreements with the Kansas hospital
30 association and other persons as determined to be necessary by the
31 department of health and environment – division of health care finance to
32 implement this subsection: *And provided further,* That such process shall
33 be implemented and approved by the health care access improvement
34 panel on or before May 4, 2018: *Provided, however,* That, if the
35 department of health and environment – division of health care finance is
36 unable to implement such process on or before May 4, 2018, then such
37 agency shall disclose and reconcile the balance and use of such moneys in
38 the health care access improvement fund, including revenue, expenditures,
39 running balance of such fund, any deficits and write-offs for fiscal years
40 2016 and 2017 to the health care access improvement panel on or before
41 May 4, 2018, and upon approval by the panel, funds may be transferred
42 from the health care access improvement fund to any other account or fund
43 authorized by law: *And provided further,* That the department of health and

1 environment – division of health care finance shall report to the senate
2 standing committee on ways and means detailing the agency's progress to
3 implement this subsection on or before May 4, 2018.

4 (h) During the fiscal year ending June 30, 2018, in addition to the
5 other purposes for which expenditures may be made by the department of
6 health and environment – division of health care finance from moneys
7 appropriated from the state general fund or from any special revenue funds
8 or funds for fiscal year 2018 by chapter 104 of the 2017 Session Laws of
9 Kansas, this or any other appropriation act of the 2018 regular session of
10 the legislature, expenditures shall be made by the above agency from such
11 moneys to implement, and require any managed care organization
12 providing state medicaid services under the Kansas medical assistance
13 program to implement, a policy to provide at least a 60-day admission for
14 individuals requiring inpatient treatment in a psychiatric residential
15 treatment facility, as determined by a managed care organization providing
16 state medicaid services under the Kansas medical assistance program,
17 without imposing any prior authorization requirements to receive such
18 admission or treatment.

19 (i) On the effective date of this act, the expenditure limitation for
20 salaries and wages and other operating expenditures established for the
21 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the
22 2017 Session Laws of Kansas on the health benefits administrations
23 clearing fund – remit admin service org (264-00-7746-7746) of the
24 department of health and environment – division of health care finance is
25 hereby increased from \$9,050,000 to \$12,157,000.

26 Sec. 58.

27 DEPARTMENT OF HEALTH AND
28 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

29 (a) There is appropriated for the above agency from the state general
30 fund for the fiscal year ending June 30, 2019, the following:

| | |
|---|---------------|
| 31 Other medical assistance (264-00-1000-3026)..... | \$130,263,716 |
| 32 Graduate medical education | \$1,300,000 |
| 33 Health policy operating expenditures (264-00-1000-0010)..... | \$152,600 |
| 34 Evidence based juvenile programs..... | \$6,000,000 |

35 (b) On July 1, 2018, the expenditure limitation established for the
36 fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the
37 2017 Session Laws of Kansas on the preventive health care program fund
38 (264-00-2556-2550) of the department of health and environment –
39 division of health care finance is hereby decreased from \$1,649,246 to
40 \$494,649.

41 (c) On July 1, 2018, the expenditure limitation for salaries and wages
42 and other operating expenditures established for the fiscal year ending
43 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws

1 of Kansas on the cafeteria benefits fund (264-00-7720-9002) of the
2 department of health and environment – division of health care finance is
3 hereby decreased from \$3,843,557 to \$2,533,492.

4 (d) On July 1, 2018, the expenditure limitation for salaries and wages
5 and other operating expenditures established for the fiscal year ending
6 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws
7 of Kansas on the dependent care assistance program fund (264-00-7740-
8 8700) of the department of health and environment – division of health
9 care finance is hereby decreased from \$3,987,115 to \$625,012.

10 (e) During the fiscal year ending June 30, 2019, in addition to the
11 other purposes for which expenditures may be made by the department of
12 health and environment – division of health care finance from moneys
13 appropriated from the state general fund or from any special revenue funds
14 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
15 Kansas, this or any other appropriation act of the 2018 regular session of
16 the legislature, expenditures shall be made by the above agency from such
17 moneys to implement, and require any managed care organization
18 providing state medicaid services under the Kansas medical assistance
19 program to implement, a policy to provide at least a 60-day admission for
20 individuals requiring inpatient treatment in a psychiatric residential
21 treatment facility, as determined by a managed care organization providing
22 state medicaid services under the Kansas medical assistance program,
23 without imposing any prior authorization requirements to receive such
24 admission or treatment.

25 (f) During the fiscal year ending June 30, 2019, in addition to the
26 other purposes for which expenditures may be made by the department of
27 health and environment – division of health care finance from moneys
28 appropriated from the state general fund or from any special revenue fund
29 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
30 Kansas, this or any other appropriation act of the 2018 regular session of
31 the legislature, expenditures shall be made by the above agency from such
32 moneys in an amount not to exceed \$5,000,000 from the state general
33 fund, plus any matching federal moneys, to reinstate a program
34 implementing state medicaid services for health homes pursuant to 42
35 U.S.C. § 1396w-4: *Provided*, That participation in such program shall be
36 on an opt-in basis and not on the basis of automatic enrollment: *Provided*
37 *further*, That participation in such program shall be open to youth and
38 adults: *And provided further*, That participation in the program shall be
39 structured to ensure that individuals with a significant mental illness,
40 substance use disorder or chronic physical health condition are served:
41 *And provided further*, That the above agency shall not allow any managed
42 care organization providing the above services under the Kansas medical
43 assistance program to claim an administrative claiming rate higher than

1 10% to provide such services.

2 (g) During the fiscal year ending June 30, 2019, in addition to the
3 other purposes for which expenditures may be made by the department of
4 health and environment – division of health care finance from moneys
5 appropriated from the state general fund or from any special revenue funds
6 or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of
7 Kansas, this or any other appropriation act of the 2018 regular session of
8 the legislature, expenditures shall be made by the above agency from such
9 moneys to increase medicaid reimbursement rates for hospitals by 4%:
10 *Provided*, That such rate increase shall be reflected in the hospital
11 medicaid fee schedule.

12 (h) During the fiscal year ending June 30, 2019, no moneys shall be
13 transferred from the health care access improvement fund (264-00-2443-
14 2215) of the department of health and environment – division of health
15 care finance to any other account or fund unless and until the department
16 of health and environment – division of health care finance implements a
17 process to fully disclose and reconcile the balance and use of moneys in
18 the health care access improvement fund and from the hospital provider
19 assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and
20 amendments thereto, including revenue, expenditures, running balance of
21 such fund, any deficits and write-offs: *Provided*, That any such process
22 shall be approved by the health care access improvement panel established
23 by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such
24 transfer: *Provided further*, That, if a 4% increase to the medicaid
25 reimbursement rate for hospitals is not passed by the 2018 legislature and
26 enacted into law, then no moneys shall be transferred from the health care
27 access improvement fund to any other account or fund during fiscal year
28 2019: *Provided, however*, That, if the department of health and
29 environment – division of health care finance discloses and reconciles the
30 balance and use of such moneys in the health care access improvement
31 fund, including revenue, expenditures, running balance of such fund, any
32 deficits and write-offs for fiscal years 2016 and 2017 to the health care
33 access improvement panel on or before May 4, 2018, and receives
34 approval by the panel, then funds may be transferred from the health care
35 access improvement fund to any other account or fund authorized by law.

36 (i) On July 1, 2018, the expenditure limitation for salaries and wages
37 and other operating expenditures established for the fiscal year ending
38 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws
39 of Kansas on the health benefits administrations clearing fund – remit
40 admin service org (264-00-7746-7746) of the department of health and
41 environment – division of health care finance is hereby increased from
42 \$9,050,000 to \$11,005,000.

43 Sec. 59.

KANSAS DEPARTMENT FOR AGING
AND DISABILITY SERVICES

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(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:

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| Larned state hospital – sexual predator treatment program (410-00-1000-0200)..... | \$1,239,699 |
| Larned state hospital – SPTP reintegration program (410-00-1000-0400)..... | \$20,000 |
| Osawatomie state hospital – operating expenditures (494-00-1000-0100)..... | \$5,111,720 |

(b) On the effective date of this act, of the \$616,064,457 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 99(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the LTC – medicaid assistance – NF account (039-00-1000-0520), the sum of \$41,598,009 is hereby lapsed.

(c) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the Kansas department for aging and disability services from moneys appropriated from the LTC – medicaid assistance – NF account (039-00-1000-0520) of the Kansas department for aging and disability services for fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys, notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and amendments thereto, or any other statute to the contrary, and subject to appropriations, to provide rate increases for nursing facilities.

(d) On the effective date of this act, of the \$3,849,532 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service – new state security hospital account (039-00-8100-8320), the sum of \$303 is hereby lapsed.

(e) On the effective date of this act, of the \$2,583,200 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service – state hospitals rehabilitation and repair account (039-00-8100-8325), the sum of \$116,590 is hereby lapsed.

(f) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability service is hereby decreased from no limit to \$5,822,437.

1 (g) On the effective date of this act, the expenditure limitation
2 established for the fiscal year ending June 30, 2018, by section 99(b) of
3 chapter 104 of the 2017 Session Laws of Kansas on the Kansas
4 neurological institute fee fund (363-00-2059-2000) of the Kansas
5 department for aging and disability services is hereby increased from
6 \$1,744,846 to \$1,902,791.

7 (h) On the effective date of this act, the expenditure limitation
8 established for the fiscal year ending June 30, 2018, by section 99(b) of
9 chapter 104 of the 2017 Session Laws of Kansas on the Larned state
10 hospital fee fund (410-00-2073-2100) of the Kansas department for aging
11 and disability services is hereby increased from \$3,444,194 to \$3,556,862.

12 (i) On the effective date of this act, the expenditure limitation
13 established for the fiscal year ending June 30, 2018, by section 99(b) of
14 chapter 104 of the 2017 Session Laws of Kansas on the Osawatimie state
15 hospital fee fund (494-00-2079-4200) of the Kansas department for aging
16 and disability services is hereby decreased from \$1,589,186 to \$875,690.

17 (j) On the effective date of this act, the expenditure limitation
18 established for the fiscal year ending June 30, 2018, by section 99(b) of
19 chapter 104 of the 2017 Session Laws of Kansas on the Osawatimie state
20 hospital certified care fund (494-00-2079-4201) of the Kansas department
21 for aging and disability services is hereby decreased from \$2,398,316 to
22 \$0.

23 (k) On the effective date of this act, the expenditure limitation
24 established for the fiscal year ending June 30, 2018, by section 99(b) of
25 chapter 104 of the 2017 Session Laws of Kansas on the Parsons state
26 hospital and training center fee fund (507-00-2082-2200) of the Kansas
27 department for aging and disability services is hereby decreased from
28 \$1,372,386 to \$1,155,304.

29 (l) During the fiscal year ending June 30, 2018, in addition to the
30 other purposes for which expenditures may be made from the general fees
31 fund (039-00-2524-2500) for fiscal year 2018 by the above agency by
32 chapter 104 of the 2017 Session Laws of Kansas, this or other
33 appropriation act of the 2018 regular session of the legislature,
34 expenditures shall be made by the above agency from such fund to pay
35 rainbow services incorporated in an amount not to exceed \$1,200,000.

36 (m) On the effective date of this act, of the \$185,248 appropriated for
37 the above agency for the fiscal year ending June 30, 2018, by section
38 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
39 institutions building fund in the Kansas neurological institute – energy
40 conservation improvement debt service account (363-00-8100-8000), the
41 sum of \$1,262 is hereby lapsed.

42 (n) There is appropriated for the above agency from the state
43 institutions building fund for the fiscal year ending June 30, 2018, the

1 following:

2 Parsons state hospital and training center – energy
3 conservation improvement debt service (507-00-8100-8330).....\$16,531

4 (o) There is hereby appropriated for the above agency from the
5 following special revenue fund or funds for the fiscal year ending June 30,
6 2018, all moneys now or hereafter lawfully credited to and available in
7 such fund or funds, except that expenditures other than refunds authorized
8 by law shall not exceed the following:

9 Opioid abuse treatment & prevention federal fund
10 (039-00-3023-3024).....No limit
11 Sec. 60.

12 KANSAS DEPARTMENT FOR AGING
13 AND DISABILITY SERVICES

14 (a) There is appropriated for the above agency from the state general
15 fund for the fiscal year ending June 30, 2019, the following:

16 Nursing facilities regulation (039-00-1000-0710).....\$83,168

17 Nursing facilities regulation – title XIX (039-00-1000-0712).....\$147,854

18 Larned state hospital – sexual predator treatment program
19 (410-00-1000-0200).....\$4,353,822

20 Larned state hospital – SPTP reintegration program
21 (410-00-1000-0400).....\$30,000

22 Osawatomic state hospital – operating expenditures
23 (494-00-1000-0100).....\$7,192,724

24 Program grants – nutrition – state match (039-00-1000-0280).....\$100,000

25 (b) On July 1, 2018, of the \$651,956,862 appropriated for the above
26 agency for the fiscal year ending June 30, 2019, by section 100(a)
27 chapter 104 of the 2017 Session Laws of Kansas from the state general
28 fund in the LTC – medicaid assistance – NF account (039-00-1000-0520),
29 the sum of \$43,688,196 is hereby lapsed.

30 (c) During the fiscal year ending June 30, 2019, in addition to the
31 other purposes for which expenditures may be made by the Kansas
32 department for aging and disability services from moneys appropriated
33 from the LTC – medicaid assistance – NF account (039-00-1000-0520) of
34 the Kansas department for aging and disability services for fiscal year
35 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other
36 appropriation act of the 2018 regular session of the legislature,
37 expenditures shall be made by the above agency from such moneys,
38 notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and
39 amendments thereto, or any other statute to the contrary, and subject to
40 appropriations, to provide rate increases for nursing facilities.

41 (d) On July 1, 2018, of the \$17,642,543 appropriated for the above
42 agency for the fiscal year ending June 30, 2019, by section 100(a) of
43 chapter 104 of the 2017 Session Laws of Kansas from the state general

1 fund in the state operations account (039-00-1000-0801), the sum of
2 \$131,503 is hereby lapsed.

3 (e) On July 1, 2018, of the \$3,845,751 appropriated for the above
4 agency for the fiscal year ending June 30, 2019, by section 186(a) of
5 chapter 104 of the 2017 Session Laws of Kansas from the state institutions
6 building fund in the debt service – new state security hospital account
7 (039-00-8100-8320), the sum of \$1 is hereby lapsed.

8 (f) On July 1, 2018, the expenditure limitation established for the
9 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
10 2017 Session Laws of Kansas on the problem gambling and addictions
11 grant fund (039-00-2371-2371) of the Kansas department for aging and
12 disability services is hereby decreased from no limit to \$5,825,996.

13 (g) On July 1, 2018, the expenditure limitation established for the
14 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
15 2017 Session Laws of Kansas on the Kansas neurological institute fee fund
16 (363-00-2059-2000) of the Kansas department for aging and disability
17 services is hereby decreased from \$1,746,245 to \$1,741,119.

18 (h) On July 1, 2018, the expenditure limitation established for the
19 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
20 2017 Session Laws of Kansas on the Larned state hospital fee fund (410-
21 00-2073-2100) of the Kansas department for aging and disability services
22 is hereby decreased from \$3,946,302 to \$3,946,301.

23 (i) On July 1, 2018, the expenditure limitation established for the
24 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
25 2017 Session Laws of Kansas on the Osawatomie state hospital fee fund
26 (494-00-2079-4200) of the Kansas department for aging and disability
27 services is hereby decreased from \$1,469,674 to \$840,706.

28 (j) On July 1, 2018, the expenditure limitation established for the
29 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
30 2017 Session Laws of Kansas on the Osawatomie state hospital certified
31 care fund (494-00-2079-4201) of the Kansas department for aging and
32 disability services is hereby increased from \$2,220,000 to \$2,638,131.

33 (k) On July 1, 2018, the expenditure limitation established for the
34 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the
35 2017 Session Laws of Kansas on the Parsons state hospital and training
36 center fee fund (507-00-2082-2200) of the Kansas department for aging
37 and disability services is hereby decreased from \$1,372,386 to \$1,049,582.

38 (l) There is appropriated for the above agency from the state
39 institutions building fund for the fiscal year ending June 30, 2019, the
40 following:

41 Parsons state hospital and training center – energy

42 conservation improvement debt service (507-00-8100-8330).....\$9,367

43 (m) There is appropriated for the above agency from the following

1 special revenue fund or funds for the fiscal year ending June 30, 2019, all
2 moneys now or hereafter lawfully credited to and available in such fund or
3 funds, except that expenditures other than refunds authorized by law shall
4 not exceed the following:

5 Opioid abuse treatment & prevention
6 federal fund (039-00-3023-3024).....No limit

7 (n) During the fiscal year ending June 30, 2019, in addition to the
8 other purposes for which expenditures may be made by the Kansas
9 department for aging and disability services from the state general fund or
10 any special revenue fund or funds for fiscal year 2019 for the Kansas
11 department for aging and disability services as authorized by section 100
12 of chapter 104 of the 2017 Session Laws of Kansas, this or other
13 appropriation act of the 2018 regular session of the legislature,
14 expenditures shall be made by the Kansas department for aging and
15 disability services for fiscal year 2019 to develop a long-term plan to
16 eliminate the waiting list for the home and community based services
17 waiver: *Provided*, That the Kansas department for aging and disability
18 services shall include such long-term plan in its revised budget estimate
19 submission during the fall of 2018.

20 Sec. 61.

21 KANSAS DEPARTMENT FOR
22 CHILDREN AND FAMILIES

23 (a) There is appropriated for the above agency from the state general
24 fund for the fiscal year ending June 30, 2018, the following:

25 State operations (including official
26 hospitality) (629-00-1000-0013).....\$3,647,774
27 Youth services aid and assistance (629-00-1000-7020).....\$9,129,847

28 (b) There is appropriated for the above agency from the following
29 special revenue fund or funds for the fiscal year ending June 30, 2018, all
30 moneys now or hereafter lawfully credited to and available in such fund or
31 funds, except that expenditures shall not exceed the following:

32 Project maintenance reserve fund (629-00-2214-0150).....No limit

33 Sec. 62.

34 KANSAS DEPARTMENT FOR
35 CHILDREN AND FAMILIES

36 (a) There is appropriated for the above agency from the state general
37 fund for the fiscal year ending June 30, 2019, the following:

38 State operations (including official
39 hospitality) (629-00-1000-0013).....\$4,666,919
40 Youth services aid and
41 assistance (629-00-1000-7020).....\$11,265,695

42 (b) There is appropriated for the above agency from the children's
43 initiatives fund for the fiscal year ending June 30, 2019, the following:

1 Family preservation (629-00-2000-2413).....\$80,745

2 (c) There is appropriated for the above agency from the following
3 special revenue fund or funds for the fiscal year ending June 30, 2019, all
4 moneys now or hereafter lawfully credited to and available in such fund or
5 funds, except that expenditures shall not exceed the following:

6 Project maintenance reserve fund (629-00-2214-0150).....No limit

7 (d) During the fiscal year ending June 30, 2019, in addition to the
8 other purposes for which expenditures may be made by the Kansas
9 department for children and families from moneys appropriated for fiscal
10 year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any
11 other appropriation act of 2018 regular session of the legislature,
12 expenditures shall be made by the Kansas department for children and
13 families from such moneys appropriated for fiscal year 2019 for the
14 purpose of salaries and wages for two additional FTE positions: *Provided*,
15 That the primary work duties of the two additional positions shall be
16 oversight of contractors in the foster care system.

17 (e) During the fiscal year ending June 30, 2019, in addition to the
18 other purposes for which expenditures may be made by the Kansas
19 department for children and families from moneys appropriated from the
20 temporary assistance to needy families federal fund (629-00-3323-0530)
21 of the Kansas department for children and families for fiscal year 2019 by
22 chapter 104 of the 2017 Session Laws of Kansas, this or any other
23 appropriation act of the 2018 regular session of the legislature,
24 expenditures shall be made by the above agency from such moneys in an
25 amount not to exceed \$1,000,000 to make direct payments to boys and
26 girls club, YMCA and municipal parks and recreation agency programs:
27 *Provided*, That 50% of such moneys shall be expended for the operation
28 and administration of such programs that help youth explore a broad range
29 of career areas; match youth skill and interest to career areas; support
30 youth in preparing for employment; teach youth the negative consequences
31 of using substances such as drugs, alcohol and tobacco; and help youth
32 build skills for eating a healthy diet, exercising, accessing quality
33 healthcare or developing positive relationships: *Provided further*, That
34 50% of such moneys shall be expended for the payment of fees for
35 participation in after-school programs by children in foster care in the state
36 of Kansas: *Provided, however*, That such payments shall only be made to
37 the extent allowed under federal law.

38 Sec. 63.

39 DEPARTMENT OF EDUCATION

40 (a) There is appropriated for the above agency from the state general
41 fund for the fiscal year ending June 30, 2018, the following:

42 KPERS – employer contributions (652-00-1000-0100).....\$2,804,000

43 KPERS – employer contributions – USDs

1 (652-00-1000-0110).....\$15,257,000
 2 State foundation aid (652-00-1000-0820).....\$10,322,894
 3 Incentive for technical education (652-00-1000-0130).....\$1,450,000
 4 (b) On the effective date of this act, of the \$480,920,922 appropriated
 5 for the above agency for the fiscal year ending June 30, 2018, by section
 6 1(a) of chapter 95 of the 2017 Session Laws of Kansas from the state
 7 general fund in the supplemental state aid account (652-00-1000-0840),
 8 the sum of \$26,420,922 is hereby lapsed.

9 Sec. 64.

10 DEPARTMENT OF EDUCATION

11 (a) There is appropriated for the above agency from the state general
12 fund for the fiscal year ending June 30, 2019, the following:

13 KPERS – employer contributions (652-00-1000-0100).....\$4,632,000
 14 KPERS – employer contributions – USDs
 15 (652-00-1000-0110).....\$26,147,000
 16 State foundation aid (652-00-1000-0820).....\$22,614,451
 17 Incentive for technical education (652-00-1000-0130).....\$1,450,000

18 (b) There is appropriated for the above agency from the children's
19 initiatives fund for the fiscal year ending June 30, 2019, the following:

20 CIF grants (652-00-2000-2408).....\$2,343,930
 21 Quality initiative infants and toddlers (652-00-2000-2420).....\$69,534
 22 Early childhood block grant autism diagnosis (652-00-2000-2422)...\$6,953
 23 Communities aligned in early development and education.....\$1,000,000

24 (c) On July 1, 2018, of the \$486,109,284 appropriated for the above
25 agency for the fiscal year ending June 30, 2019, by section 2(a) of chapter
26 95 of the 2017 Session Laws of Kansas from the state general fund in the
27 supplemental state aid account (652-00-1000-0840), the sum of
28 \$8,186,284 is hereby lapsed.

29 Sec. 65.

30 STATE HISTORICAL SOCIETY

31 (a) On July 1, 2018, the expenditure limitation established for the
32 fiscal year ending June 30, 2019, by section 116(b) of chapter 104 of the
33 2017 Session Laws of Kansas on expenditures from the heritage trust fund
34 (288-00-7379-7600) of the state historical society for state operations is
35 hereby increased from \$56,244 to \$57,476.

36 Sec. 66.

37 KANSAS STATE UNIVERSITY

38 (a) There is appropriated for the above agency from the following
39 special revenue fund or funds for the fiscal year ending June 30, 2018, all
40 moneys now or hereafter lawfully credited to and available in such fund or
41 funds, except that expenditures shall not exceed the following:

42 Electrical distribution system project fund (367-00-8001-8318).....No limit
 43 Salina project fund (367-00-2062-2000).....No limit

1 Sec. 67.

2 KANSAS STATE UNIVERSITY

3 (a) There is appropriated for the above agency from the following
4 special revenue fund or funds for the fiscal year ending June 30, 2019, all
5 moneys now or hereafter lawfully credited to and available in such fund or
6 funds, except that expenditures shall not exceed the following:

- 7 Electrical distribution system project fund (367-00-2520-2080).....No limit
- 8 Salina project fund (367-00-2062-2000).....No limit

9 Sec. 68.

10 EMPORIA STATE UNIVERSITY

11 (a) There is appropriated for the above agency from the following
12 special revenue fund or funds for the fiscal year ending June 30, 2018, all
13 moneys now or hereafter lawfully credited to and available in such fund or
14 funds, except that expenditures shall not exceed the following:

- 15 Abigail Morse hall and the
- 16 residential life residence
- 17 project fund (379-00-5650-5120).....No limit

18 Sec. 69.

19 EMPORIA STATE UNIVERSITY

20 (a) There is appropriated for the above agency from the state general
21 fund for the fiscal year ending June 30, 2019, the following:

- 22 Department of nursing.....\$535,000

23 (b) There is appropriated for the above agency from the following
24 special revenue fund or funds for the fiscal year ending June 30, 2019, all
25 moneys now or hereafter lawfully credited to and available in such fund or
26 funds, except that expenditures shall not exceed the following:

- 27 Abigail Morse hall and the
- 28 residential life residence
- 29 project fund (379-00-5650-5120).....No limit

30 Sec. 70.

31 UNIVERSITY OF KANSAS

32 (a) There is appropriated for the above agency from the state general
33 fund for the fiscal year ending June 30, 2018, the following:

- 34 Geological survey (682-00-1000-0170).....\$8,198

35 (b) On the effective date of this act, of the \$122,379,585 appropriated
36 for the above agency for the fiscal year ending June 30, 2018, by section
37 129(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
38 general fund in the operating expenditures (including official hospitality)
39 account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.

40 (c) There is appropriated for the above agency from the following
41 special revenue fund or funds for the fiscal year ending June 30, 2018, all
42 moneys now or hereafter lawfully credited to and available in such fund or
43 funds, except that expenditures shall not exceed the following:

1 2017A – refunding fund.....No limit
2 Sec. 71.

3 UNIVERSITY OF KANSAS

4 (a) There is appropriated for the above agency from the state general
5 fund for the fiscal year ending June 30, 2019, the following:

6 Geological survey (682-00-1000-0170).....\$8,198

7 (b) On July 1, 2018, of the \$123,932,492 appropriated for the above
8 agency for the fiscal year ending June 30, 2019, by section 130(a) of
9 chapter 104 of the 2017 Session Laws of Kansas from the state general
10 fund in the operating expenditures (including official hospitality) account
11 (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.

12 (c) There is appropriated for the above agency from the following
13 special revenue fund or funds for the fiscal year ending June 30, 2019, all
14 moneys now or hereafter lawfully credited to and available in such fund or
15 funds, except that expenditures shall not exceed the following:

16 Earth, energy, and environment center

17 project fund (682-00-2545-2080).....No limit

18 2017A – refunding fund.....No limit

19 Corbin hall fund (682-00-5142-5050).....No limit

20 Sec. 72.

21 UNIVERSITY OF KANSAS MEDICAL CENTER

22 (a) On the effective date of this act, or as soon thereafter as moneys
23 are available, the director of accounts and reports shall transfer \$970,000
24 from the rural health bridging psychiatry fund (683-00-2218-2218) to the
25 psychiatry medical loan repayment fund (683-00-7233-7233).

26 Sec. 73.

27 UNIVERSITY OF KANSAS MEDICAL CENTER

28 (a) On July 1, 2018, or as soon thereafter as moneys are available, the
29 director of accounts and reports shall transfer \$970,000 from the rural
30 health bridging psychiatry fund (683-00-2218-2218) to the psychiatry
31 medical loan repayment fund (683-00-7233-7233).

32 Sec. 74.

33 WICHITA STATE UNIVERSITY

34 (a) There is appropriated for the above agency from the following
35 special revenue fund or funds for the fiscal year ending June 30, 2018, all
36 moneys now or hereafter lawfully credited to and available in such fund or
37 funds, except that expenditures shall not exceed the following:

38 Parking garage project fund (715-00-5148-5000).....No limit

39 2016J – refunding fund.....No limit

40 Sec. 75.

41 WICHITA STATE UNIVERSITY

42 (a) There is appropriated for the above agency from the state general
43 fund for the fiscal year ending June 30, 2019, the following:

- 1 Aviation infrastructure (710-00-1000-0010).....\$1,700,000
- 2 Aviation research (710-00-1000-0015).....\$5,000,000
- 3 (b) There is appropriated for the above agency from the following
- 4 special revenue fund or funds for the fiscal year ending June 30, 2019, all
- 5 moneys now or hereafter lawfully credited to and available in such fund or
- 6 funds, except that expenditures shall not exceed the following:
- 7 Parking garage project fund (715-00-5148-5000).....No limit
- 8 Sec. 76.

9 STATE BOARD OF REGENTS

- 10 (a) There is appropriated for the above agency from the state general
- 11 fund for the fiscal year ending June 30, 2018, the following:
- 12 Tuition for technical education (561-00-1000-0120).....\$7,300,000
- 13 Sec. 77.

14 STATE BOARD OF REGENTS

- 15 (a) There is appropriated for the above agency from the state general
- 16 fund for the fiscal year ending June 30, 2019, the following:
- 17 Tuition for technical education (561-00-1000-0120).....\$8,300,000
- 18 National guard education assistance (561-00-1000-1300).....\$1,064,565

19 (b) If the amount of moneys appropriated for the above agency for
 20 the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session
 21 Laws of Kansas, this or other appropriation act of the 2018 regular session
 22 of the legislature, in the postsecondary tiered technical education state aid
 23 account (561-00-1000-0760) is \$58,300,000 or greater, then the difference
 24 between the amount of moneys appropriated for the fiscal year 2019 and
 25 \$58,300,000 shall be distributed based on each eligible institution's
 26 calculated gap, according to the postsecondary tiered technical education
 27 state aid act, K.S.A. 2017 Supp. 71-1801 through 71-1810, and
 28 amendments thereto, as determined by the state board of regents:
 29 *Provided*, That if the amount of moneys appropriated for the above agency
 30 for fiscal year 2019 is less than \$58,300,000, then each eligible institution
 31 shall receive an amount of moneys proportionally adjusted to equal the
 32 amount of moneys such eligible institution received in fiscal year 2016:
 33 *Provided further*, That on July 1, 2018, the provisions of the proviso to the
 34 appropriation of moneys in the postsecondary tiered technical education
 35 state aid account of the state board of regents in section 136(a) of chapter
 36 104 of the 2017 Session Laws of Kansas is hereby declared to be null and
 37 void and shall have no force and effect.
 38 Sec. 78.

39 DEPARTMENT OF CORRECTIONS

- 40 (a) On the effective date of this act, of the \$3,997,000 appropriated
- 41 for the above agency for the fiscal year ending June 30, 2018, by section
- 42 214(c) of chapter 104 of the 2017 Session Laws of Kansas from the state
- 43 institutions building fund in the debt service – Topeka complex and Larned

1 juvenile correctional facility account (521-00-8100-8119) the sum of \$170
 2 is hereby lapsed.
 3 Sec. 79.

4 DEPARTMENT OF CORRECTIONS

5 (a) There is appropriated for the above agency from the state general
 6 fund for the fiscal year ending June 30, 2019, the following:

| | | |
|----|---|-------------|
| 7 | Operating expenditures (521-00-1000-0603)..... | \$276,024 |
| 8 | Topeka correctional facility – facilities | |
| 9 | operations (660-00-1000-0303)..... | \$774,351 |
| 10 | Hutchinson correctional facility – facilities | |
| 11 | operations (313-00-1000-0303)..... | \$1,463,428 |
| 12 | Lansing correctional facility – facilities | |
| 13 | operations (400-00-1000-0303)..... | \$1,579,404 |
| 14 | Ellsworth correctional facility – facilities | |
| 15 | operations (177-00-1000-0303)..... | \$616,036 |
| 16 | Winfield correctional facility – facilities | |
| 17 | operations (712-00-1000-0303)..... | \$561,234 |
| 18 | Norton correctional facility – facilities | |
| 19 | operations (581-00-1000-0303)..... | \$742,893 |
| 20 | El Dorado correctional facility – facilities | |
| 21 | operations (195-00-1000-0303)..... | \$1,899,076 |
| 22 | Larned correctional mental health facility – facilities | |
| 23 | operations (408-00-1000-0303)..... | \$586,194 |
| 24 | Kansas juvenile correctional complex – facilities | |
| 25 | operations (352-00-1000-0303)..... | \$533,007 |

26 Sec. 80.

27 ADJUTANT GENERAL

28 (a) There is appropriated for the above agency from the state general
 29 fund for the fiscal year ending June 30, 2018, the following:

| | | |
|----|---|-------------|
| 30 | Disaster relief (034-00-1000-0200)..... | \$1,000,000 |
|----|---|-------------|

31 Sec. 81.

32 ADJUTANT GENERAL

33 (a) There is appropriated for the above agency from the state general
 34 fund for the fiscal year ending June 30, 2019, the following:

| | | |
|----|---|-------------|
| 35 | Disaster relief (034-00-1000-0200)..... | \$1,000,000 |
|----|---|-------------|

36 Sec. 82.

37 STATE FIRE MARSHAL

38 (a) On July 1, 2018, the expenditure limitation established for the
 39 fiscal year ending June 30, 2019, by the state finance council by section
 40 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the fire
 41 marshal fee fund (234-00-2330-2000) is hereby increased from \$5,067,836
 42 to \$5,287,336.

43 (b) On July 1, 2018, the amount of \$1,000,000 authorized by section

1 143(b) of the 2017 Session Laws of Kansas to be transferred by the
2 director of accounts and reports from the fire marshal fee fund (234-00-
3 2330-2000) of the state fire marshal to the state general fund on July 1,
4 2018, and January 1, 2019, is hereby decreased to \$500,000.

5 Sec. 83.

6 KANSAS HIGHWAY PATROL

7 (a) On the effective date of this act, the expenditure limitation
8 established for the fiscal year ending June 30, 2018, by the state finance
9 council by section 177(d) of chapter 104 of the 2017 Session Laws of
10 Kansas on the Kansas highway patrol operations fund (280-00-2034-1100)
11 of the Kansas highway patrol is hereby decreased from \$52,236,578 to
12 \$52,070,939.

13 Sec. 84.

14 KANSAS HIGHWAY PATROL

15 (a) On July 1, 2018, the expenditure limitation established for the
16 fiscal year ending June 30, 2019, by the state finance council by section
17 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the Kansas
18 highway patrol operations fund (280-00-2034-1100) of the Kansas
19 highway patrol is hereby decreased from \$52,597,147 to \$52,353,840.

20 (b) In addition to the other purposes for which expenditures may be
21 made by the above agency from moneys appropriated from the Kansas
22 highway patrol operations fund (280-00-2034-1100) of the Kansas
23 highway patrol for the fiscal year ending June 30, 2019, by chapter 104 of
24 the 2017 Session Laws of Kansas, this or any other appropriation act of the
25 2018 regular session of the legislature, expenditures shall be made by the
26 above agency from such moneys to provide for the issuance of bonds by
27 the Kansas development finance authority in accordance with K.S.A. 74-
28 8905, and amendments thereto, for a capital improvement project to
29 purchase the land and improvements comprising the troop B headquarters
30 located in Shawnee county, Kansas: *Provided*, That such capital
31 improvement project is hereby approved for the Kansas highway patrol for
32 the purposes of K.S.A. 74-8905(b), and amendments thereto, and the
33 authorization of the issuance of bonds by the Kansas development finance
34 authority in accordance with that statute: *Provided further*, That the Kansas
35 highway patrol may make expenditures from the moneys received from
36 the issuance of any such bonds for such capital improvement project: *And*
37 *provided further*, That expenditures from the moneys received from the
38 issuance of any such bonds for such capital improvement project shall not
39 exceed \$3,220,266 plus all amounts required for costs of bond issuance,
40 costs of interest on the bonds issued for such capital improvement project,
41 credit enhancement costs and any required reserves for the payment of
42 principal and interest on the bonds: *And provided further*, That all moneys
43 received from the issuance of any such bonds shall be deposited and

1 accounted for as prescribed by applicable bond covenants: *And provided*
 2 *further*, That debt service for any such bonds for such capital improvement
 3 project shall be financed by appropriations from the Kansas highway
 4 patrol operations fund: *And provided further*, That any such bonds and
 5 interest thereon shall be an obligation only of the Kansas development
 6 finance authority, shall not constitute a debt of the state of Kansas within
 7 the meaning of section 6 or 7 of article 11 of the constitution of the state of
 8 Kansas and shall not pledge the full faith and credit or the taxing power of
 9 the state of Kansas: *Provided, however*, That no such expenditures shall be
 10 made and no such bonds shall be issued unless and until the Kansas
 11 highway patrol has first advised and consulted on such capital
 12 improvement project with the joint committee on state building
 13 construction.

14 (c) In addition to the other purposes for which expenditures may be
 15 made from the Kansas highway patrol operations fund for fiscal year 2019,
 16 expenditures may be made by the above agency from the Kansas highway
 17 patrol operations fund for fiscal year 2019 for the following capital
 18 improvement project or projects, subject to the expenditure limitations
 19 prescribed therefor:

20 Debt service – troop B.....\$300,000
 21 *Provided*, That all expenditures from each such capital improvement
 22 account shall be in addition to any expenditure limitations imposed on the
 23 Kansas highway patrol operations fund for fiscal year 2019.

24 (d) On July 1, 2019, or as soon thereafter as moneys are available, the
 25 director of accounts and reports shall transfer \$300,000 from the state
 26 highway fund of the department of transportation to the Kansas highway
 27 patrol operations fund. In addition to other purposes for which
 28 expenditures may be made from the state highway fund during fiscal year
 29 2019 and notwithstanding the provisions of K.S.A. 68-416, and
 30 amendments thereto, or any other statute, transfers and expenditures may
 31 be made from the state highway fund during fiscal year 2019 for support
 32 and maintenance of the Kansas highway patrol.

33 Sec. 85.

34 ATTORNEY GENERAL – KANSAS
 35 BUREAU OF INVESTIGATION

36 (a) There is appropriated for the above agency from the state general
 37 fund for the fiscal year ending June 30, 2018, for the capital improvement
 38 project or projects specified, the following:

39 Internet crimes against children fund.....\$250,000

40 Sec. 86.

41 ATTORNEY GENERAL – KANSAS
 42 BUREAU OF INVESTIGATION

43 (a) There is appropriated for the above agency from the state general

1 fund for the fiscal year ending June 30, 2019, the following:
 2 Operating expenditures (083-00-1000-0083).....\$1,300,000

3 (b) There is appropriated for the above agency from the state general
 4 fund for the fiscal year ending June 30, 2019, for the capital improvement
 5 project or projects specified, the following:

6 Internet crimes against children fund.....\$250,000

7 Sec. 87.

8 KANSAS COMMISSION ON PEACE OFFICERS'
 9 STANDARDS AND TRAINING

10 (a) On the effective date of this act, the expenditure limitation
 11 established for the fiscal year ending June 30, 2018, by section 177(d) of
 12 chapter 104 of the 2017 Session Laws of Kansas on the Kansas
 13 commission on peace officers' standards and training fund (529-00-2583-
 14 2580) of the Kansas commission on peace officers' standards and training
 15 is hereby increased from \$605,176 to \$634,068.

16 Sec. 88.

17 KANSAS COMMISSION ON PEACE OFFICERS'
 18 STANDARDS AND TRAINING

19 (a) On July 1, 2018, the expenditure limitation established for the
 20 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the
 21 2017 Session Laws of Kansas on the Kansas commission on peace
 22 officers' standards and training fund (529-00-2583-2580) of the Kansas
 23 commission on peace officers' standards and training is hereby increased
 24 from \$635,318 to \$667,505.

25 Sec. 89.

26 KANSAS DEPARTMENT OF AGRICULTURE

27 (a) There is appropriated for the above agency from the state water
 28 plan fund for the fiscal year ending June 30, 2018, for the water plan
 29 project or projects specified, the following:

30 Riparian and wetland program (046-00-1800-1260).....\$281,312

31 Sec. 90.

32 KANSAS DEPARTMENT OF AGRICULTURE

33 (a) There is appropriated for the above agency from the state general
 34 fund for the fiscal year ending June 30, 2019, the following:

35 Operating expenditures (046-00-1000-0053).....\$77,868

36 Sec. 91.

37 STATE FAIR BOARD

38 (a) There is appropriated for the above agency from the state general
 39 fund for the fiscal year ending June 30, 2019, for the capital improvement
 40 project or projects specified, the following:

41 Bison arena renovation.....\$500,000

42 Sec. 92.

43 KANSAS WATER OFFICE

1 (a) There is appropriated for the above agency from the state water
2 plan fund for the fiscal year ending June 30, 2018, for the state water plan
3 project or projects specified, the following:

| | |
|--|-----------|
| 4 Milford lake watershed regional conservation partnership program | |
| 5 | \$200,000 |
| 6 Milford and Marion reservoirs harmful algae bloom pilot..... | \$400,000 |
| 7 Sec. 93. | |

8 KANSAS WATER OFFICE

9 (a) During the fiscal year ending June 30, 2019, the director of the
10 Kansas water office shall certify to the director of accounts and reports the
11 amount of moneys expended by the Kansas department of agriculture from
12 the state general fund that is attributable to administration of the state
13 water plan storage act (K.S.A. 82a-1301 et seq., and amendments thereto)
14 or the water assurance program act (K.S.A. 82a-1330 et seq., and
15 amendments thereto): *Provided*, That upon receipt of such certification, or
16 as soon thereafter as moneys are available, the director of accounts and
17 reports shall transfer the amount certified from the water marketing fund
18 (709-00-2255-2100) of the Kansas water office to the state general fund:
19 *Provided further*, That the director of the Kansas water office shall transmit
20 a copy of each such certification to the director of the budget and the
21 director of legislative research.

22 (b) On July 1, 2018, the amount of \$419,474 authorized by section
23 159(i) of chapter 104 of the 2017 Session Laws of Kansas to be transferred
24 by the director of accounts and reports from the water marketing fund
25 (709-00-2255-2100) of the Kansas water office to the state general fund on
26 July 1, 2018, is hereby decreased to \$411,074.

27 (c) There is appropriated for the above agency from the state water
28 plan fund for the fiscal year ending June 30, 2019, for the state water plan
29 project or projects specified, the following:

| | |
|--|-------------|
| 30 Milford lake watershed regional conservation partnership program | |
| 31 | \$200,000 |
| 32 <i>Provided</i> , That any unencumbered balance in the Milford lake watershed | |
| 33 regional conservation partnership program account in excess of \$100 as of | |
| 34 June 30, 2018, is hereby reappropriated for fiscal year 2019. | |
| 35 Milford and Marion reservoirs harmful algae bloom pilot..... | \$500,000 |
| 36 <i>Provided</i> , That any unencumbered balance in the Milford and Marion | |
| 37 reservoirs harmful algae bloom pilot account in excess of \$100 as of June | |
| 38 30, 2018, is hereby reappropriated for fiscal year 2019. | |
| 39 Best management practices implementation..... | \$1,000,000 |
| 40 Streambank stabilization (709-00-1800-1265)..... | \$250,000 |

41 *Provided*, That any unencumbered balance in the streambank stabilization
42 account in excess of \$100 as of June 30, 2018, is hereby reappropriated for
43 fiscal year 2019.

1 Interstate water compliance.....\$100,000
 2 *Provided*, That notwithstanding the provisions of K.S.A. 82a-951, and
 3 amendments thereto, or any other statute, during the fiscal year ending
 4 June 30, 2019, expenditures may be made from the interstate water
 5 compliance account of the state water plan fund by the above agency for
 6 salaries and wages, and associated fringe benefits, for an interstate water
 7 compact compliance engineer.
 8 Reservoir bathymetric surveys and biological research (709-00-1800-
 9 1275).....\$100,000
 10 *Provided*, That any unencumbered balance in the reservoir bathymetric
 11 surveys and biological research account in excess of \$100 as of June 30,
 12 2018, is hereby reappropriated for fiscal year 2019.
 13 Kansas river alluvial aquifer observation well network (709-00-1800-
 14 1270).....\$50,000
 15 *Provided*, That any unencumbered balance in the Kansas river alluvial
 16 aquifer observation well network account in excess of \$100 as of June 30,
 17 2018, is hereby reappropriated for fiscal year 2019.
 18 Crop research – sorghum.....\$150,000
 19 Crop research – hemp.....\$100,000
 20 Streambank stabilization effectiveness research.....\$100,000
 21 Harmful algae bloom research.....\$100,000
 22 Equus Beds aquifer chloride plume pilot.....\$75,000
 23 Water resource planner.....\$100,000
 24 *Provided*, That notwithstanding the provisions of K.S.A. 82a-951, and
 25 amendments thereto, or any other statute, during the fiscal year ending
 26 June 30, 2019, expenditures may be made from the water resource planner
 27 account of the state water plan fund by the above agency for salaries and
 28 wages, and associated fringe benefits, for a water resource planner.
 29 Kansas Watershed restoration and Protection Strategy (WRAPS) program
 30\$175,000
 31 Sec. 94.

32 KANSAS DEPARTMENT OF
 33 WILDLIFE, PARKS AND TOURISM

- 34 (a) On the effective date of this act, the expenditure limitation
 35 established for the fiscal year ending June 30, 2018, by the state finance
 36 council by section 177(d) of chapter 104 of the 2017 Session Laws of
 37 Kansas on the wildlife fee fund (710-00-2300-2880) of the Kansas
 38 department of wildlife, parks and tourism is hereby increased from
 39 \$30,346,754 to \$32,385,661.
 40 (b) On the effective date of this act, the expenditure limitation
 41 established for the fiscal year ending June 30, 2018, by the state finance
 42 council by section 177(d) of chapter 104 of the 2017 Session Laws of
 43 Kansas on the parks fee fund (710-00-2122-2050) of the Kansas

1 department of wildlife, parks and tourism is hereby increased from
2 \$9,026,919 to \$9,959,340.

3 (c) On the effective date of this act, the expenditure limitation
4 established for the fiscal year ending June 30, 2018, by the state finance
5 council by section 177(d) of chapter 104 of the 2017 Session Laws of
6 Kansas on the boating fee fund (710-00-2245-2800) of the Kansas
7 department of wildlife, parks and tourism is hereby increased from
8 \$1,118,974 to \$1,126,942.

9 (d) On the effective date of this act, the expenditure limitation
10 established for the fiscal year ending June 30, 2018, by the state finance
11 council by section 177(d) of chapter 104 of the 2017 Session Laws of
12 Kansas on the department access roads fund (710-00-2178-2761) of the
13 Kansas department of wildlife, parks and tourism is hereby increased from
14 \$1,634,413 to \$1,652,261.

15 (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100,
16 and amendments thereto, or any other statute to the contrary, in addition to
17 the other purposes for which expenditures may be made by the Kansas
18 department of wildlife, parks and tourism from moneys appropriated from
19 the wildlife fee fund (710-00-2300-2880) of the Kansas department of
20 wildlife, parks and tourism for the fiscal year ending June 30, 2018, by
21 chapter 104 of the 2017 Session Laws of Kansas, this or any other
22 appropriation act of the 2018 regular session of the legislature,
23 expenditures may be made by the above agency from such moneys during
24 fiscal year 2018 to issue senior lifetime hunting and fishing licenses to
25 Kansas resident disabled veterans who are 65 years of age or older:
26 *Provided*, That such licenses are hereby authorized to be issued without
27 charge to such veterans in accordance with policies and procedures
28 prescribed by the secretary of wildlife, parks and tourism: *Provided*
29 *further*, That to qualify for such license without charge, the resident
30 disabled veteran shall have been separated from the armed services under
31 honorable conditions and have a disability certified by the Kansas
32 commission on veterans affairs office as being service related and such
33 service-connected disability is equal to or greater than 30%.

34 Sec. 95.

35 KANSAS DEPARTMENT OF
36 WILDLIFE, PARKS AND TOURISM

37 (a) On July 1, 2018, the expenditure limitation established for the
38 fiscal year ending June 30, 2019, by the state finance council by section
39 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the wildlife
40 fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks
41 and tourism is hereby increased from \$30,187,879 to \$33,894,060.

42 (b) On July 1, 2018, the expenditure limitation established for the
43 fiscal year ending June 30, 2019, by the state finance council by section

1 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the parks fee
2 fund (710-00-2122-2050) of the Kansas department of wildlife, parks and
3 tourism is hereby increased from \$9,098,199 to \$9,969,845.

4 (c) On July 1, 2018, the expenditure limitation established for the
5 fiscal year ending June 30, 2019, by the state finance council by section
6 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the boating
7 fee fund (710-00-2245-2800) of the Kansas department of wildlife, parks
8 and tourism is hereby increased from \$1,107,541 to \$1,168,599.

9 (d) On July 1, 2018, the expenditure limitation established for the
10 fiscal year ending June 30, 2019, by the state finance council by section
11 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the
12 department access road fund (710-00-2178-2761) of the Kansas
13 department of wildlife, parks and tourism is hereby increased from
14 \$1,636,652 to \$1,654,683.

15 (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100,
16 and amendments thereto, or any other statute to the contrary, in addition to
17 the other purposes for which expenditures may be made by the Kansas
18 department of wildlife, parks and tourism from moneys appropriated from
19 the wildlife fee fund (710-00-2300-2880) of the Kansas department of
20 wildlife, parks and tourism for the fiscal year ending June 30, 2019, by
21 chapter 104 of the 2017 Session Laws of Kansas, this or any other
22 appropriation act of the 2018 regular session of the legislature,
23 expenditures may be made by the above agency from such moneys during
24 fiscal year 2019 to issue senior lifetime hunting and fishing licenses to
25 Kansas resident disabled veterans who are 65 years of age or older:
26 *Provided*, That such licenses are hereby authorized to be issued without
27 charge to such veterans in accordance with policies and procedures
28 prescribed by the secretary of wildlife, parks and tourism: *Provided*
29 *further*, That to qualify for such license without charge, the resident
30 disabled veteran shall have been separated from the armed services under
31 honorable conditions and have a disability certified by the Kansas
32 commission on veterans affairs office as being service related and such
33 service-connected disability is equal to or greater than 30%.

34 Sec. 96.

35 STATE FINANCE COUNCIL

36 (a) On the effective date of this act, of the \$12,200,000 appropriated
37 for the above agency for the fiscal year ending June 30, 2018, by section
38 177(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
39 general fund in the state employee pay increase fund account, the sum of
40 \$264,875 is hereby lapsed.

41 Sec. 97.

42 STATE FINANCE COUNCIL

43 (a) There is appropriated for the above agency from the state general

1 fund for the fiscal year ending June 30, 2019, the following:
 2 State employee pay increase fund.....\$1,835,125
 3 *Provided*, That all moneys in the state employee pay increase fund shall be
 4 used for the purpose of paying the proportionate share of the cost to the
 5 state general fund of the salary increase, including associated employer
 6 contributions, during fiscal year 2019.

7 (b) There is appropriated for the above agency from the state
 8 economic development initiatives fund for the fiscal year ending June 30,
 9 2019, the following:

10 State employee pay increase..... \$15,000
 11 *Provided*, That all moneys in the state employee pay increase account shall
 12 be used for the purpose of paying the proportionate share of the cost to the
 13 state economic development initiatives fund of the salary increase,
 14 including associated employer contributions, during fiscal year 2019.

15 (c) There is appropriated for the above agency from the state water
 16 plan fund for the fiscal year ending June 30, 2019, the following:

17 State employee pay increase.....\$2,000
 18 *Provided*, That all moneys in the state employee pay increase account shall
 19 be used for the purpose of paying the proportionate share of the cost to the
 20 state water plan fund of the salary increase, including associated employer
 21 contributions, during fiscal year 2019.

22 (d) There is appropriated for the above agency from the children's
 23 initiatives fund for the fiscal year ending June 30, 2019, the following:

24 State employee pay increase.....\$2,000
 25 *Provided*, That all moneys in the state employee pay increase account shall
 26 be used for the purpose of paying the proportionate share of the cost to the
 27 children's initiatives fund of the salary increase, including associated
 28 employer contributions, during fiscal year 2019.

29 (e) Upon recommendation of the director of the budget, the state
 30 finance council, acting on this matter which is hereby characterized as a
 31 matter of legislative delegation and subject to the guidelines prescribed in
 32 K.S.A. 75-3711c(c), and amendments thereto, is hereby authorized to
 33 approve increases in expenditure limitations on special revenue funds and
 34 accounts and increase the transfers between special revenue funds as
 35 necessary to pay the salary increases under this section for the fiscal year
 36 ending June 30, 2019. The director of accounts and reports is hereby
 37 authorized and directed to increase expenditure limitations on such special
 38 revenue funds and accounts and increase the transfers between special
 39 revenue funds in accordance with such approval for the purpose of paying
 40 from such funds or accounts the proportionate share of the cost to such
 41 funds or accounts, including associated employer contributions, of the
 42 salary increases and other amounts specified for the fiscal year ending
 43 June 30, 2019.

1 (f) The director of the budget shall prepare a budget estimate based
2 upon the most recent payroll information for the salary increases and other
3 amounts specified, and all amendments and revisions of such estimate, and
4 the director of the budget shall submit a copy of such estimate, and all
5 amendments and revisions thereof, directly to the director of legislative
6 research.

7 (g) A benefits-eligible state employee shall be eligible for a salary
8 increase of a single step for employees in the classified service and the
9 equivalent amount for employees in the unclassified service, including
10 associated employer contributions, under this section if such state
11 employee did not receive an increase in salary pursuant to section 177 of
12 chapter 104 of the 2017 Session Laws of Kansas, executive directive 17-
13 482 or for any other reason other than one involving a change in the
14 employee's duties or responsibilities. The provisions of this section shall
15 apply to the compensation and bi-weekly allowance paid to each member
16 of the legislature.

17 (h) The provisions of this section shall not apply to:

18 (1) Trooper or officer classifications of the Kansas highway patrol.

19 (2) Teachers and licensed personnel and employees at the Kansas
20 state school for the deaf or the Kansas state school for the blind.

21 (3) Employees of the Kansas bureau of investigation who were
22 included in the recruitment and retention plan of the Kansas bureau of
23 investigation.

24 (4) State officers elected on a statewide basis.

25 (5) Department of corrections officers and professional staff.

26 (6) Employees of the judicial branch and any employee whose pay is
27 linked to the pay of employees in the judicial branch.

28 (7) Employees of the board of regents and regents institutions.

29 Sec. 98. (a) Any unencumbered balance in excess of \$100 as of June
30 30, 2018, which was appropriated in fiscal year 2018, in each of the
31 rehabilitation and repair projects, Americans with disabilities act
32 compliance projects, state fire marshal code compliance projects and
33 improvements to classroom projects for institutions of higher education
34 accounts of the Kansas educational building fund of each regents agency is
35 hereby reappropriated for fiscal year 2019.

36 (b) Any unencumbered balance in excess of \$100 as of June 30,
37 2019, which was appropriated in fiscal year 2018, in each of the
38 rehabilitation and repair projects, Americans with disabilities act
39 compliance projects, state fire marshal code compliance projects and
40 improvements to classroom projects for institutions of higher education
41 accounts of the Kansas educational building fund of each regents agency is
42 hereby reappropriated for fiscal year 2020.

43 (c) Any unencumbered balance in excess of \$100 as of June 30, 2020,

1 which was appropriated in fiscal year 2018, in each of the rehabilitation
2 and repair projects, Americans with disabilities act compliance projects,
3 state fire marshal code compliance projects and improvements to
4 classroom projects for institutions of higher education accounts of the
5 Kansas educational building fund of each regents agency is hereby
6 reappropriated for fiscal year 2021.

7 (d) Any unencumbered balance in excess of \$100 as of June 30,
8 2019, which was appropriated in fiscal year 2019, in each of the
9 rehabilitation and repair projects, Americans with disabilities act
10 compliance projects, state fire marshal code compliance projects and
11 improvements to classroom projects for institutions of higher education
12 accounts of the Kansas educational building fund of each regents agency is
13 hereby reappropriated for fiscal year 2020.

14 (e) Any unencumbered balance in excess of \$100 as of June 30, 2020,
15 which was appropriated in fiscal year 2019, in each of the rehabilitation
16 and repair projects, Americans with disabilities act compliance projects,
17 state fire marshal code compliance projects and improvements to
18 classroom projects for institutions of higher education accounts of the
19 Kansas educational building fund of each regents agency is hereby
20 reappropriated for fiscal year 2021.

21 (f) Any unencumbered balance in excess of \$100 as of June 30, 2021,
22 which was appropriated in fiscal year 2019, in each of the rehabilitation
23 and repair projects, Americans with disabilities act compliance projects,
24 state fire marshal code compliance projects and improvements to
25 classroom projects for institutions of higher education accounts of the
26 Kansas educational building fund of each regents agency is hereby
27 reappropriated for fiscal year 2022.

28 (g) As used in this section, "regents agency" means Fort Hays state
29 university, Kansas state university, Emporia state university, Pittsburg state
30 university, the university of Kansas, the university of Kansas medical
31 center and Wichita state university.

32 Sec. 99. During the fiscal years ending June 30, 2018, and June 30,
33 2019, notwithstanding any other provision of law to the contrary, no state
34 agency shall expend any moneys appropriated from the state general fund
35 or from any special revenue fund or funds for fiscal year 2018 or 2019 by
36 chapter 104 of the 2017 Session Laws of Kansas, this or any other
37 appropriation act of the 2018 regular session of the legislature to submit or
38 maintain to the United States centers for medicare and medicaid services
39 any request to administer or provide state medicaid services under the
40 Kansas medical assistance program using a capitated managed care
41 delivery system in any manner that is substantially different than the
42 manner in which state medicaid services under the Kansas medical
43 assistance program were provided on January 1, 2018, including, but not

1 limited to, imposing any new eligibility requirements or limitations to
2 receive such services, without express prior authorization by an act or
3 appropriation act of the legislature: *Provided*, That any state agency that
4 has submitted such a request to the United States centers for medicare and
5 medicaid services that is not in accordance with this section shall
6 immediately terminate such request: *Provided further*, That no state agency
7 shall enter into any contract for the administration and provision of state
8 medicaid services using a capitated managed care delivery system in
9 violation of this section without express prior authorization by an act or
10 appropriation act of the legislature: *And provided further*, That the
11 department of health and environment, the Kansas department for aging
12 and disability services and the department of administration shall negotiate
13 for contracts to administer state medicaid services using a capitated
14 managed care delivery system that comply with this section, including
15 altering the request for proposal identified by the department of
16 administration as bid event 0005464, opened on October 27, 2017, and
17 closed on January 5, 2018, limited to persons who have submitted a bid in
18 response to bid event 0005464: *And provided further*, That any such
19 contract shall be for a term of three years commencing on the termination
20 date of contracts for the administration and provision of state medicaid
21 services under the Kansas medical assistance program using a capitated
22 managed care delivery system that were in effect on January 1, 2018, and
23 shall not impose any new eligibility requirements or limitations to receive
24 such services that were not in effect on January 1, 2018: *And provided*
25 *further*, That the department of health and environment and the Kansas
26 department for aging and disability services shall submit to the United
27 States centers for medicare and medicaid services a request to extend for
28 three years any waiver that was in effect on January 1, 2018, authorizing
29 the state of Kansas to administer state medicaid services under the Kansas
30 medical assistance program using a capitated managed care delivery
31 system in accordance with this section: *Provided, however*, That the
32 department of health and environment and the Kansas department for
33 aging and disability services may modify the manner in which state
34 medicaid services were provided on January 1, 2018, by implementing:
35 Any provision of K.S.A. 2017 Supp. 39-709h and 39-709i, and
36 amendments thereto; any policy that expands access to behavioral health
37 services or services delivered through telehealth technology services, if
38 such policy does not impose any new eligibility requirements or
39 limitations to receive state medicaid services that were not in effect on
40 January 1, 2018; and any other action approved by express prior
41 authorization by an act or appropriation act of the legislature.

42 Sec. 100. (a) For the fiscal years ending June 30, 2018, and June 30,
43 2019, the director of the budget, in consultation with the director of

1 legislative research, shall certify, at the end of each such fiscal year, the
2 amount of actual tax receipt revenues to the state general fund that is in
3 excess of, or is less than, the amount of estimated tax receipt revenues to
4 the state general fund pursuant to the most recent joint estimate of revenue
5 under K.S.A. 75-6701, and amendments thereto, for such fiscal year, and
6 shall transmit such certification to the director of accounts and reports.

7 (b) Upon receipt of such certification, or as soon thereafter as moneys
8 are available, the director of accounts and reports shall transfer such
9 certified excess amount from the state general fund as follows:

10 (1) 50% to the budget stabilization fund established by K.S.A. 2017
11 Supp. 75-6706, and amendments thereto; and

12 (2) 50% to the pooled money investment portfolio pursuant to K.S.A.
13 75-4209(m)(2) and (m)(4), and amendments thereto, to pay in full or in
14 part the amounts to be transferred. Any moneys transferred to the pooled
15 money investment portfolio pursuant to this section shall be credited to the
16 final payment to be made in fiscal year 2024, and each next preceding
17 fiscal year thereafter as moneys are available.

18 (c) If the amount of actual tax receipt revenues to the state general
19 fund is less than the amount of estimated tax receipt revenues to the state
20 general fund, then no transfers shall be made pursuant to this section.

21 Sec. 101. K.S.A. 2017 Supp. 75-2263 is hereby amended to read as
22 follows: 75-2263. (a) Subject to the provisions of subsection (j), the board
23 of trustees is responsible for the management and investment of that
24 portion of state moneys available for investment by the pooled money
25 investment board that is certified by the state treasurer to the board of
26 trustees as being equivalent to the aggregate net amount received for
27 unclaimed property and shall discharge the board's duties with respect to
28 such moneys solely in the interests of the state general fund and shall
29 invest and reinvest such moneys and acquire, retain, manage, including the
30 exercise of any voting rights and disposal of investments of such moneys
31 within the limitations and according to the powers, duties and purposes as
32 prescribed by this section.

33 (b) Moneys specified in subsection (a) shall be invested and
34 reinvested to achieve the investment objective which is preservation of
35 such moneys and accordingly providing that the moneys are as productive
36 as possible, subject to the standards set forth in this section. No such
37 moneys shall be invested or reinvested if the sole or primary investment
38 objective is for economic development or social purposes or objectives.

39 (c) In investing and reinvesting moneys specified in subsection (a)
40 and in acquiring, retaining, managing and disposing of investments of the
41 moneys, the board of trustees shall exercise the judgment, care, skill,
42 prudence and diligence under the circumstances then prevailing, which
43 persons of prudence, discretion and intelligence acting in a like capacity

1 and familiar with such matters would use in the conduct of an enterprise of
2 like character and with like aims by diversifying the investments of the
3 moneys so as to minimize the risk of large losses, unless under the
4 circumstances it is clearly prudent not to do so, and not in regard to
5 speculation but in regard to the permanent disposition of similar moneys,
6 considering the probable income as well as the probable safety of their
7 capital.

8 (d) In the discharge of such management and investment
9 responsibilities the board of trustees may contract for the services of one
10 or more professional investment advisors or other consultants in the
11 management and investment of such moneys and otherwise in the
12 performance of the duties of the board of trustees under this section.

13 (e) The board of trustees shall require that each person contracted
14 with under subsection (d) to provide services shall obtain commercial
15 insurance which provides for errors and omissions coverage for such
16 person in an amount to be specified by the board of trustees. The amount
17 of such coverage specified by the board of trustees shall be at least the
18 greater of \$500,000 or 1% of the funds entrusted to such person up to a
19 maximum of \$10,000,000. The board of trustees shall require a person
20 contracted with under subsection (d) to provide services to give a fidelity
21 bond in a penal sum as may be fixed by law or, if not so fixed, as may be
22 fixed by the board of trustees, with corporate surety authorized to do
23 business in this state. Such persons contracted with the board of trustees
24 pursuant to subsection (d) and any persons contracted with such persons to
25 perform the functions specified in subsection (b) shall be deemed to be
26 fiduciary agents of the board of trustees in the performance of contractual
27 obligations.

28 (f) (1) Subject to the objective set forth in subsection (b) and the
29 standards set forth in subsection (c), the board of trustees shall formulate
30 and adopt policies and objectives for the investment and reinvestment of
31 such moneys and the acquisition, retention, management and disposition of
32 investments of the moneys. Such policies and objectives shall be in writing
33 and shall include:

34 (A) Specific asset allocation standards and objectives;

35 (B) establishment of criteria for evaluating the risk versus the
36 potential return on a particular investment; and

37 (C) a requirement that all investment advisors, and any managers or
38 others with similar duties and responsibilities as investment advisors, shall
39 immediately report all instances of default on investments to the board of
40 trustees and provide such board of trustees with recommendations and
41 options, including, but not limited to, curing the default or withdrawal
42 from the investment.

43 (2) The board of trustees shall review such policies and objectives,

1 make changes considered necessary or desirable and readopt such policies
2 and objectives on an annual basis.

3 (g) Except as provided in subsection (d) and this subsection, the
4 custody of such moneys shall remain in the custody of the state treasurer,
5 except that the board of trustees may arrange for the custody of such
6 moneys as it considers advisable with one or more member banks or trust
7 companies of the federal reserve system or with one or more banks in the
8 state of Kansas, or both, to be held in safekeeping by the banks or trust
9 companies for the collection of the principal and interest or other income
10 or of the proceeds of sale. All such moneys shall be considered moneys in
11 the state treasury for purposes of K.S.A. 75-6704, and amendments
12 thereto.

13 (h) All interest or other income of the investments of the moneys
14 invested under this section, after payment of any management fees, shall
15 be deposited in the state treasury to the credit of the state general fund.

16 (i) Subject to the provisions of subsection (j), the state treasurer shall
17 certify to the board of trustees a portion of state moneys available for
18 investment by the pooled money investment board that is equivalent to the
19 aggregate net amount received for unclaimed property. The state treasurer
20 shall transfer the amount certified to the board of trustees. *During fiscal*
21 *years 2018 and 2019, the state treasurer shall not certify or transfer any*
22 *state moneys available for investment pursuant to this subsection.*

23 (j) (1) During fiscal year 2017, the board of trustees shall liquidate all
24 investments and reinvestments of state moneys certified by the state
25 treasurer to the board of trustees pursuant to subsection (a).

26 (2) Upon receiving any such amounts from any such liquidation, the
27 state treasurer shall remit the entire amount in accordance with the
28 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of
29 each such remittance, the state treasurer shall deposit the entire amount in
30 the state treasury and credit any earnings from the liquidation to the state
31 general fund and credit the principal that had been invested and reinvested
32 to the pooled money investment portfolio.

33 (k) As used in this section:

34 (1) "Board of trustees" means the board of trustees of the Kansas
35 public employees retirement system established by K.S.A. 74-4905, and
36 amendments thereto.

37 (2) "Fiduciary" means a person who, with respect to the moneys
38 invested under this section, is a person who:

39 (A) Exercises any discretionary authority with respect to
40 administration of the moneys;

41 (B) exercises any authority to invest or manage such moneys or has
42 any authority or responsibility to do so;

43 (C) provides investment advice for a fee or other direct or indirect

1 compensation with respect to such moneys or has any authority or
2 responsibility to do so;

3 (D) provides actuarial, accounting, auditing, consulting, legal or other
4 professional services for a fee or other direct or indirect compensation with
5 respect to such moneys or has any authority or responsibility to do so; or

6 (E) is a member of the board of trustees or of the staff of the board of
7 trustees.

8 Sec. 102. K.S.A. 2017 Supp. 75-4209 is hereby amended to read as
9 follows: 75-4209. (a) The director of investments may invest and reinvest
10 state moneys eligible for investment which are not invested in accordance
11 with K.S.A. 75-4237, and amendments thereto, in the following
12 investments:

13 (1) Direct obligations of, or obligations that are insured as to principal
14 and interest by, the United States of America or any agency thereof and
15 obligations and securities of the United States sponsored enterprises which
16 under federal law may be accepted as security for public funds, on and
17 after the effective date of this act moneys available for investment under
18 this subsection shall not be invested in mortgage-backed securities of such
19 enterprises and of the government national mortgage association, except
20 that any such mortgage-backed securities held prior to the effective date of
21 this act may be held to maturity;

22 (2) repurchase agreements with a bank or a primary government
23 securities dealer which reports to the market reports division of the federal
24 reserve bank of New York for direct obligations of, or obligations that are
25 insured as to principal and interest by, the United States government or any
26 agency thereof and obligations and securities of United States government
27 sponsored enterprises which under federal law may be accepted as security
28 for public funds;

29 (3) commercial paper that does not exceed 270 days to maturity and
30 which has received one of the two highest commercial paper credit ratings
31 by a nationally recognized investment rating firm; and

32 (4) corporate bonds which have received one of the two highest
33 ratings by a nationally recognized investment rating firm.

34 (b) When moneys are available for deposit or investments, the
35 director of investments may invest in SKILL act projects and bonds
36 pursuant to K.S.A. 74-8920, and amendments thereto, and in state agency
37 bonds and bond projects.

38 (c) When moneys are available for deposits or investments, the
39 director of investments may invest in preferred stock of Kansas venture
40 capital, inc., under terms and conditions prescribed by K.S.A. 74-8203,
41 and amendments thereto, but such investments shall not in the aggregate
42 exceed a total amount of \$10,000,000.

43 (d) When moneys are available for deposits or investments, the

1 director of investments may invest in loans pursuant to legislative
2 mandates, except that not more than the greater of 10% or \$140,000,000 of
3 the state moneys shall be invested. The provisions of this subsection shall
4 not apply to the provisions of subsection (m).

5 (e) Interest on investment accounts in banks is to be paid at maturity,
6 but not less than annually.

7 (f) Investments made by the director of investments under the
8 provisions of this section shall be made with judgment and care, under
9 circumstances then prevailing, which persons of prudence, discretion and
10 intelligence exercise in the management of their own affairs, not for
11 speculation, but for investment, considering the probable safety of their
12 capital as well as the probable income to be derived.

13 (g) Investments under subsection (a) or (b) or under K.S.A. 75-4237,
14 and amendments thereto, shall be for a period not to exceed four years,
15 except that linked deposits authorized under the provisions of K.S.A. 2-
16 3703 through 2-3707, and amendments thereto, shall not exceed a period
17 of 10 years; agricultural production loan deposits authorized under the
18 provisions of K.S.A. 2017 Supp. 75-4268 through 75-4274, and
19 amendments thereto, shall not exceed a period of eight years and housing
20 loan deposits authorized under K.S.A. 2017 Supp. 75-4276 through 75-
21 4282, and amendments thereto, shall not exceed a period of five years or
22 20 years, as applicable pursuant to K.S.A. 2017 Supp. 75-4279, and
23 amendments thereto.

24 (h) Investments in securities under subsection (a)(1) shall be limited
25 to securities which do not have any more interest rate risk than do direct
26 United States government obligations of similar maturities. For purposes
27 of this subsection, "interest rate risk" means market value changes due to
28 changes in current interest rates.

29 (i) The director of investments shall not invest state moneys eligible
30 for investment under subsection (a), in the municipal investment pool
31 fund, created under K.S.A. 12-1677a, and amendments thereto.

32 (j) The director of investments shall not invest moneys in the pooled
33 money investment portfolio in derivatives. As used in this subsection,
34 "derivatives" means a financial contract whose value depends on the value
35 of an underlying asset or index of asset values.

36 (k) Moneys and investments in the pooled money investment
37 portfolio shall be invested and reinvested by the director of investments in
38 accordance with investment policies developed, approved, published and
39 updated on an annual basis by the board. Such investment policies shall
40 include at a minimum guidelines which identify credit standards, eligible
41 instruments, allowable maturity ranges, methods for valuing the portfolio,
42 calculating earnings and yields and limits on portfolio concentration for
43 each type of investment. Any changes in such investment policies shall be

1 approved by the pooled money investment board. Such investment policies
2 may specify the contents of reports, methods of crediting funds and
3 accounts and other operating procedures.

4 (l) The board shall adopt rules and regulations to establish an overall
5 percentage limitation on the investment of moneys in investments
6 authorized under subsection (a)(3), and within such authorized investment,
7 the board shall establish a percentage limitation on the investment in any
8 single business entity.

9 (m) (1) During the fiscal year ending June 30, 2017, the director of
10 the budget shall estimate on or before June 27, 2017, the amount of the
11 unencumbered ending balance in the state general fund for fiscal year
12 2017. If the amount of such unencumbered ending balance in the state
13 general fund is less than \$50,000,000, the director of the budget shall
14 certify the difference between \$50,000,000, and the amount of such
15 unencumbered ending balance to the pooled money investment board.
16 Upon the liquidation of all investments and reinvestments of state moneys
17 pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments thereto, and
18 upon receipt of such certification by the director of the budget, during the
19 fiscal year ending June 30, 2017, the pooled money investment board shall
20 authorize the director of accounts and reports to transfer an amount equal
21 to the amount certified by the director of the budget pursuant to this
22 subsection from the pooled money investment portfolio to the state general
23 fund. Upon receipt of such authorization, the director of accounts and
24 reports shall make such transfer. The chairperson of the pooled money
25 investment board shall transmit a copy of such authorization to the director
26 of legislative research and the director of the budget.

27 (2) On or before June 30, 2019, June 30, 2020, June 30, 2021, June
28 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and
29 reports shall transfer an amount equal to $\frac{1}{6}$ of the amount transferred
30 pursuant to subsection (m)(1) from the state general fund to the pooled
31 money investment portfolio. *Any transfer made pursuant to this subsection*
32 *shall be reduced by the amount of moneys credited to any fiscal year*
33 *payment pursuant to section 100, and amendments thereto.*

34 (3) During the fiscal year ending June 30, 2018, after any transfer
35 made pursuant to subsection (m)(1), the pooled money investment board
36 shall authorize the director of accounts and reports to transfer the
37 remaining amount of all investments and reinvestments of state moneys
38 liquidated pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments
39 thereto, from the pooled money investment portfolio to the state general
40 fund. Upon receipt of such authorization, the director of accounts and
41 reports shall make such transfer. The chairperson of the pooled money
42 investment board shall transmit a copy of such authorization to the director
43 of legislative research and the director of the budget.

1 (4) On or before June 30, 2019, June 30, 2020, June 30, 2021, June
2 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and
3 reports shall transfer an amount equal to $\frac{1}{6}$ of the amount transferred
4 pursuant to subsection (m)(3) from the state general fund to the pooled
5 money investment portfolio. *Any transfer made pursuant to this subsection*
6 *shall be reduced by the amount of moneys credited to any fiscal year*
7 *payment pursuant to section 100, and amendments thereto.*

8 Sec. 103. K.S.A. 2017 Supp. 75-6706 is hereby amended to read as
9 follows: 75-6706. (a) On July 1, 2017, the budget stabilization fund is
10 hereby established in the state treasury.

11 (b) On or before the 10th day of each month commencing July 1,
12 2017, the director of accounts and reports shall transfer from the state
13 general fund to the budget stabilization fund interest earnings based on:

- 14 (1) The average daily balance of moneys in the budget stabilization
15 fund, for the preceding month; and
- 16 (2) the net earnings rate of the pooled money investment portfolio for
17 the preceding month.

18 (c) On and after July 1, 2017, no moneys in the budget stabilization
19 fund shall be expended pursuant to this subsection unless the expenditure
20 either has been approved by an appropriation or other act of the legislature
21 or has been approved by the state finance council acting on this matter
22 which is hereby characterized as a matter of legislative delegation and
23 subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments
24 thereto.

25 (d) (1) The legislative budget committee shall study and review the
26 policy concerning the balance of, transfers to and expenditures from the
27 budget stabilization fund. The legislative budget committee study and
28 review shall include, but not be limited to, the following:

29 (A) Risk-based budget stabilization fund practices utilized in other
30 states.

31 (B) The appropriate number of years to review the state general fund:

- 32 (i) Revenue variances from projections; and
- 33 (ii) expenditure variances from budgets.

34 (C) The entity to certify the amount necessary in the budget
35 stabilization fund to maintain the appropriate risk-based balance.

36 (D) Plan to fund the budget stabilization fund.

37 (E) Process and circumstances to reach the appropriate risk-based
38 balance, including the amount of risk that is acceptable.

39 (F) Circumstances under which expenditures may be made from the
40 fund.

41 (2) The legislative budget committee may make recommendations
42 and introduce legislation as it deems necessary to implement such
43 recommendations.

1 (e) On or before August 15, 2019, the director of the budget, in
2 consultation with the director of legislative research, shall certify the
3 amount of the unencumbered ending balance in the state general fund for
4 fiscal year 2019. *Such ending balance shall not include the transfers made*
5 *pursuant to section 100, and amendments thereto.* Upon making such
6 certification, the director of the budget shall authorize the director of
7 accounts and reports to transfer 10% of such ending balance from the state
8 general fund to the budget stabilization fund.

9 Sec. 104. K.S.A. 2017 Supp. 79-4804 is hereby amended to read as
10 follows: 79-4804. (a) After the transfer of moneys pursuant to K.S.A. 2017
11 Supp. 79-4806, and amendments thereto, an amount equal to 85% of the
12 balance of all moneys credited to the state gaming revenues fund shall be
13 transferred and credited to the state economic development initiatives
14 fund. Expenditures from the state economic development initiatives fund
15 shall be made in accordance with appropriations acts for the financing of
16 such programs supporting and enhancing the existing economic foundation
17 of the state and fostering growth through the expansion of current, and the
18 establishment and attraction of new, commercial and industrial enterprises
19 as provided by this section and as may be authorized by law and not less
20 than $\frac{1}{2}$ of such money shall be distributed equally among the
21 congressional districts of the state. Except as provided by subsection (g),
22 all moneys credited to the state economic development initiatives fund
23 shall be credited within the fund, as provided by law, to an account or
24 accounts of the fund which are created by this section.

25 (b) There is hereby created the Kansas capital formation account in
26 the state economic development initiatives fund. All moneys credited to
27 the Kansas capital formation account shall be used to provide, encourage
28 and implement capital development and formation in Kansas.

29 (c) There is hereby created the Kansas economic development
30 research and development account in the state economic development
31 initiatives fund. All moneys credited to the Kansas economic development
32 research and development account shall be used to promote, encourage
33 and implement research and development programs and activities in
34 Kansas and technical assistance funded through state educational
35 institutions under the supervision and control of the state board of regents
36 or other Kansas colleges and universities.

37 (d) There is hereby created the Kansas economic development
38 endowment account in the state economic development initiatives fund.
39 All moneys credited to the Kansas economic development endowment
40 account shall be accumulated and invested as provided in this section to
41 provide an ongoing source of funds which shall be used for economic
42 development activities in Kansas, including, but not limited to, continuing
43 appropriations or demand transfers for programs and projects which shall

1 include, but are not limited to, specific community infrastructure projects
2 in Kansas that stimulate economic growth.

3 (e) Except as provided in subsection (f), the director of investments
4 may invest and reinvest moneys credited to the state economic
5 development initiatives fund in accordance with investment policies
6 established by the pooled money investment board under K.S.A. 75-4232,
7 and amendments thereto, in the pooled money investment portfolio. All
8 moneys received as interest earned by the investment of the moneys
9 credited to the state economic development initiatives fund shall be
10 deposited in the state treasury and credited to the Kansas economic
11 development endowment account of such fund.

12 (f) Moneys credited to the Kansas economic development
13 endowment account of the state economic development initiatives fund
14 may be invested in government guaranteed loans and debentures as
15 provided by law in addition to the investments authorized by subsection
16 (e) or in lieu of such investments. All moneys received as interest earned
17 by the investment under this subsection of the moneys credited to the
18 Kansas economic development endowment account shall be deposited in
19 the state treasury and credited to the Kansas economic development
20 endowment account of the state economic development initiatives fund.

21 (g) Except as provided further, in each fiscal year, the director of
22 accounts and reports shall make transfers in equal amounts on July 15 and
23 January 15 which in the aggregate equal \$2,000,000 from the state
24 economic development initiatives fund to the state water plan fund created
25 by K.S.A. 82a-951, and amendments thereto, *except that during fiscal*
26 *year 2019, the transfer shall not exceed \$500,000.* No moneys shall be
27 transferred from the state economic development initiatives fund to the
28 state water plan fund on such dates during state fiscal year 2018, ~~state~~
29 ~~fiscal year 2019~~, and state fiscal year 2020. No other moneys credited to
30 the state economic development initiatives fund shall be used for: (1)
31 Water-related projects or programs, or related technical assistance; or (2)
32 any other projects or programs, or related technical assistance, which meet
33 one or more of the long-range goals, objectives and considerations set
34 forth in the state water resource planning act.

35 Sec. 105. K.S.A. 2017 Supp. 82a-953a is hereby amended to read as
36 follows: 82a-953a. During each fiscal year, the director of accounts and
37 reports shall transfer \$6,000,000 from the state general fund to the state
38 water plan fund created by K.S.A. 82a-951, and amendments thereto, one-
39 half of such amount to be transferred on July 15 and one-half to be
40 transferred on January 15, except that during the fiscal year ending June
41 30, 2018, the transfer shall not exceed ~~\$1,200,000~~ \$1,800,000. *On the*
42 *effective date of this act, the director of accounts and reports shall transfer*
43 *\$600,000 from the state general fund to the state water plan fund created*

1 by K.S.A. 82a-951, and amendments thereto. During the fiscal year ending
2 June 30, 2019, the transfer shall not exceed \$2,500,000. No moneys shall
3 be transferred from the state general fund to the state water plan fund
4 during the fiscal ~~years~~ year ending ~~June 30, 2019,~~ and June 30, 2020.

5 Sec. 106. *Severability.* If any provision or clause of this act or
6 application thereof to any person or circumstance is held invalid, such
7 invalidity shall not affect other provisions or applications of the act that
8 can be given effect without the invalid provision or application, and to this
9 end the provisions of this act are declared to be severable.

10 Sec. 107. *Appeals to exceed expenditure limitations.* (a) Upon written
11 application to the governor and approval of the state finance council,
12 expenditures from special revenue funds may exceed the amounts
13 specified in this act.

14 (b) This section shall not apply to the expanded lottery act revenues
15 fund, the state economic development initiatives fund, the children's
16 initiatives fund, the state water plan fund or the Kansas endowment for
17 youth fund, or to any account of any of such funds.

18 Sec. 108. If any fund or account name described by words and the
19 numerical accounting code that follows such fund or account name do not
20 match, it shall be conclusively presumed that the legislature intended that
21 the fund or account name described by words is the correct fund or
22 account name, and such fund or account name described by words shall
23 control over a contradictory or incorrect numerical accounting code.

24 Sec. 109. K.S.A. 2017 Supp. 75-2263, 75-4209, 75-6706, 79-4804
25 and 82a-953a are hereby repealed.

26 Sec. 110. This act shall take effect and be in force from and after its
27 publication in the Kansas register.