

**HOUSE BILL No. 2468**

By Committee on Appropriations

1-11

1 AN ACT making and concerning appropriations for the fiscal years ending  
2 June 30, 2018, and June 30, 2019, June 30, 2020, June 30, 2021, June  
3 30, 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 and 75-6706 and repealing the existing sections.  
9

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

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

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

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

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

25 Sec. 2.

26 KANSAS BOARD OF BARBERING

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

33 Sec. 3.

34 KANSAS BOARD OF BARBERING

35 (a) On July 1, 2018, the expenditure limitation established for the  
36 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 board of  
2 barbering fee fund (100-00-2704-0100) of the Kansas board of barbering  
3 is hereby decreased from \$188,212 to \$151,157.

4 Sec. 4.

5 KANSAS STATE BOARD OF COSMETOLOGY

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

12 Sec. 5.

13 KANSAS STATE BOARD OF COSMETOLOGY

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

19 Sec. 6.

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

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

28 Sec. 7.

29 BOARD OF NURSING

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

35 Sec. 8.

36 BOARD OF NURSING

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

42 Sec. 9.

43 BOARD OF EXAMINERS IN OPTOMETRY

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

6 Sec. 10.

7 STATE BOARD OF PHARMACY

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

13 Sec. 11.

14 STATE BOARD OF PHARMACY

15 (a) On July 1, 2018, the expenditure limitation established for the  
16 fiscal year ending June 30, 2019, by section 22(a) of chapter 104 of the  
17 2017 Session Laws of Kansas on the state board of pharmacy fee fund  
18 (531-00-2718-0100) of the state board of pharmacy is hereby increased  
19 from \$1,468,285 to \$1,596,419.

20 Sec. 12.

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, 2018, 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, 2018, 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, 2018, 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, 2018, 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 Sec. 13.

8 REAL ESTATE APPRAISAL BOARD

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

14 Special litigation reserve fund.....No limit  
15 *Provided*, That no expenditures shall be made from the special litigation  
16 reserve fund for the fiscal year ending June 30, 2019, except upon the  
17 approval of the director of the budget acting after ascertaining that: (1)  
18 Unforeseeable occurrence or unascertainable effects of a foreseeable  
19 occurrence characterize the need for the requested expenditure, and delay  
20 until the next legislative session on the requested action would be contrary  
21 to clause (3) of this proviso; (2) the requested expenditure is not one that  
22 was rejected in the next preceding session of the legislature and is not  
23 contrary to known legislative policy; and (3) the requested action will  
24 assist the above agency in attaining an objective or goal that bears a valid  
25 relationship to powers and functions of the above agency.

26 (b) During the fiscal year ending June 30, 2019, the executive  
27 director of the real estate appraisal board, with the approval of the director  
28 of the budget, may transfer moneys from the appraiser fee fund (543-00-  
29 2732-0100) of the real estate appraisal board to the special litigation  
30 reserve fund of the real estate appraisal board: *Provided*, That the  
31 aggregate of such transfers for the fiscal year ending June 30, 2019, shall  
32 not exceed \$20,000: *Provided further*, That the executive director of the  
33 real estate appraisal board shall certify each such transfer of moneys to the  
34 director of accounts and reports and shall transmit a copy of each such  
35 certification to the director of the budget and the director of legislative  
36 research.

37 (c) 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 appraiser  
40 fee fund (543-00-2732-0100) of the real estate appraisal board is hereby  
41 increased from \$162,342 to \$324,684.

42 (d) On July 1, 2018, the director of accounts and reports shall transfer  
43 all moneys in the appraisal management companies fee fund (543-00-

1 2138-2138) of the real estate appraisal board to the appraiser fee fund  
 2 (543-00-2732-0100) of the real estate appraisal board. On July 1, 2018, all  
 3 liabilities of the appraisal management companies fee fund are hereby  
 4 transferred to and imposed on the appraiser fee fund and the appraisal  
 5 management companies fee fund is hereby abolished.

6 (e) On July 1, 2018, the expenditure limitation established for the  
 7 fiscal year ending June 30, 2019, by the state finance council by section  
 8 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraisal  
 9 management companies fee fund (543-00-2138-2138) of the real estate  
 10 appraisal board is hereby decreased from \$162,342 to \$0.

11 Sec. 14.

12 KANSAS REAL ESTATE COMMISSION

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

18 Sec. 15.

19 KANSAS REAL ESTATE COMMISSION

20 (a) On July 1, 2018, the expenditure limitation established for the  
 21 fiscal year ending June 30, 2019, by the state finance council by section  
 22 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the real  
 23 estate fee fund (549-00-2721-0100) of the Kansas real estate commission  
 24 is hereby decreased from \$1,154,124 to \$1,025,124.

25 Sec. 16.

26 STATE BOARD OF TECHNICAL PROFESSIONS

27 (a) On the effective date of this act, the expenditure limitation  
 28 established for the fiscal year ending June 30, 2018, by section 25(a) of  
 29 chapter 104 of the 2017 Session Laws of Kansas on the technical  
 30 professions fee fund (663-00-2729-0100) of the state board of technical  
 31 professions is hereby increased from \$714,864 to \$720,165.

32 Sec. 17.

33 STATE BOARD OF TECHNICAL PROFESSIONS

34 (a) On July 1, 2018, the expenditure limitation established for the  
 35 fiscal year ending June 30, 2019, by section 25(a) of chapter 104 of the  
 36 2017 Session Laws of Kansas on the technical professions fee fund (663-  
 37 00-2729-0100) of the state board of technical professions is hereby  
 38 increased from \$754,388 to \$759,689.

39 Sec. 18.

40 STATE BOARD OF VETERINARY EXAMINERS

41 (a) On the effective date of this act, the expenditure limitation  
 42 established for the fiscal year ending June 30, 2018, by section 26(a) of  
 43 chapter 104 of the 2017 Session Laws of Kansas on the veterinary

1 examiners fee fund (700-00-2727-1100) of the state board of veterinary  
2 examiners is hereby decreased from \$348,480 to \$348,034.

3 Sec. 19.

4 STATE BOARD OF VETERINARY EXAMINERS

5 (a) On July 1, 2018, the expenditure limitation established for the  
6 fiscal year ending June 30, 2019, by section 26(a) of chapter 104 of the  
7 2017 Session Laws of Kansas on the veterinary examiners fee fund (700-  
8 00-2727-1100) of the state board of veterinary examiners is hereby  
9 decreased from \$356,987 to \$356,957.

10 Sec. 20.

11 GOVERNMENTAL ETHICS COMMISSION

12 (a) On the effective date of this act, the expenditure limitation  
13 established for the fiscal year ending June 30, 2018, by the state finance  
14 council by section 177(d) of chapter 104 of the 2017 Session Laws of  
15 Kansas on the governmental ethics commission fee fund (247-00-2188-  
16 2000) of the governmental ethics commission is hereby decreased from  
17 \$256,966 to \$243,762.

18 Sec. 21.

19 GOVERNMENTAL ETHICS COMMISSION

20 (a) On July 1, 2018, the expenditure limitation established for the  
21 fiscal year ending June 30, 2019, by the state finance council by section  
22 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the  
23 governmental ethics commission fee fund (247-00-2188-2000) of the  
24 governmental ethics commission is hereby decreased from \$268,027 to  
25 \$267,660.

26 Sec. 22.

27 LEGISLATIVE COORDINATING COUNCIL

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 Legislative research  
31 department – operations (425-00-1000-0103).....\$3,084

32 (b) On the effective date of this act, of the \$537,812 appropriated for  
33 the above agency for the fiscal year ending June 30, 2018, by section 28(a)  
34 of chapter 104 of the 2017 Session Laws of Kansas from the state general  
35 fund in the legislative coordinating council – operations account (422-00-  
36 1000-0100), the sum of \$321 is hereby lapsed.

37 Sec. 23.

38 LEGISLATIVE COORDINATING COUNCIL

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

41 Legislative coordinating  
42 council – operations (422-00-1000-0100).....\$12,273  
43 Legislative research

1 department – operations (425-00-1000-0103).....\$7,584  
2 Sec. 24.

3 LEGISLATURE

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

6 Operations (including official hospitality) (428-00-1000-0103).....\$400,000  
7 Sec. 25.

8 LEGISLATURE

9 (a) Any unencumbered balance in excess of \$100 as of June 30, 2018,  
10 in the following account is hereby reappropriated for fiscal year 2019:

11 Legislative information system (428-00-1000-0300).  
12 Sec. 26.

13 DIVISION OF POST AUDIT

14 (a) On the effective date of this act, of the \$2,467,048 appropriated  
15 for the above agency for the fiscal year ending June 30, 2018, by section  
16 33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
17 general fund in the operations account (including legislative post audit  
18 committee) (540-00-1000-0100), the sum of \$192,909 is hereby lapsed.

19 Sec. 27.

20 GOVERNOR'S DEPARTMENT

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

24 (b) On July 1, 2018, the provisions of section 36(f) 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. 28.

28 ATTORNEY GENERAL

29 (a) On the effective date of this act, of the \$5,216,867 appropriated  
30 for the above agency for the fiscal year ending June 30, 2018, by section  
31 37(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
32 general fund in the operating expenditures account (082-00-1000), the sum  
33 of \$4,000 is hereby lapsed.

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

37 Sec. 29.

38 ATTORNEY GENERAL

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

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

42 (b) On July 1, 2018, the provisions of section 38(g) of chapter 104 of  
43 the 2017 Session Laws of Kansas are hereby declared to be null and void

1 and shall have no force and effect.

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

5 (d) On July 1, 2018, or as soon thereafter as moneys are available, the  
6 director of accounts and reports shall transfer \$600,000 from the state  
7 general fund to the medicaid fraud prosecution revolving fund (082-00-  
8 2641-2280).

9 Sec. 30.

10

#### STATE TREASURER

11 (a) On the effective date of this act, the expenditure limitation  
12 established for the fiscal year ending June 30, 2018, by the state finance  
13 council by section 177(d) of chapter 104 of the 2017 Session Laws of  
14 Kansas on the state treasurer operating fund (670-00-2374-2300) of the  
15 office of the state treasurer is hereby decreased from \$1,702,107 to  
16 \$1,682,516: *Provided*, That, notwithstanding the provisions of the uniform  
17 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,  
18 or any other statute, of all the moneys received under the uniform  
19 unclaimed property act, K.S.A. 58-3934 et seq., and amendments thereto,  
20 during fiscal year 2018, the state treasurer is hereby authorized and  
21 directed to credit the first \$1,682,516 received and deposited in the state  
22 treasury to the state treasurer operating fund: *Provided further*, That, after  
23 such aggregate amount has been credited to the state treasurer operating  
24 fund, then all of the moneys received under the uniform unclaimed  
25 property act during fiscal year 2018 shall be credited as prescribed under  
26 the unclaimed property act, K.S.A. 58-3934 et seq., and amendments  
27 thereto: *And provided further*, That all moneys credited to the state  
28 treasurer operating fund during fiscal year 2018 are to reimburse the state  
29 treasurer for accounting, auditing, budgeting, legal, payroll, personnel and  
30 purchasing services and any other governmental services that are  
31 performed to administer the provisions of the uniform unclaimed property  
32 act, K.S.A. 58-3934 et seq., and amendments thereto, that are not  
33 otherwise reimbursed under any other provision of law.

34 Sec. 31.

35

#### STATE TREASURER

36 (a) On July 1, 2018, the expenditure limitation established for the  
37 fiscal year ending June 30, 2018, by the state finance council by section  
38 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the state  
39 treasurer operating fund (670-00-2374-2300) of the office of the state  
40 treasurer is hereby decreased from \$1,718,838 to \$1,680,844: *Provided*,  
41 That, notwithstanding the provisions of the uniform unclaimed property  
42 act, K.S.A. 58-3934 et seq., and amendments thereto, or any other statute,  
43 of all the moneys received under the uniform unclaimed property act,



1 K.S.A. 58-3934 et seq., and amendments thereto, during fiscal year 2019,  
 2 the state treasurer is hereby authorized and directed to credit the first  
 3 \$1,680,844 received and deposited in the state treasury to the state  
 4 treasurer operating fund: *Provided further*, That, after such aggregate  
 5 amount has been credited to the state treasurer operating fund, then all of  
 6 the moneys received under the uniform unclaimed property act during  
 7 fiscal year 2018 shall be credited as prescribed under the unclaimed  
 8 property act, K.S.A. 58-3934 et seq., and amendments thereto: *And*  
 9 *provided further*, That all moneys credited to the state treasurer operating  
 10 fund during fiscal year 2018 are to reimburse the state treasurer for  
 11 accounting, auditing, budgeting, legal, payroll, personnel and purchasing  
 12 services and any other governmental services that are performed to  
 13 administer the provisions of the uniform unclaimed property act, K.S.A.  
 14 58-3934 et seq., and amendments thereto, that are not otherwise  
 15 reimbursed under any other provision of law.

16 Sec. 32.

17 INSURANCE DEPARTMENT

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

23 Sec. 33.

24 INSURANCE DEPARTMENT

25 (a) On July 1, 2018, the expenditure limitation established for the  
 26 fiscal year ending June 30, 2019, by the state finance council by section  
 27 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the  
 28 securities act fee fund (331-00-2162-0100) of the insurance department is  
 29 hereby decreased from \$3,030,872 to \$2,924,049.

30 Sec. 34.

31 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

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

36 Sec. 35.

37 STATE BOARD OF INDIGENTS' DEFENSE SERVICES

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

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

42 Sec. 36.

43 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM

1 (a) On July 1, 2018, notwithstanding the provisions of K.S.A. 38-  
2 2102, and amendments thereto, the amount prescribed by K.S.A. 38-  
3 2102(d)(4), and amendments thereto, to be transferred on July 1, 2018, by  
4 the director of accounts and reports from the Kansas endowment for youth  
5 fund to the children's initiatives fund is hereby increased to \$58,646,551.

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

9 Sec. 37.

10 KANSAS HUMAN RIGHTS COMMISSION

11 (a) On the effective date of this act, the director of accounts and  
12 reports shall transfer all moneys in the annual banquet fund (058-00-2611-  
13 1400) of the Kansas human rights commission to the education and  
14 training fund (058-00-2282-2000) of the Kansas human rights  
15 commission. On the effective date of this act, all liabilities of the annual  
16 banquet fund are hereby transferred to and imposed on the education and  
17 training fund and the annual banquet fund is hereby abolished.

18 Sec. 38.

19 KANSAS HUMAN RIGHTS COMMISSION

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

25 Sec. 39.

26 DEPARTMENT OF ADMINISTRATION

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

29 Operating expenditures (173-00-1000-0200).....	\$447,807
30 Long-term care ombudsman (173-00-1000-0580).....	\$43,837

31 (b) On the effective date of this act, of the \$245,000 appropriated for  
32 the above agency for the fiscal year ending June 30, 2018, by section 65(j)  
33 of chapter 104 of the 2017 Session Laws of Kansas from the state  
34 institutions building fund in the SIBF – state building insurance account  
35 (173-00-8100-8920), the sum of \$97,432 is hereby lapsed.

36 (c) On the effective date of this act, of the \$265,000 appropriated for  
37 the above agency for the fiscal year ending June 30, 2018, by section 65(k)  
38 of chapter 104 of the 2017 Session Laws of Kansas from the correctional  
39 institutions building fund in the CIBF – state building insurance account  
40 (173-00-8600-8930), the sum of \$141,081 is hereby lapsed.

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

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

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

25 (C) In accordance with the certification by the director of the budget  
26 that is submitted to the director of accounts and reports under this  
27 subsection, the appropriation for fiscal year 2018 for each account of the  
28 state general fund, state economic development initiatives fund, state water  
29 plan fund and children's initiatives fund that is appropriated or  
30 reappropriated for the fiscal year ending June 30, 2018, by chapter 104 of  
31 the 2017 Session Laws of Kansas or by this or other appropriation act of  
32 the 2018 regular session of the legislature is hereby respectively lapsed by  
33 the amount equal to the amount certified under this subsection.

34 (2) In determining the amounts to be certified to the director of  
35 accounts and reports in accordance with this subsection, the director of the  
36 budget and the state board of regents shall consider any changed  
37 circumstances and unanticipated reductions in expenditures or  
38 unanticipated and required expenditures by the state agencies for fiscal  
39 year 2018.

40 (3) (A) Prior to June 30, 2018, after receipt of each certification by  
41 the director of the budget pursuant to this subsection, the director of  
42 accounts and reports shall transfer and debit to the 27<sup>th</sup> payroll adjustment  
43 account of the state general fund, which is hereby established in the state

1 general fund, by an amount equal to the aggregate of the amounts certified  
2 by the director of the budget pursuant to this subsection in accordance with  
3 such certifications.

4 (B) Prior to June 30, 2018, the director of accounts and reports shall  
5 transfer the balance of the 27<sup>th</sup> payroll adjustment account of the state  
6 general fund to the master account of the state general fund: *Provided,*  
7 *however,* That the amount transferred shall not exceed the amount of the  
8 then outstanding balance of the state treasurer's receivables for the state  
9 general fund.

10 (C) Prior to June 30, 2018, the director of accounts and reports shall  
11 adjust the amounts debited and credited to the state treasurer's receivables  
12 and to the 27<sup>th</sup> payroll adjustment account of the state general fund  
13 pursuant to this subsection to reflect all moneys actually transferred and  
14 credited to the 27<sup>th</sup> payroll adjustment account of the state general fund  
15 pursuant to this subsection during fiscal year 2018.

16 (D) On June 30, 2018, the director of accounts and reports shall  
17 record a credit to the state treasurer's receivables for the state general fund  
18 and shall record a corresponding debit to the state general fund in the  
19 amount of the outstanding receivable created to finance the cost of the 27<sup>th</sup>  
20 payroll chargeable to the fiscal year ending June 30, 2028.

21 (E) The director of accounts and reports shall notify the state  
22 treasurer of all amounts debited and credited to the 27<sup>th</sup> payroll adjustment  
23 account of the state general fund pursuant to this subsection and all  
24 reductions and adjustments made thereto pursuant to this subsection. The  
25 state treasurer shall enter all such amounts debited and credited and shall  
26 make reductions and adjustments thereto on the books and records kept  
27 and maintained for the state general fund by the state treasurer in  
28 accordance with the notice thereof.

29 (4) As used in this subsection, "regents agency" means the state board  
30 of regents, Fort Hays state university, Kansas state university, Kansas state  
31 university extension systems and agriculture research programs, Kansas  
32 state university veterinary medical center, Emporia state university,  
33 Pittsburg state university, the university of Kansas, the university of  
34 Kansas medical center and Wichita state university.

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

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

38 (B) any moneys received from any agency or authority of the federal  
39 government or from any other federal source, other than any such federal  
40 moneys that are credited to or may be received and credited to special  
41 revenue funds of a regents agency and that are determined by the state  
42 board of regents to be federal moneys that may be transferred to and  
43 debited to the 27<sup>th</sup> payroll adjustment account of the state general fund by

1 the director of accounts and reports pursuant to this subsection;

2 (C) any account of the Kansas educational building fund or the state  
3 institutions building fund; or

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

10 (6) Each amount transferred from any special revenue fund of any  
11 regents agency to the state general fund pursuant to this subsection is  
12 transferred to reimburse the state general fund for accounting, auditing,  
13 budgeting, legal, payroll, personnel and purchasing services and any other  
14 governmental services that are performed on behalf of the regents agency  
15 involved by other state agencies that receive appropriations from the state  
16 general fund to provide such services.

17 Sec. 40.

18 DEPARTMENT OF ADMINISTRATION

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

21 Operating expenditures (173-00-1000-0200).....	\$480,083
22 Pay plan equalization.....	\$1,500,000
23 Long-term care ombudsman (173-00-1000-0580).....	\$39,695

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

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

1 development initiatives fund during fiscal year 2019 shall reduce the  
2 amount debited and credited to the state economic development initiatives  
3 fund under this subsection and section 66(h)(2) and (h)(3) of chapter 104  
4 of the 2017 Session Laws of Kansas. On July 1, 2018, the provisions of  
5 section 66(h)(1) of chapter 104 of the 2017 Session Laws of Kansas are  
6 hereby declared to be null and void and shall have no force and effect.

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

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

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

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

1 (2) In determining the amounts to be certified to the director of  
2 accounts and reports in accordance with this subsection, the director of the  
3 budget and the state board of regents shall consider any changed  
4 circumstances and unanticipated reductions in expenditures or  
5 unanticipated and required expenditures by the state agencies for fiscal  
6 year 2019.

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

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

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

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

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

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

1 Kansas medical center and Wichita state university.

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

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

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

12 (C) any account of the Kansas educational building fund or the state  
13 institutions building fund; or

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

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

27 Sec. 41.

28 OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

31 Information technology modernization.....	\$2,644,760
32 Office 365 cloud email services.....	\$826,378

33 Sec. 42.

34 OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

37 Cybersecurity support.....	\$2,682,852
38 Office 365 cloud email services.....	\$826,378

39 Sec. 43.

40 STATE BOARD OF TAX APPEALS

41 (a) On the effective date of this act, the expenditure limitation  
42 established for the fiscal year ending June 30, 2018, by the state finance  
43 council by section 177(d) of chapter 104 of the 2017 Session Laws of



1 Kansas on the BOTA filing fee fund (562-00-2240-2240) of the state board  
2 of tax appeals is hereby increased from \$1,057,264 to \$1,059,123.

3 Sec. 44.

4 STATE BOARD OF TAX APPEALS

5 (a) On July 1, 2018, the expenditure limitation established for the  
6 fiscal year ending June 30, 2019, by the state finance council by section  
7 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the BOTA  
8 filing fee fund (562-00-2240-2240) of the state board of tax appeals is  
9 hereby increased from \$1,073,475 to \$1,077,192.

10 Sec. 45.

11 DEPARTMENT OF REVENUE

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

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

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

20 (c) On the effective date of this act, or as soon thereafter as moneys  
21 are available, the director of accounts and reports shall transfer \$632,968  
22 from the state highway fund (276-00-4100-4100) of the department of  
23 transportation to the division of vehicles operating fund (565-00-2089-  
24 2020) of the department of revenue.

25 Sec. 46.

26 DEPARTMENT OF REVENUE

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

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

30 (b) On July 1, 2018, the expenditure limitation established for the  
31 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the  
32 2017 Session Laws of Kansas on the division of vehicles operating fund  
33 (565-00-2089-2020) of the department of revenue is hereby decreased  
34 from \$46,545,716 to \$46,268,528.

35 (c) On July 1, 2018, the expenditure limitation established for the  
36 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the  
37 2017 Session Laws of Kansas on the MSA compliance fund (565-00-2274-  
38 2274) of the department of revenue is hereby increased from \$1,333,220 to  
39 no limit.

40 (d) On July 1, 2018, the amount of \$11,513,742 authorized by section  
41 75(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred  
42 by the director of accounts and reports from the state highway fund (276-  
43 00-4100-4100) of the department of transportation to the division of

1 vehicles operating fund (565-00-2089-2020) of the department of revenue  
2 on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is  
3 hereby increased to \$11,671,984.

4 Sec. 47.

5 DEPARTMENT OF COMMERCE

6 (a) On the effective date of this act, of the \$7,976,452 appropriated  
7 for the above agency for the fiscal year ending June 30, 2018, by section  
8 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state  
9 economic development initiatives fund in the operating grant (including  
10 official hospitality) account (300-00-1900-1110), the sum of \$751,154 is  
11 hereby lapsed.

12 (b) On the effective date of this act, of the \$1,622,939 appropriated  
13 for the above agency for the fiscal year ending June 30, 2018, by section  
14 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state  
15 economic development initiatives fund in the rural opportunity zones  
16 program account (300-00-1900-1150), the sum of \$665,156 is hereby  
17 lapsed.

18 (c) On the effective date of this act, or as soon thereafter as moneys  
19 are available, the director of accounts and reports shall transfer \$930,000  
20 from the state economic development initiatives fund (300-00-1900-1100)  
21 to the state general fund.

22 (d) On the effective date of this act, of the \$2,800,000 appropriated  
23 for the above agency for the fiscal year ending June 30, 2018, by section  
24 82(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
25 general fund in the KBA grant commitments account (300-00-1000-0800),  
26 the sum of \$2,088,238 is hereby lapsed.

27 Sec. 48.

28 DEPARTMENT OF COMMERCE

29 (a) There is appropriated for the above agency from the state  
30 economic development initiatives fund for the fiscal year ending June 30,  
31 2019, the following:

32 Registered apprenticeship program.....\$1,000,000

33 (b) On July 1, 2018, of the \$2,053,457 appropriated for the above  
34 agency for the fiscal year ending June 30, 2019, by section 83(b) of  
35 chapter 104 of the 2017 Session Laws of Kansas from the state economic  
36 development initiatives fund in the rural opportunity zones program  
37 account (300-00-1900-1150), the sum of \$805,000 is hereby lapsed.

38 Sec. 49.

39 DEPARTMENT OF LABOR

40 (a) On the effective date of this act, the expenditure limitation  
41 established for the fiscal year ending June 30, 2018, by section 86(b) of  
42 chapter 104 of the 2017 Session Laws of Kansas on the workmen's  
43 compensation fee fund (296-00-2124-2220) of the department of labor is

1 hereby increased from \$14,681,786 to \$15,072,758.

2 (b) On the effective date of this act, the expenditure limitation  
3 established for the fiscal year ending June 30, 2018, by section 187(d) of  
4 chapter 104 of the 2017 Session Laws of Kansas on the workmen's  
5 compensation fee fund (296-00-2124-2220) of the department of labor for  
6 such capital improvement purposes is hereby increased from \$780,000 to  
7 \$1,165,000.

8 Sec. 50.

9 DEPARTMENT OF LABOR

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

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

13 (b) On July 1, 2018, the expenditure limitation established for the  
14 fiscal year ending June 30, 2019, by section 87(b) of chapter 104 of the  
15 2017 Session Laws of Kansas on the workmen's compensation fee fund  
16 (296-00-2124-2220) of the department of labor is hereby increased from  
17 \$12,812,732 to \$15,149,481.

18 (c) On July 1, 2018, the expenditure limitation established for the  
19 fiscal year ending June 30, 2019, by section 188(d) of chapter 104 of the  
20 2017 Session Laws of Kansas on the workmen's compensation fee fund  
21 (296-00-2124-2220) of the department of labor for such capital  
22 improvement purposes is hereby increased from \$265,000 to \$870,000.

23 Sec. 51.

24 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

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

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

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

29 Operating expenditures – Kansas soldiers' home (694-00-1000-0403)

30 .....\$17,641

31 Operating expenditures – state veterans cemeteries (694-00-1000-0703)

32 .....\$8,646

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

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

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

41 (c) On July 1, 2018, of the \$812,050 appropriated for the above  
42 agency for the fiscal year ending June 30, 2019, by section 190(b) of  
43 chapter 104 of the 2017 Session Laws of Kansas from the state institutions

1 building fund in the veterans' home rehabilitation and repair projects  
2 account (694-00-8100-8250), the sum of \$64,800 is hereby lapsed.

3 Sec. 52.

4 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

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 – administration (649-00-1000-0103).....	\$2,211
8	Operating expenditures – veteran services (694-00-1000-0203).....	\$10,991
9	Operating expenditures – Kansas soldiers' home (694-00-1000-0403)	
10	.....	\$17,938
11	Operating expenditures – state veterans cemeteries (694-00-1000-0703)	
12	.....	\$8,792

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

18 (c) On July 1, 2018, of the \$812,050 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 veterans' home rehabilitation and repair projects  
22 account (694-00-8100-8250), the sum of \$40,670 is hereby lapsed.

23 (d) There is appropriated for the above agency from the state  
24 institutions building fund for the fiscal year ending June 30, 2019, the  
25 following:

26	Waste disposal.....	\$125,000
27	<i>Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and</i>	
28	<i>amendments thereto, or any other statute, expenditures may be made from</i>	
29	<i>the waste disposal account during fiscal year 2019 for the purchase of a</i>	
30	<i>waste disposal vehicle.</i>	

31 Sec. 53.

32 DEPARTMENT OF HEALTH AND ENVIRONMENT –  
33 DIVISION OF PUBLIC HEALTH

34 (a) On the effective date of this act, of the \$329,607 appropriated for  
35 the above agency for the fiscal year ending June 30, 2018, by section 91(a)  
36 of chapter 104 of the 2017 Session Laws of Kansas from the state general  
37 fund in the vaccine purchases account (264-00-1000-0900), the sum of  
38 \$264,106 is hereby lapsed.

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

1 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit  
 2 Kansas newborn screening information system  
 3 maintenance and enhancement  
 4 federal fund (264-00-3612-3612).....No limit  
 5 Lifting young families toward excellence  
 6 federal fund (264-00-3627-3627).....No limit  
 7 (c) On the effective date of this act, any unencumbered balance in  
 8 each of the following accounts of the state general fund is hereby lapsed:  
 9 Ryan White matching funds (264-00-1000-1200); office of the inspector  
 10 general (264-00-1000-0050).

11 Sec. 54.

12 DEPARTMENT OF HEALTH AND ENVIRONMENT –  
 13 DIVISION OF PUBLIC HEALTH

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

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

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

22 CDC multipurpose grant federal fund (264-00-3243-3243).....No limit

23 Kansas newborn screening information system  
 24 maintenance and enhancement  
 25 federal fund (264-00-3612-3612).....No limit

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

28 Sec. 55.

29 DEPARTMENT OF HEALTH AND  
 30 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

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

33 Other medical assistance (264-00-1000-3026).....\$41,940,052

34 (b) On the effective date of this act, the expenditure limitation  
 35 established for the fiscal year ending June 30, 2018, by section 94(b) of  
 36 chapter 104 of the 2017 Session Laws of Kansas on the preventive health  
 37 care program fund (264-00-2556-2550) of the department of health and  
 38 environment – division of health care finance is hereby decreased from  
 39 \$1,640,046 to \$491,161.

40 (c) On the effective date of this act, the expenditure limitation for  
 41 salaries and wages and other operating expenditures established for the  
 42 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the  
 43 2017 Session Laws of Kansas on the cafeteria benefits fund (264-00-7720-

1 9002) of the department of health and environment – division of health  
2 care finance is hereby decreased from \$3,844,401 to \$2,492,845.

3 (d) On the effective date of this act, the expenditure limitation for  
4 salaries and wages and other operating expenditures established for the  
5 fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the  
6 2017 Session Laws of Kansas on the dependent care assistance program  
7 fund (264-00-7740-8700) of the department of health and environment –  
8 division of health care finance is hereby decreased from \$3,981,219 to  
9 \$622,302.

10 (e) On the effective date of this act, the expenditure limitation  
11 established for the fiscal year ending June 30, 2018, by section 94(b) of  
12 chapter 104 of the 2017 Session Laws of Kansas on the medical programs  
13 fee fund (264-00-2395-0110) of the department of health and environment  
14 – division of health care finance is hereby increased from \$95,498,999 to  
15 \$106,998,999.

16 (f) On the effective date of this act, the director of accounts and  
17 reports shall transfer \$11,500,000 from the health care access  
18 improvement fund (264-00-2443-2215) of the department of health and  
19 environment – division of health care finance to the medical programs fee  
20 fund (264-00-2395-0110) of the department of health and environment –  
21 division of health care finance.

22 Sec. 56.

23 DEPARTMENT OF HEALTH AND

24 ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

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

27 Other medical assistance (264-00-1000-3026).....\$125,263,716

28 (b) On July 1, 2018, the expenditure limitation established for the  
29 fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the  
30 2017 Session Laws of Kansas on the preventive health care program fund  
31 (264-00-2556-2550) of the department of health and environment –  
32 division of health care finance is hereby decreased from \$1,649,246 to  
33 \$494,649.

34 (c) On July 1, 2018, the expenditure limitation for salaries and wages  
35 and other operating expenditures established for the fiscal year ending  
36 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws  
37 of Kansas on the cafeteria benefits fund (264-00-7720-9002) of the  
38 department of health and environment – division of health care finance is  
39 hereby decreased from \$3,843,557 to \$2,533,492.

40 (d) On July 1, 2018, the expenditure limitation for salaries and wages  
41 and other operating expenditures established for the fiscal year ending  
42 June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws  
43 of Kansas on the dependent care assistance program fund (264-00-7740-

1 8700) of the department of health and environment – division of health  
2 care finance is hereby decreased from \$3,987,115 to \$625,012.

3 Sec. 57.

4 KANSAS DEPARTMENT FOR AGING  
5 AND DISABILITY SERVICES

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

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

14 (b) On the effective date of this act, of the \$616,064,457 appropriated  
15 for the above agency for the fiscal year ending June 30, 2018, by section  
16 99(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
17 general fund in the LTC – medicaid assistance – NF account (039-00-  
18 1000-0520), the sum of \$41,598,009 is hereby lapsed.

19 (c) On the effective date of this act, of the \$3,849,532 appropriated  
20 for the above agency for the fiscal year ending June 30, 2018, by section  
21 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
22 institutions building fund in the debt service – new state security hospital  
23 account (039-00-8100-8320), the sum of \$303 is hereby lapsed.

24 (d) On the effective date of this act, of the \$2,583,200 appropriated  
25 for the above agency for the fiscal year ending June 30, 2018, by section  
26 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
27 institutions building fund in the debt service – state hospitals rehabilitation  
28 and repair account (039-00-8100-8325), the sum of \$116,590 is hereby  
29 lapsed.

30 (e) On the effective date of this act, the expenditure limitation  
31 established for the fiscal year ending June 30, 2018, by section 99(b) of  
32 chapter 104 of the 2017 Session Laws of Kansas on the problem gambling  
33 and addictions grant fund (039-00-2371-2371) of the Kansas department  
34 for aging and disability service is hereby decreased from no limit to  
35 \$5,822,437.

36 (f) On the effective date of this act, the expenditure limitation  
37 established for the fiscal year ending June 30, 2018, by section 99(b) of  
38 chapter 104 of the 2017 Session Laws of Kansas on the Kansas  
39 neurological institute fee fund (363-00-2059-2000) of the Kansas  
40 department for aging and disability services is hereby increased from  
41 \$1,744,846 to \$1,902,791.

42 (g) On the effective date of this act, the expenditure limitation  
43 established for the fiscal year ending June 30, 2018, by section 99(b) of

1 chapter 104 of the 2017 Session Laws of Kansas on the Larned state  
2 hospital fee fund (410-00-2073-2100) of the Kansas department for aging  
3 and disability services is hereby increased from \$3,444,194 to \$3,556,862.

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

9 (i) On the effective date of this act, the expenditure limitation  
10 established for the fiscal year ending June 30, 2018, by section 99(b) of  
11 chapter 104 of the 2017 Session Laws of Kansas on the Osawatomie state  
12 hospital certified care fund (494-00-2079-4201) of the Kansas department  
13 for aging and disability services is hereby decreased from \$2,398,316 to  
14 \$0.

15 (j) On the effective date of this act, the expenditure limitation  
16 established for the fiscal year ending June 30, 2018, by section 99(b) of  
17 chapter 104 of the 2017 Session Laws of Kansas on the Parsons state  
18 hospital and training center fee fund (507-00-2082-2200) of the Kansas  
19 department for aging and disability services is hereby decreased from  
20 \$1,372,386 to \$1,155,304.

21 (k) On the effective date of this act, of the \$185,248 appropriated for  
22 the above agency for the fiscal year ending June 30, 2018, by section  
23 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
24 institutions building fund in the Kansas neurological institute – energy  
25 conservation improvement debt service account (363-00-8100-8000), the  
26 sum of \$16,589 is hereby lapsed.

27 (l) There is appropriated for the above agency from the state  
28 institutions building fund for the fiscal year ending June 30, 2018, the  
29 following:

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

32 (m) There is hereby appropriated for the above agency from the  
33 following special revenue fund or funds for the fiscal year ending June 30,  
34 2018, all moneys now or hereafter lawfully credited to and available in  
35 such fund or funds, except that expenditures other than refunds authorized  
36 by law shall not exceed the following:

37 Opioid abuse treatment & prevention  
38 federal fund (039-00-3023-3024).....No limit  
39 Sec. 58.

40 KANSAS DEPARTMENT FOR AGING  
41 AND DISABILITY SERVICES

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 Nursing facilities regulation (039-00-1000-0710).....\$57,753  
2 Nursing facilities regulation – title XIX (039-00-1000-0712).....\$102,673  
3 Larned state hospital – sexual predator  
4 treatment program (410-00-1000-0200).....\$4,687,953  
5 Larned state hospital – SPTP  
6 reintegration program (410-00-1000-0400).....\$30,000  
7 Osawatomie state hospital –  
8 operating expenditures (494-00-1000-0100).....\$7,400,000  
9 (b) On July 1, 2018, of the \$651,956,862 appropriated for the above  
10 agency for the fiscal year ending June 30, 2019, by section 100(a) of  
11 chapter 104 of the 2017 Session Laws of Kansas from the state general  
12 fund in the LTC – medicaid assistance – NF account (039-00-1000-0520),  
13 the sum of \$58,472,805 is hereby lapsed.  
14 (c) On July 1, 2018, of the \$3,845,751 appropriated for the above  
15 agency for the fiscal year ending June 30, 2019, by section 186(a) of  
16 chapter 104 of the 2017 Session Laws of Kansas from the state institutions  
17 building fund in the debt service – new state security hospital account  
18 (039-00-8100-8320), the sum of \$1 is hereby lapsed.  
19 (d) On July 1, 2018, the expenditure limitation established for the  
20 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
21 2017 Session Laws of Kansas on the problem gambling and addictions  
22 grant fund (039-00-2371-2371) of the Kansas department for aging and  
23 disability services is hereby decreased from no limit to \$5,825,996.  
24 (e) On July 1, 2018, the expenditure limitation established for the  
25 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
26 2017 Session Laws of Kansas on the Kansas neurological institute fee fund  
27 (363-00-2059-2000) of the Kansas department for aging and disability  
28 services is hereby increased from \$1,746,245 to \$1,783,822.  
29 (f) On July 1, 2018, the expenditure limitation established for the  
30 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
31 2017 Session Laws of Kansas on the Larned state hospital fee fund (410-  
32 00-2073-2100) of the Kansas department for aging and disability services  
33 is hereby increased from \$3,946,302 to \$4,179,927.  
34 (g) On July 1, 2018, the expenditure limitation established for the  
35 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
36 2017 Session Laws of Kansas on the Osawatomie state hospital fee fund  
37 (494-00-2079-4200) of the Kansas department for aging and disability  
38 services is hereby decreased from \$1,469,674 to \$840,706.  
39 (h) On July 1, 2018, the expenditure limitation established for the  
40 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
41 2017 Session Laws of Kansas on the Osawatomie state hospital certified  
42 care fund (494-00-2079-4201) of the Kansas department for aging and  
43 disability services is hereby increased from \$2,220,000 to \$2,638,131.

1 (i) On July 1, 2018, the expenditure limitation established for the  
2 fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the  
3 2017 Session Laws of Kansas on the Parsons state hospital and training  
4 center fee fund (507-00-2082-2200) of the Kansas department for aging  
5 and disability services is hereby decreased from \$1,372,386 to \$1,110,727.

6 (j) There is appropriated for the above agency from the state  
7 institutions building fund for the fiscal year ending June 30, 2019, the  
8 following:

- 9 Kansas neurological institute – energy conservation
- 10 improvement debt service (363-00-8100-8000).....\$88,022
- 11 Parsons state hospital and training center – energy
- 12 conservation improvement debt service (507-00-8100-8330).....\$9,367

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

- 18 Opioid abuse treatment & prevention
- 19 federal fund (039-00-3023-3024).....No limit
- 20 Sec. 59.

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. 60.

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).....\$7,989,695

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 Sec. 61.

8 STATE HISTORICAL SOCIETY

9 (a) On July 1, 2018, the expenditure limitation established for the  
 10 fiscal year ending June 30, 2019, by section 116(b) of chapter 104 of the  
 11 2017 Session Laws of Kansas on expenditures from the heritage trust fund  
 12 (288-00-7379-7600) of the state historical society for state operations is  
 13 hereby increased from \$56,244 to \$57,476.  
 14 Sec. 62.

15 KANSAS STATE UNIVERSITY

16 (a) There is appropriated for the above agency from the following  
 17 special revenue fund or funds for the fiscal year ending June 30, 2018, all  
 18 moneys now or hereafter lawfully credited to and available in such fund or  
 19 funds, except that expenditures shall not exceed the following:  
 20 Electrical distribution system project fund (367-00-8001-8318).....No limit  
 21 Salina project fund (367-00-2062-2000).....No limit  
 22 Sec. 63.

23 KANSAS STATE UNIVERSITY

24 (a) There is appropriated for the above agency from the following  
 25 special revenue fund or funds for the fiscal year ending June 30, 2019, all  
 26 moneys now or hereafter lawfully credited to and available in such fund or  
 27 funds, except that expenditures shall not exceed the following:  
 28 Electrical distribution system project fund (367-00-2520-2080).....No limit  
 29 Salina project fund (367-00-2062-2000).....No limit  
 30 Sec. 64.

31 EMPORIA STATE UNIVERSITY

32 (a) There is appropriated for the above agency from the following  
 33 special revenue fund or funds for the fiscal year ending June 30, 2018, all  
 34 moneys now or hereafter lawfully credited to and available in such fund or  
 35 funds, except that expenditures shall not exceed the following:  
 36 Abigail Morse hall and the  
 37 residential life residence  
 38 project fund (379-00-5650-5120).....No limit  
 39 Sec. 65.

40 EMPORIA STATE UNIVERSITY

41 (a) There is appropriated for the above agency from the state general  
 42 fund for the fiscal year ending June 30, 2019, the following:  
 43 Department of nursing.....\$535,000

1 (b) There is appropriated for the above agency from the following  
 2 special revenue fund or funds for the fiscal year ending June 30, 2019, all  
 3 moneys now or hereafter lawfully credited to and available in such fund or  
 4 funds, except that expenditures shall not exceed the following:  
 5 Abigail Morse hall and the  
 6 residential life residence  
 7 project fund (379-00-5650-5120).....No limit  
 8 Sec. 66.

9 UNIVERSITY OF KANSAS

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

13 (b) On the effective date of this act, of the \$122,379,585 appropriated  
 14 for the above agency for the fiscal year ending June 30, 2018, by section  
 15 129(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
 16 general fund in the operating expenditures (including official hospitality)  
 17 account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.

18 (c) There is appropriated for the above agency from the following  
 19 special revenue fund or funds for the fiscal year ending June 30, 2018, all  
 20 moneys now or hereafter lawfully credited to and available in such fund or  
 21 funds, except that expenditures shall not exceed the following:  
 22 2017A – refunding fund.....No limit  
 23 Sec. 67.

24 UNIVERSITY OF KANSAS

25 (a) There is appropriated for the above agency from the state general  
 26 fund for the fiscal year ending June 30, 2019, the following:  
 27 Geological survey (682-00-1000-0170).....\$8,198

28 (b) On July 1, 2018, of the \$123,932,492 appropriated for the above  
 29 agency for the fiscal year ending June 30, 2019, by section 130(a) of  
 30 chapter 104 of the 2017 Session Laws of Kansas from the state general  
 31 fund in the operating expenditures (including official hospitality) account  
 32 (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.

33 (c) There is appropriated for the above agency from the following  
 34 special revenue fund or funds for the fiscal year ending June 30, 2019, all  
 35 moneys now or hereafter lawfully credited to and available in such fund or  
 36 funds, except that expenditures shall not exceed the following:  
 37 Earth, energy, and environment center  
 38 project fund (682-00-2545-2080).....No limit  
 39 2017A – refunding fund.....No limit  
 40 Corbin hall fund (682-00-5142-5050).....No limit  
 41 Sec. 68.

42 UNIVERSITY OF KANSAS MEDICAL CENTER

43 (a) On the effective date of this act, or as soon thereafter as moneys

1 are available, the director of accounts and reports shall transfer \$970,000  
2 from the rural health bridging psychiatry fund (683-00-2218-2218) to the  
3 psychiatry medical loan repayment fund (683-00-7233-7233).

4 Sec. 69.

5 UNIVERSITY OF KANSAS MEDICAL CENTER

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

8 School of dentistry.....\$3,000,000

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

13 Sec. 70.

14 WICHITA STATE UNIVERSITY

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

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

20 2016J – refunding fund.....No limit

21 Sec. 71.

22 WICHITA STATE UNIVERSITY

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

25 Aviation infrastructure (710-00-1000-0010).....\$1,700,000

26 Aviation research (710-00-1000-0015).....\$5,000,000

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 shall not exceed the following:

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

32 Sec. 72.

33 STATE BOARD OF REGENTS

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

36 Tuition for technical education (561-00-1000-0120).....\$7,300,000

37 (b) On the effective date of this act, during the fiscal year ending June  
38 30, 2018, the expenditure limitation on the Kansas education building fund  
39 of the state board of regents in the provisions of section 212(a) of chapter  
40 104 of the 2017 Session Laws of Kansas that provides for transfers to be  
41 allocated by the state board of regents using the adjusted gross square  
42 footage calculation of mission critical buildings is hereby declared to be  
43 null and void and shall have no force and effect.

1       Sec. 73.

2                                   STATE BOARD OF REGENTS

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

5 Tuition for technical education (561-00-1000-0120).....	\$8,300,000
6 National guard education assistance (561-00-1000-1300).....	\$2,129,131

7       (b) On July 1, 2018, during the fiscal year ending June 30, 2019, the  
8 expenditure limitation on the Kansas education building fund of the state  
9 board of regents in the provisions of section 213(a) of chapter 104 of the  
10 2017 Session Laws of Kansas that provides for transfers to be allocated by  
11 the state board of regents using the adjusted gross square footage  
12 calculation of mission critical buildings is hereby declared to be null and  
13 void and shall have no force and effect.

14       Sec. 74.

15                                   DEPARTMENT OF CORRECTIONS

16       (a) On the effective date of this act, of the \$3,997,000 appropriated  
17 for the above agency for the fiscal year ending June 30, 2018, by section  
18 214(c) of chapter 104 of the 2017 Session Laws of Kansas from the state  
19 institutions building fund in the debt service – Topeka complex and Larned  
20 juvenile correctional facility account (521-00-8100-8119) the sum of \$170  
21 is hereby lapsed.

22       Sec. 75.

23                                   DEPARTMENT OF CORRECTIONS

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

26 Operating expenditures (521-00-1000-0603).....	\$676,024
27 Topeka correctional facility – facilities	
28     operations (660-00-1000-0303).....	\$774,351
29 Hutchinson correctional facility – facilities	
30     operations (313-00-1000-0303).....	\$1,463,428
31 Lansing correctional facility – facilities	
32     operations (400-00-1000-0303).....	\$1,579,404
33 Ellsworth correctional facility – facilities	
34     operations (177-00-1000-0303).....	\$616,036
35 Winfield correctional facility – facilities	
36     operations (712-00-1000-0303).....	\$561,234
37 Norton correctional facility – facilities	
38     operations (581-00-1000-0303).....	\$742,893
39 El Dorado correctional facility – facilities	
40     operations (195-00-1000-0303).....	\$1,899,076
41 Larned correctional mental health facility – facilities	
42     operations (408-00-1000-0303).....	\$586,194
43 Kansas juvenile correctional complex – facilities	

1 operations (352-00-1000-0303).....\$533,007  
 2 Sec. 76.

3 ADJUTANT GENERAL

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

6 Operating expenditures (034-00-1000-0053).....\$118,885  
 7 Disaster relief (034-00-1000-0200).....\$1,663,979  
 8 Rehabilitation and repair projects (034-00-1000-8000).....\$47,131  
 9 Sec. 77.

10 ADJUTANT GENERAL

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 Operating expenditures (034-00-1000-0053).....\$35,177  
 14 Disaster relief (034-00-1000-0200).....\$2,299,592  
 15 Rehabilitation and repair projects (034-00-1000-8000).....\$48,038  
 16 Sec. 78.

17 STATE FIRE MARSHAL

18 (a) On July 1, 2018, the expenditure limitation established for the  
 19 fiscal year ending June 30, 2019, by the state finance council by section  
 20 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the fire  
 21 marshal fee fund (234-00-2330-2000) is hereby increased from \$5,067,836  
 22 to \$5,287,336.

23 (b) On July 1, 2018, the amount of \$1,000,000 authorized by section  
 24 143(b) of the 2017 Session Laws of Kansas to be transferred by the  
 25 director of accounts and reports from the fire marshal fee fund (234-00-  
 26 2330-2000) of the state fire marshal to the state general fund on July 1,  
 27 2018, and January 1, 2019, is hereby decreased to \$500,000.

28 Sec. 79.

29 KANSAS HIGHWAY PATROL

30 (a) On the effective date of this act, the expenditure limitation  
 31 established for the fiscal year ending June 30, 2018, by the state finance  
 32 council by section 177(d) of chapter 104 of the 2017 Session Laws of  
 33 Kansas on the Kansas highway patrol operations fund (280-00-2034-1100)  
 34 of the Kansas highway patrol is hereby decreased from \$52,236,578 to  
 35 \$52,070,939.

36 Sec. 80.

37 KANSAS HIGHWAY PATROL

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 Kansas  
 41 highway patrol operations fund (280-00-2034-1100) of the Kansas  
 42 highway patrol is hereby decreased from \$52,597,147 to \$52,353,840.

43 Sec. 81.

1 ATTORNEY GENERAL – KANSAS  
2 BUREAU OF INVESTIGATION

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

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

7 Sec. 82.

8 ATTORNEY GENERAL – KANSAS  
9 BUREAU OF INVESTIGATION

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

12 Operating expenditures (083-00-1000-0083).....\$1,300,000

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

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

17 Sec. 83.

18 KANSAS COMMISSION ON PEACE OFFICERS'  
19 STANDARDS AND TRAINING

20 (a) On the effective date of this act, the expenditure limitation  
21 established for the fiscal year ending June 30, 2018, by section 177(d) of  
22 chapter 104 of the 2017 Session Laws of Kansas on the Kansas  
23 commission on peace officers' standards and training fund (529-00-2583-  
24 2580) of the Kansas commission on peace officers' standards and training  
25 is hereby increased from \$605,176 to \$634,068.

26 Sec. 84.

27 KANSAS COMMISSION ON PEACE OFFICERS'  
28 STANDARDS AND TRAINING

29 (a) On July 1, 2018, the expenditure limitation established for the  
30 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the  
31 2017 Session Laws of Kansas on the Kansas commission on peace  
32 officers' standards and training fund (529-00-2583-2580) of the Kansas  
33 commission on peace officers' standards and training is hereby increased  
34 from \$635,318 to \$667,505.

35 Sec. 85.

36 KANSAS DEPARTMENT OF AGRICULTURE

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

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

41 Sec. 86.

42 KANSAS DEPARTMENT OF AGRICULTURE

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 (046-00-1000-0053).....\$252,429  
 3 Sec. 87.

4 KANSAS WATER OFFICE

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

18 (b) On July 1, 2018, the amount of \$419,474 authorized by section  
 19 159(i) of chapter 104 of the 2017 Session Laws of Kansas to be transferred  
 20 by the director of accounts and reports from the water marketing fund  
 21 (709-00-2255-2100) of the Kansas water office to the state general fund on  
 22 July 1, 2018, is hereby decreased to \$411,074.

23 Sec. 88.

24 KANSAS DEPARTMENT OF  
25 WILDLIFE, PARKS AND TOURISM

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 wildlife fee fund (710-00-2300-2880) of the Kansas  
 30 department of wildlife, parks and tourism is hereby increased from  
 31 \$30,346,754 to \$32,385,661.

32 (b) On the effective date of this act, the expenditure limitation  
 33 established for the fiscal year ending June 30, 2018, by the state finance  
 34 council by section 177(d) of chapter 104 of the 2017 Session Laws of  
 35 Kansas on the parks fee fund (710-00-2122-2050) of the Kansas  
 36 department of wildlife, parks and tourism is hereby increased from  
 37 \$9,026,919 to \$9,959,340.

38 (c) 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 boating fee fund (710-00-2245-2800) of the Kansas  
 42 department of wildlife, parks and tourism is hereby increased from  
 43 \$1,118,974 to \$1,126,942.

1 (d) On the effective date of this act, the expenditure limitation  
2 established for the fiscal year ending June 30, 2018, by the state finance  
3 council by section 177(d) of chapter 104 of the 2017 Session Laws of  
4 Kansas on the department access roads fund (710-00-2178-2761) of the  
5 Kansas department of wildlife, parks and tourism is hereby increased from  
6 \$1,634,413 to \$1,652,261.

7 Sec. 89.

8 KANSAS DEPARTMENT OF  
9 WILDLIFE, PARKS AND TOURISM

10 (a) On July 1, 2018, the expenditure limitation established for the  
11 fiscal year ending June 30, 2019, by the state finance council by section  
12 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the wildlife  
13 fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks  
14 and tourism is hereby increased from \$30,187,879 to \$33,894,060.

15 (b) 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 parks fee  
18 fund (710-00-2122-2050) of the Kansas department of wildlife, parks and  
19 tourism is hereby increased from \$9,098,199 to \$9,769,845.

20 (c) On July 1, 2018, the expenditure limitation established for the  
21 fiscal year ending June 30, 2019, by the state finance council by section  
22 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the boating  
23 fee fund (710-00-2245-2800) of the Kansas department of wildlife, parks  
24 and tourism is hereby increased from \$1,107,541 to \$1,168,599.

25 (d) On July 1, 2018, the expenditure limitation established for the  
26 fiscal year ending June 30, 2019, by the state finance council by section  
27 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the  
28 department access road fund (710-00-2178-2761) of the Kansas  
29 department of wildlife, parks and tourism is hereby increased from  
30 \$1,636,652 to \$1,654,683.

31 Sec. 90.

32 STATE FINANCE COUNCIL

33 (a) On the effective date of this act, of the \$12,200,000 appropriated  
34 for the above agency for the fiscal year ending June 30, 2018, by section  
35 177(a) of chapter 104 of the 2017 Session Laws of Kansas from the state  
36 general fund in the state employee pay increase fund account, the sum of  
37 \$264,875 is hereby lapsed.

38 Sec. 91.

39 STATE FINANCE COUNCIL

40 (a) On July 1, 2018, of the \$12,200,000 appropriated for the above  
41 agency for the fiscal year ending June 30, 2019, by section 178(a) of  
42 chapter 104 of the 2017 Session Laws of Kansas from the state general  
43 fund in the state employee pay increase fund account, the sum of \$264,875

1 is hereby lapsed.

2 Sec. 92. (a) Notwithstanding the provisions of sections 198(b),  
3 199(b), 200(b), 201(b), 202(b), 203(b), 204(b), 205(b), 206(c), 207(c),  
4 208(b), 209(b), 210(b), 211(b), 252(a)(2) and 252(b)(2) of chapter 104 of  
5 the 2017 Session Laws of Kansas, during the fiscal year ending June 30,  
6 2018, and during the fiscal year ending June 30, 2019, any regents agency  
7 may make expenditures from the rehabilitation and repair projects,  
8 Americans with disabilities act compliance projects, state fire marshal  
9 code compliance projects and improvements to classroom projects for  
10 institutions of higher education accounts of the Kansas educational  
11 building fund of any regents agency of moneys transferred to such account  
12 by the state board of regents, including any unencumbered balance in any  
13 account of the Kansas educational building fund of any regents agency.

14 (b) The provisions of sections 198(b), 199(b), 200(b), 201(b), 202(b),  
15 203(b), 204(b), 205(b), 206(c), 207(c), 208(b), 209(b), 210(b), 211(b),  
16 252(a)(2) and 252(b)(2) of chapter 104 of the 2017 Session Laws of  
17 Kansas that limit expenditures of unencumbered balances in such accounts  
18 during the fiscal year ending June 30, 2018, and during the fiscal year  
19 ending June 30, 2019, are hereby declared to be null and void and shall  
20 have no force and effect.

21 (c) As used in this section, "regents agency" means Fort Hays state  
22 university, Kansas state university, Emporia state university, Pittsburg state  
23 university, the university of Kansas, the university of Kansas medical  
24 center and Wichita state university.

25 Sec. 93. (a) For the fiscal years ending June 30, 2018, and June 30,  
26 2019, the director of the budget, in consultation with the director of  
27 legislative research, shall certify, at the end of each such fiscal year, the  
28 amount of actual tax receipt revenues to the state general fund that is in  
29 excess of, or is less than, the amount of estimated tax receipt revenues to  
30 the state general fund pursuant to the most recent joint estimate of revenue  
31 under K.S.A. 75-6701, and amendments thereto, for such fiscal year, and  
32 shall transmit such certification to the director of accounts and reports.

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

36 (1) 50% to the budget stabilization fund established by K.S.A. 2017  
37 Supp. 75-6706, and amendments thereto; and

38 (2) 50% to the pooled money investment portfolio pursuant to K.S.A.  
39 75-4209(m)(2) and (m)(4), and amendments thereto, to pay in full or in  
40 part the amounts to be transferred. Any moneys transferred to the pooled  
41 money investment portfolio pursuant to this section shall be credited to the  
42 final payment to be made in fiscal year 2024, and each next preceding  
43 fiscal year thereafter as moneys are available.

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

4 Sec. 94. K.S.A. 2017 Supp. 75-2263 is hereby amended to read as  
5 follows: 75-2263. (a) Subject to the provisions of subsection (j), the board  
6 of trustees is responsible for the management and investment of that  
7 portion of state moneys available for investment by the pooled money  
8 investment board that is certified by the state treasurer to the board of  
9 trustees as being equivalent to the aggregate net amount received for  
10 unclaimed property and shall discharge the board's duties with respect to  
11 such moneys solely in the interests of the state general fund and shall  
12 invest and reinvest such moneys and acquire, retain, manage, including the  
13 exercise of any voting rights and disposal of investments of such moneys  
14 within the limitations and according to the powers, duties and purposes as  
15 prescribed by this section.

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

22 (c) In investing and reinvesting moneys specified in subsection (a)  
23 and in acquiring, retaining, managing and disposing of investments of the  
24 moneys, the board of trustees shall exercise the judgment, care, skill,  
25 prudence and diligence under the circumstances then prevailing, which  
26 persons of prudence, discretion and intelligence acting in a like capacity  
27 and familiar with such matters would use in the conduct of an enterprise of  
28 like character and with like aims by diversifying the investments of the  
29 moneys so as to minimize the risk of large losses, unless under the  
30 circumstances it is clearly prudent not to do so, and not in regard to  
31 speculation but in regard to the permanent disposition of similar moneys,  
32 considering the probable income as well as the probable safety of their  
33 capital.

34 (d) In the discharge of such management and investment  
35 responsibilities the board of trustees may contract for the services of one  
36 or more professional investment advisors or other consultants in the  
37 management and investment of such moneys and otherwise in the  
38 performance of the duties of the board of trustees under this section.

39 (e) The board of trustees shall require that each person contracted  
40 with under subsection (d) to provide services shall obtain commercial  
41 insurance which provides for errors and omissions coverage for such  
42 person in an amount to be specified by the board of trustees. The amount  
43 of such coverage specified by the board of trustees shall be at least the

1 greater of \$500,000 or 1% of the funds entrusted to such person up to a  
2 maximum of \$10,000,000. The board of trustees shall require a person  
3 contracted with under subsection (d) to provide services to give a fidelity  
4 bond in a penal sum as may be fixed by law or, if not so fixed, as may be  
5 fixed by the board of trustees, with corporate surety authorized to do  
6 business in this state. Such persons contracted with the board of trustees  
7 pursuant to subsection (d) and any persons contracted with such persons to  
8 perform the functions specified in subsection (b) shall be deemed to be  
9 fiduciary agents of the board of trustees in the performance of contractual  
10 obligations.

11 (f) (1) Subject to the objective set forth in subsection (b) and the  
12 standards set forth in subsection (c), the board of trustees shall formulate  
13 and adopt policies and objectives for the investment and reinvestment of  
14 such moneys and the acquisition, retention, management and disposition of  
15 investments of the moneys. Such policies and objectives shall be in writing  
16 and shall include:

17 (A) Specific asset allocation standards and objectives;

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

20 (C) a requirement that all investment advisors, and any managers or  
21 others with similar duties and responsibilities as investment advisors, shall  
22 immediately report all instances of default on investments to the board of  
23 trustees and provide such board of trustees with recommendations and  
24 options, including, but not limited to, curing the default or withdrawal  
25 from the investment.

26 (2) The board of trustees shall review such policies and objectives,  
27 make changes considered necessary or desirable and readopt such policies  
28 and objectives on an annual basis.

29 (g) Except as provided in subsection (d) and this subsection, the  
30 custody of such moneys shall remain in the custody of the state treasurer,  
31 except that the board of trustees may arrange for the custody of such  
32 moneys as it considers advisable with one or more member banks or trust  
33 companies of the federal reserve system or with one or more banks in the  
34 state of Kansas, or both, to be held in safekeeping by the banks or trust  
35 companies for the collection of the principal and interest or other income  
36 or of the proceeds of sale. All such moneys shall be considered moneys in  
37 the state treasury for purposes of K.S.A. 75-6704, and amendments  
38 thereto.

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

42 (i) Subject to the provisions of subsection (j), the state treasurer shall  
43 certify to the board of trustees a portion of state moneys available for

1 investment by the pooled money investment board that is equivalent to the  
2 aggregate net amount received for unclaimed property. The state treasurer  
3 shall transfer the amount certified to the board of trustees. *During fiscal*  
4 *years 2018 and 2019, the state treasurer shall not certify or transfer any*  
5 *state moneys available for investment pursuant to this subsection.*

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

9 (2) Upon receiving any such amounts from any such liquidation, the  
10 state treasurer shall remit the entire amount in accordance with the  
11 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of  
12 each such remittance, the state treasurer shall deposit the entire amount in  
13 the state treasury and credit any earnings from the liquidation to the state  
14 general fund and credit the principal that had been invested and reinvested  
15 to the pooled money investment portfolio.

16 (k) As used in this section:

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

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

22 (A) Exercises any discretionary authority with respect to  
23 administration of the moneys;

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

26 (C) provides investment advice for a fee or other direct or indirect  
27 compensation with respect to such moneys or has any authority or  
28 responsibility to do so;

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

32 (E) is a member of the board of trustees or of the staff of the board of  
33 trustees.

34 Sec. 95. K.S.A. 2017 Supp. 75-4209 is hereby amended to read as  
35 follows: 75-4209. (a) The director of investments may invest and reinvest  
36 state moneys eligible for investment which are not invested in accordance  
37 with K.S.A. 75-4237, and amendments thereto, in the following  
38 investments:

39 (1) Direct obligations of, or obligations that are insured as to principal  
40 and interest by, the United States of America or any agency thereof and  
41 obligations and securities of the United States sponsored enterprises which  
42 under federal law may be accepted as security for public funds, on and  
43 after the effective date of this act moneys available for investment under

1 this subsection shall not be invested in mortgage-backed securities of such  
2 enterprises and of the government national mortgage association, except  
3 that any such mortgage-backed securities held prior to the effective date of  
4 this act may be held to maturity;

5 (2) repurchase agreements with a bank or a primary government  
6 securities dealer which reports to the market reports division of the federal  
7 reserve bank of New York for direct obligations of, or obligations that are  
8 insured as to principal and interest by, the United States government or any  
9 agency thereof and obligations and securities of United States government  
10 sponsored enterprises which under federal law may be accepted as security  
11 for public funds;

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

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

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

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

26 (d) When moneys are available for deposits or investments, the  
27 director of investments may invest in loans pursuant to legislative  
28 mandates, except that not more than the greater of 10% or \$140,000,000 of  
29 the state moneys shall be invested. The provisions of this subsection shall  
30 not apply to the provisions of subsection (m).

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

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

39 (g) Investments under subsection (a) or (b) or under K.S.A. 75-4237,  
40 and amendments thereto, shall be for a period not to exceed four years,  
41 except that linked deposits authorized under the provisions of K.S.A. 2-  
42 3703 through 2-3707, and amendments thereto, shall not exceed a period  
43 of 10 years; agricultural production loan deposits authorized under the

1 provisions of K.S.A. 2017 Supp. 75-4268 through 75-4274, and  
2 amendments thereto, shall not exceed a period of eight years and housing  
3 loan deposits authorized under K.S.A. 2017 Supp. 75-4276 through 75-  
4 4282, and amendments thereto, shall not exceed a period of five years or  
5 20 years, as applicable pursuant to K.S.A. 2017 Supp. 75-4279, and  
6 amendments thereto.

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

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

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

19 (k) Moneys and investments in the pooled money investment  
20 portfolio shall be invested and reinvested by the director of investments in  
21 accordance with investment policies developed, approved, published and  
22 updated on an annual basis by the board. Such investment policies shall  
23 include at a minimum guidelines which identify credit standards, eligible  
24 instruments, allowable maturity ranges, methods for valuing the portfolio,  
25 calculating earnings and yields and limits on portfolio concentration for  
26 each type of investment. Any changes in such investment policies shall be  
27 approved by the pooled money investment board. Such investment policies  
28 may specify the contents of reports, methods of crediting funds and  
29 accounts and other operating procedures.

30 (l) The board shall adopt rules and regulations to establish an overall  
31 percentage limitation on the investment of moneys in investments  
32 authorized under subsection (a)(3), and within such authorized investment,  
33 the board shall establish a percentage limitation on the investment in any  
34 single business entity.

35 (m) (1) During the fiscal year ending June 30, 2017, the director of  
36 the budget shall estimate on or before June 27, 2017, the amount of the  
37 unencumbered ending balance in the state general fund for fiscal year  
38 2017. If the amount of such unencumbered ending balance in the state  
39 general fund is less than \$50,000,000, the director of the budget shall  
40 certify the difference between \$50,000,000, and the amount of such  
41 unencumbered ending balance to the pooled money investment board.  
42 Upon the liquidation of all investments and reinvestments of state moneys  
43 pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments thereto, and



1 upon receipt of such certification by the director of the budget, during the  
2 fiscal year ending June 30, 2017, the pooled money investment board shall  
3 authorize the director of accounts and reports to transfer an amount equal  
4 to the amount certified by the director of the budget pursuant to this  
5 subsection from the pooled money investment portfolio to the state general  
6 fund. Upon receipt of such authorization, the director of accounts and  
7 reports shall make such transfer. The chairperson of the pooled money  
8 investment board shall transmit a copy of such authorization to the director  
9 of legislative research and the director of the budget.

10 (2) On or before June 30, 2019, June 30, 2020, June 30, 2021, June  
11 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and  
12 reports shall transfer an amount equal to  $\frac{1}{6}$  of the amount transferred  
13 pursuant to subsection (m)(1) from the state general fund to the pooled  
14 money investment portfolio. *Any transfer made pursuant to this subsection*  
15 *shall be reduced by the amount of moneys credited to any fiscal year*  
16 *payment pursuant to section 93, and amendments thereto.*

17 (3) During the fiscal year ending June 30, 2018, after any transfer  
18 made pursuant to subsection (m)(1), the pooled money investment board  
19 shall authorize the director of accounts and reports to transfer the  
20 remaining amount of all investments and reinvestments of state moneys  
21 liquidated pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments  
22 thereto, 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 (4) 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)(3) 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 93, and amendments thereto.*

34 Sec. 96. K.S.A. 2017 Supp. 75-6706 is hereby amended to read as  
35 follows: 75-6706. (a) On July 1, 2017, the budget stabilization fund is  
36 hereby established in the state treasury.

37 (b) On or before the 10<sup>th</sup> day of each month commencing July 1,  
38 2017, the director of accounts and reports shall transfer from the state  
39 general fund to the budget stabilization fund interest earnings based on:

40 (1) The average daily balance of moneys in the budget stabilization  
41 fund, for the preceding month; and

42 (2) the net earnings rate of the pooled money investment portfolio for  
43 the preceding month.

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

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

12 (A) Risk-based budget stabilization fund practices utilized in other  
13 states.

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

15 (i) Revenue variances from projections; and

16 (ii) expenditure variances from budgets.

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

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

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

22 (F) Circumstances under which expenditures may be made from the  
23 fund.

24 (2) The legislative budget committee may make recommendations  
25 and introduce legislation as it deems necessary to implement such  
26 recommendations.

27 (e) On or before August 15, 2019, the director of the budget, in  
28 consultation with the director of legislative research, shall certify the  
29 amount of the unencumbered ending balance in the state general fund for  
30 fiscal year 2019. *Such ending balance shall not include the transfers made*  
31 *pursuant to section 93, and amendments thereto.* Upon making such  
32 certification, the director of the budget shall authorize the director of  
33 accounts and reports to transfer 10% of such ending balance from the state  
34 general fund to the budget stabilization fund.

35 Sec. 97. *Severability.* If any provision or clause of this act or  
36 application thereof to any person or circumstance is held invalid, such  
37 invalidity shall not affect other provisions or applications of the act that  
38 can be given effect without the invalid provision or application, and to this  
39 end the provisions of this act are declared to be severable.

40 Sec. 98. *Appeals to exceed expenditure limitations.* (a) Upon written  
41 application to the governor and approval of the state finance council,  
42 expenditures from special revenue funds may exceed the amounts  
43 specified in this act.

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

5 Sec. 99. If any fund or account name described by words and the  
6 numerical accounting code that follows such fund or account name do not  
7 match, it shall be conclusively presumed that the legislature intended that  
8 the fund or account name described by words is the correct fund or  
9 account name, and such fund or account name described by words shall  
10 control over a contradictory or incorrect numerical accounting code.

11 Sec. 100. K.S.A. 2017 Supp. 75-2263, 75-4209 and 75-6706 are  
12 hereby repealed.

13 Sec. 101. This act shall take effect and be in force from and after its  
14 publication in the Kansas register.