Session of 2018

Substitute for SENATE BILL No. 269

By Committee on Ways and Means

3-20

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

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

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

- (b) The agencies named in this act are hereby authorized to initiate and complete the capital improvement projects specified and authorized by this act or for which appropriations are made by this act, subject to the restrictions and limitations imposed by this act.
- (c) This act shall not be subject to the provisions of K.S.A. 75-6702(a), and amendments thereto.
- (d) The appropriations made by this act shall not be subject to the provisions of K.S.A. 46-155, and amendments thereto.

Sec. 2.

KANSAS BOARD OF BARBERING

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

Sec. 3.

KANSAS BOARD OF BARBERING

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

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

Sec. 4.

KANSAS STATE BOARD OF COSMETOLOGY

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

Sec. 5.

KANSAS STATE BOARD OF COSMETOLOGY

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

Sec. 6.

KANSAS BOARD OF EXAMINERS IN FITTING AND DISPENSING OF HEARING INSTRUMENTS

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

Sec. 7.

BOARD OF NURSING

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

Sec. 8.

BOARD OF NURSING

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

Sec. 9.

BOARD OF EXAMINERS IN OPTOMETRY

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

Sec. 10.

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STATE BOARD OF PHARMACY

- (a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 22(a) of chapter 104 of the 2017 Session Laws of Kansas on the state board of pharmacy fee fund (531-00-2718-0100) of the state board of pharmacy is hereby increased from \$1,435,882 to \$1,561,016.
- (b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Harold Rogers prescription fund (531-00-3188-3110)......No limit Sec. 11.

STATE BOARD OF PHARMACY

- (a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 22(a) of chapter 104 of the 2017 Session Laws of Kansas on the state board of pharmacy fee fund (531-00-2718-0100) of the state board of pharmacy is hereby increased from \$1,468,285 to \$1,596,419.
- (b) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:

Harold Rogers prescription fund (531-00-3188-3110)......No limit Sec. 12.

REAL ESTATE APPRAISAL BOARD

- (a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:
- 41 Provided, That no expenditures shall be made from the special litigation
- 42 reserve fund for the fiscal year ending June 30, 2018, except upon the
- 43 approval of the director of the budget acting after ascertaining that: (1)

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

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

Sec. 13.

REAL ESTATE APPRAISAL BOARD

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

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

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

- (c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraiser fee fund (543-00-2732-0100) of the real estate appraisal board is hereby increased from \$162,342 to \$324,684.
- (d) On July 1, 2018, the director of accounts and reports shall transfer all moneys in the appraisal management companies fee fund (543-00-2138-2138) of the real estate appraisal board to the appraiser fee fund (543-00-2732-0100) of the real estate appraisal board. On July 1, 2018, all liabilities of the appraisal management companies fee fund are hereby transferred to and imposed on the appraiser fee fund and the appraisal management companies fee fund is hereby abolished.
- (e) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the appraisal management companies fee fund (543-00-2138-2138) of the real estate appraisal board is hereby decreased from \$162,342 to \$0.

Sec. 14.

KANSAS REAL ESTATE COMMISSION

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

Sec. 15.

KANSAS REAL ESTATE COMMISSION

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

Sec. 16.

STATE BOARD OF TECHNICAL PROFESSIONS

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

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

Sec. 17.

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STATE BOARD OF TECHNICAL PROFESSIONS

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

Sec. 18.

STATE BOARD OF VETERINARY EXAMINERS

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

Sec. 19.

STATE BOARD OF VETERINARY EXAMINERS

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

Sec. 20.

GOVERNMENTAL ETHICS COMMISSION

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

Sec. 21.

GOVERNMENTAL ETHICS COMMISSION

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

Sec. 22.

LEGISLATIVE COORDINATING COUNCIL

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

Legislative research

1	domanturant analysis (425 00 1000 0102) \$2.004
1 2	department – operations (425-00-1000-0103)\$3,084 (b) On the effective date of this act, of the \$537,812 appropriated for
3	the above agency for the fiscal year ending June 30, 2018, by section 28(a)
4	of chapter 104 of the 2017 Session Laws of Kansas from the state general
5	fund in the legislative coordinating council – operations account (422-00-
6	1000-0100), the sum of \$321 is hereby lapsed.
7	Sec. 23.
8	LEGISLATIVE COORDINATING COUNCIL
9	(a) There is appropriated for the above agency from the state general
10	fund for the fiscal year ending June 30, 2019, the following:
11	Legislative coordinating
12	council – operations (422-00-1000-0100)\$12,273
13	Legislative research
14	department – operations (425-00-1000-0103)\$7,584
15	Sec. 24.
16	LEGISLATURE
17	(a) There is appropriated for the above agency from the state general
18	fund for the fiscal year ending June 30, 2018, the following:
19	Operations (including official hospitality) (428-00-1000-0103)\$400,000
20	Sec. 25.
21 22	LEGISLATURE
22	(a) Any unencumbered balance in excess of \$100 as of June 30, 2018, in the following account is hereby reappropriated for fiscal year 2019:
23 24	Legislative information system (428-00-1000-0300).
25	Sec. 26.
26	DIVISION OF POST AUDIT
27	(a) On the effective date of this act, of the \$2,467,048 appropriated
28	for the above agency for the fiscal year ending June 30, 2018, by section
29	33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
30	general fund in the operations account (including legislative post audit
31	committee) (540-00-1000-0100), the sum of \$192,909 is hereby lapsed.
32	Sec. 27.
33	GOVERNOR'S DEPARTMENT
34	(a) On July 1, 2018, the provisions of section 36(e) of chapter 104 of
35	the 2017 Session Laws of Kansas are hereby declared to be null and void
36	and shall have no force and effect.
37	(b) On July 1, 2018, the provisions of section 36(f) of chapter 104 of
38	the 2017 Session Laws of Kansas are hereby declared to be null and void
39	and shall have no force and effect.
40	Sec. 28.
41	ATTORNEY GENERAL
42	(a) On the effective date of this act, of the \$5,216,867 appropriated
43	for the above agency for the fiscal year ending June 30, 2018, by section

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

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

Sec. 29.

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ATTORNEY GENERAL

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
- Abuse, neglect and exploitation unit (082-00-1000-0500).....\$200,000
- (b) On July 1, 2018, the provisions of section 38(g) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.
- (c) On July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$1,750,000 from the court cost fund (082-00-2012-2000) to the state general fund.
- (d) On July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$600,000 from the state general fund to the medicaid fraud prosecution revolving fund (082-00-2641-2280).

Sec. 30.

STATE TREASURER

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

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

Sec. 31.

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STATE TREASURER

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

Sec. 32.

INSURANCE DEPARTMENT

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

Sec. 33.

INSURANCE DEPARTMENT

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

Sec. 34.

STATE BOARD OF INDIGENTS' DEFENSE SERVICES 1 2 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following: 3 Assigned counsel expenditures (328-00-1000-0700)......\$37,436 4 Capital defense operations (328-00-1000-0800).....\$180,000 5 6 Sec. 35. 7 STATE BOARD OF INDIGENTS' DEFENSE SERVICES 8 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 9 Assigned counsel expenditures (328-00-1000-0700).......\$689,335 10 Capital defense operations (328-00-1000-0800)......\$180,000 11 12 Sec. 36. 13 JUDICIAL BRANCH (a) There is appropriated for the above agency from the state general 14 fund for the fiscal year ending June 30, 2019, the following: 15 16 Judiciary operations (677-00-1000-0103).....\$200,000 17 Sec. 37. 18 KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM 19 (a) On July 1, 2018, notwithstanding the provisions of K.S.A. 38-20 2102, and amendments thereto, the amount prescribed by K.S.A. 38-21 2102(d)(4), and amendments thereto, to be transferred on July 1, 2018, by 22 the director of accounts and reports from the Kansas endowment for youth fund to the children's initiatives fund is hereby increased to \$58,646,551. 23 24 (b) On July 1, 2018, the provisions of section 57(d) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void 25 and shall have no force and effect. 26 27 Sec. 38. 28 KANSAS HUMAN RIGHTS COMMISSION (a) On the effective date of this act, the director of accounts and 29

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

Sec. 39.

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KANSAS HUMAN RIGHTS COMMISSION

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

Sec. 40.

DEPARTMENT OF ADMINISTRATION

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:
- (b) On the effective date of this act, of the \$245,000 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 65(j) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the SIBF state building insurance account (173-00-8100-8920), the sum of \$97,432 is hereby lapsed.
- (c) On the effective date of this act, of the \$265,000 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 65(k) of chapter 104 of the 2017 Session Laws of Kansas from the correctional institutions building fund in the CIBF state building insurance account (173-00-8600-8930), the sum of \$141,081 is hereby lapsed.
- (d) On the effective date of this act, the provisions of section 65(m) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.
- (e) (1) (A) On the effective date of this act, the state board of regents shall determine and certify to the director of the budget each of the specific amounts from the amounts appropriated from the state general fund or from the moneys appropriated and available in the special revenue funds for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection: Provided, That the aggregate of all such amounts certified to the director of the budget shall be an amount that is equal to or more than \$1,184,054. The certification by the state board of regents shall specify the amount in each account of the state general fund or in each special revenue fund, or account thereof, that is designated by the state board of regents pursuant to this subsection for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account in the state general fund by the director of accounts and reports pursuant to this subsection. At the same time as such certification is transmitted to the director of the budget, the state board of regents shall transmit a copy of such certification to the director of legislative research.
- (B) The director of the budget shall review each such certification from the state board of regents and shall certify a copy of each such certification from the state board of regents to the director of accounts and reports. At the same time as such certification is transmitted to the director of accounts and reports, the director of the budget shall transmit a copy of each such certification to the director of legislative research.

- (C) In accordance with the certification by the director of the budget that is submitted to the director of accounts and reports under this subsection, the appropriation for fiscal year 2018 for each account of the state general fund, state economic development initiatives fund, state water plan fund and children's initiatives fund that is appropriated or reappropriated for the fiscal year ending June 30, 2018, by chapter 104 of the 2017 Session Laws of Kansas or by this or other appropriation act of the 2018 regular session of the legislature is hereby respectively lapsed by the amount equal to the amount certified under this subsection.
- (2) In determining the amounts to be certified to the director of accounts and reports in accordance with this subsection, the director of the budget and the state board of regents shall consider any changed circumstances and unanticipated reductions in expenditures or unanticipated and required expenditures by the state agencies for fiscal year 2018.
- (3) (A) Prior to June 30, 2018, after receipt of each certification by the director of the budget pursuant to this subsection, the director of accounts and reports shall transfer and debit to the 27th payroll adjustment account of the state general fund, which is hereby established in the state general fund, by an amount equal to the aggregate of the amounts certified by the director of the budget pursuant to this subsection in accordance with such certifications.
- (B) Prior to June 30, 2018, the director of accounts and reports shall transfer the balance of the 27th payroll adjustment account of the state general fund to the master account of the state general fund: *Provided, however*; That the amount transferred shall not exceed the amount of the then outstanding balance of the state treasurer's receivables for the state general fund.
- (C) Prior to June 30, 2018, the director of accounts and reports shall adjust the amounts debited and credited to the state treasurer's receivables and to the 27th payroll adjustment account of the state general fund pursuant to this subsection to reflect all moneys actually transferred and credited to the 27th payroll adjustment account of the state general fund pursuant to this subsection during fiscal year 2018.
- (D) On June 30, 2018, the director of accounts and reports shall record a credit to the state treasurer's receivables for the state general fund and shall record a corresponding debit to the state general fund in the amount of the outstanding receivable created to finance the cost of the 27th payroll chargeable to the fiscal year ending June 30, 2028.
- (E) The director of accounts and reports shall notify the state treasurer of all amounts debited and credited to the 27^{th} payroll adjustment account of the state general fund pursuant to this subsection and all reductions and adjustments made thereto pursuant to this subsection. The

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

- (4) As used in this subsection, "regents agency" means the state board of regents, Fort Hays state university, Kansas state university extension systems and agriculture research programs, Kansas state university veterinary medical center, Emporia state university, Pittsburg state university, the university of Kansas, the university of Kansas medical center and Wichita state university.
 - (5) The provisions of this subsection shall not apply to:
- (A) Any money held in trust in a trust fund or held in trust in any other special revenue fund or funds of any regents agency;
- (B) any moneys received from any agency or authority of the federal government or from any other federal source, other than any such federal moneys that are credited to or may be received and credited to special revenue funds of a regents agency and that are determined by the state board of regents to be federal moneys that may be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection;
- (C) any account of the Kansas educational building fund or the state institutions building fund; or
- (D) any fund of any regents agency in the state treasury, as determined by the director of the budget, that would experience financial or administrative difficulties as a result of executing the provisions of this subsection, including, but not limited to, cash-flow problems, the inability to meet ordinary expenditure obligations, or any conflicts with prevailing contracts, compacts or other provisions of law.
- (6) Each amount transferred from any special revenue fund of any regents agency to the state general fund pursuant to this subsection is transferred to reimburse the state general fund for accounting, auditing, budgeting, legal, payroll, personnel and purchasing services and any other governmental services that are performed on behalf of the regents agency involved by other state agencies that receive appropriations from the state general fund to provide such services.
- (f) (1) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the secretary of administration, from moneys appropriated from the state general fund or any special revenue fund or funds for the department of administration for fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this act or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the secretary of administration from the state general fund or from any special revenue fund or funds for

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

- (2) The quitclaim deed shall be executed by the secretary of administration for and on behalf of the state of Kansas in a form approved by the attorney general.
- (3) In the event that the secretary of administration determines that the legal description of any parcel of real estate described by this section is incorrect, the secretary of administration may convey the property utilizing the correct legal description, but the deed conveying the property shall be subject to the approval of the attorney general.

Sec. 41.

DEPARTMENT OF ADMINISTRATION

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
- Operating expenditures (173-00-1000-0200)
 \$197,083

 Pay plan equalization
 \$1,500,000

 Long-term care ombudsman (173-00-1000-0580)
 \$34,695
- (b) During the fiscal year ending June 30, 2019, the director of the budget may transfer any part of any item of appropriation for the fiscal year ending June 30, 2019, from the pay plan equalization account of the state general fund for the department of administration to another item of appropriation for any other agency account of the state general fund appropriated for fiscal year 2019 for such other agency. The director of the budget shall certify each such transfer to the director of accounts and reports and shall transmit a copy of each such certification to the director of legislative research.
- (c) On July 1, 2018, the director of accounts and reports shall record a debit to the state treasurer's receivables for the state economic development initiatives fund and shall record a corresponding credit to the state economic development initiatives fund in an amount certified by the director of the budget that shall be equal to 75% of the amount estimated by the director of the budget to be transferred and credited to the state economic development initiatives fund during the fiscal year ending June 30, 2019, except that such amount shall be proportionally adjusted during fiscal year 2019 with respect to any change in the moneys to be transferred and credited to the state economic development initiatives fund during fiscal year 2019. All moneys transferred and credited to the state economic development initiatives fund during fiscal year 2019 shall reduce the amount debited and credited to the state economic development initiatives fund under this subsection and section 66(h)(2) and (h)(3) of chapter 104

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

- (d) On July 1, 2018, the provisions of section 66(n) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.
- (e) (1) (A) Prior to August 15, 2018, the state board of regents shall determine and certify to the director of the budget each of the specific amounts from the amounts appropriated from the state general fund or from the moneys appropriated and available in the special revenue funds for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection: Provided, That the aggregate of all such amounts certified to the director of the budget shall be an amount that is equal to or more than \$1,184,054. The certification by the state board of regents shall specify the amount in each account of the state general fund or in each special revenue fund, or account thereof, that is designated by the state board of regents pursuant to this subsection for each of the regents agencies to be transferred to and debited to the 27th payroll adjustment account in the state general fund by the director of accounts and reports pursuant to this subsection. At the same time as such certification is transmitted to the director of the budget, the state board of regents shall transmit a copy of such certification to the director of legislative research.
- (B) The director of the budget shall review each such certification from the state board of regents and shall certify a copy of each such certification from the state board of regents to the director of accounts and reports. At the same time as such certification is transmitted to the director of accounts and reports, the director of the budget shall transmit a copy of each such certification to the director of legislative research.
- (C) On August 15, 2018, in accordance with the certification by the director of the budget that is submitted to the director of accounts and reports under this subsection, the appropriation for fiscal year 2019 for each account of the state general fund, state economic development initiatives fund, state water plan fund and children's initiatives fund that is appropriated or reappropriated for the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session Laws of Kansas or by this or other appropriation act of the 2018 regular session of the legislature is hereby respectively lapsed by the amount equal to the amount certified under this subsection.
- (2) In determining the amounts to be certified to the director of accounts and reports in accordance with this subsection, the director of the budget and the state board of regents shall consider any changed

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

- (3) (A) On or before September 1, 2018, after receipt of each certification by the director of the budget pursuant to this subsection, the director of accounts and reports shall transfer and debit to the 27th payroll adjustment account of the state general fund, which is hereby established in the state general fund, by an amount equal to the aggregate of the amounts certified by the director of the budget pursuant to this subsection in accordance with such certifications.
- (B) On September 1, 2018, the director of accounts and reports shall transfer the balance of the 27th payroll adjustment account of the state general fund to the master account of the state general fund: *Provided, however,* That the amount transferred shall not exceed the amount of the then outstanding balance of the state treasurer's receivables for the state general fund.
- (C) On September 1, 2018, the director of accounts and reports shall adjust the amounts debited and credited to the state treasurer's receivables and to the 27th payroll adjustment account of the state general fund pursuant to this subsection to reflect all moneys actually transferred and credited to the 27th payroll adjustment account of the state general fund pursuant to this subsection during fiscal year 2019.
- (D) On June 30, 2019, the director of accounts and reports shall record a credit to the state treasurer's receivables for the state general fund and shall record a corresponding debit to the state general fund in the amount of the outstanding receivable created to finance the cost of the 27th payroll chargeable to the fiscal year ending June 30, 2028.
- (E) The director of accounts and reports shall notify the state treasurer of all amounts debited and credited to the 27th payroll adjustment account of the state general fund pursuant to this subsection and all reductions and adjustments made thereto pursuant to this subsection. The state treasurer shall enter all such amounts debited and credited and shall make reductions and adjustments thereto on the books and records kept and maintained for the state general fund by the state treasurer in accordance with the notice thereof.
- (4) As used in this subsection, "regents agency" means the state board of regents, Fort Hays state university, Kansas state university, Kansas state university extension systems and agriculture research programs, Kansas state university veterinary medical center, Emporia state university, Pittsburg state university, the university of Kansas, the university of Kansas medical center and Wichita state university.
 - (5) The provisions of this subsection shall not apply to:
 - (A) Any money held in trust in a trust fund or held in trust in any

 other special revenue fund or funds of any regents agency;

- (B) any moneys received from any agency or authority of the federal government or from any other federal source, other than any such federal moneys that are credited to or may be received and credited to special revenue funds of a regents agency and that are determined by the state board of regents to be federal moneys that may be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection;
- (C) any account of the Kansas educational building fund or the state institutions building fund; or
- (D) any fund of any regents agency in the state treasury, as determined by the director of the budget, that would experience financial or administrative difficulties as a result of executing the provisions of this subsection, including, but not limited to, cash-flow problems, the inability to meet ordinary expenditure obligations, or any conflicts with prevailing contracts, compacts or other provisions of law.
- (6) Each amount transferred from any special revenue fund of any regents agency to the state general fund pursuant to this subsection is transferred to reimburse the state general fund for accounting, auditing, budgeting, legal, payroll, personnel and purchasing services and any other governmental services that are performed on behalf of the regents agency involved by other state agencies that receive appropriations from the state general fund to provide such services.

Sec. 42.

OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

Information technology modernization......\$2,644,760
Office 365 cloud email services.........\$826.378

Sec. 43.

OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

Sec. 44

STATE BOARD OF TAX APPEALS

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

Sec. 45.

STATE BOARD OF TAX APPEALS

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

Sec. 46.

1 2

DEPARTMENT OF REVENUE

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

 Operating expenditures (565-00-1000-0303).......\$439,669
- (b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby increased from \$46,491,890 to \$46,685,210.
- (c) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$632,968 from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue.

Sec. 47.

DEPARTMENT OF REVENUE

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

 Operating expenditures (565-00-1000-0303)......\$224,000
- (b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the division of vehicles operating fund (565-00-2089-2020) of the department of revenue is hereby decreased from \$46,545,716 to \$46,268,528.
- 32 (c) On July 1, 2018, the expenditure limitation established for the 33 fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 34 2017 Session Laws of Kansas on the MSA compliance fund (565-00-2274-35 2274) of the department of revenue is hereby increased from \$1.333,220 to
 - 2274) of the department of revenue is hereby increased from \$1,333,220 to no limit.
 - (d) On July 1, 2018, the amount of \$11,513,742 authorized by section 75(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby increased to \$11,671,984.

Sec. 48.

1 2

DEPARTMENT OF COMMERCE

- (a) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2018, the following:
- Global trade services......\$125,000
- (b) On the effective date of this act, of the \$7,976,452 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state economic development initiatives fund in the operating grant (including official hospitality) account (300-00-1900-1110), the sum of \$826,154 is hereby lapsed.
- (c) On the effective date of this act, of the \$1,622,939 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 82(b) of chapter 104 of the 2017 Session Laws of Kansas from the state economic development initiatives fund in the rural opportunity zones program account (300-00-1900-1150), the sum of \$665,156 is hereby lapsed.
- (d) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$930,000 from the state economic development initiatives fund (300-00-1900-1100) to the state general fund.
- (e) On the effective date of this act, of the \$2,800,000 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 82(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the KBA grant commitments account (300-00-1000-0800), the sum of \$2,088,238 is hereby lapsed.

Sec. 49.

DEPARTMENT OF COMMERCE

- (a) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2019, the following:
- Global trade services....\$250,000
- (b) On the effective date of this act, of the \$7,553,313 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 83(b) of chapter 104 of the 2017 Session Laws of Kansas from the state economic development initiatives fund in the operating grant (including official hospitality) account (300-00-1900-1110), the sum of \$75,000 is hereby lapsed.
- (c) On July 1, 2018, of the \$2,053,457 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 83(b) of chapter 104 of the 2017 Session Laws of Kansas from the state economic development initiatives fund in the rural opportunity zones program

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

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

Sec. 50.

1 2

DEPARTMENT OF LABOR

- (a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 86(b) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor is hereby increased from \$14,681,786 to \$15,072,758.
- (b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 187(d) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor for such capital improvement purposes is hereby increased from \$780,000 to \$1,165,000.

Sec. 51.

DEPARTMENT OF LABOR

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
- Amusement ride safety (296-00-1000-0513).....\$249,511
- (b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 87(b) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor is hereby increased from \$12,812,732 to \$15,149,481.
- (c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 188(d) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor for such capital improvement purposes is hereby increased from \$265,000 to \$870,000.

Sec. 52.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

- 37 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:
- 39 Operating expenditures administration (649-00-1000-0103)......\$2,175
- 40 Operating expenditures veteran services (694-00-1000-0203).....\$10,809
- 41 Operating expenditures Kansas soldiers' home 42 (694-00-1000-0403).....
 - (694-00-1000-0403)......\$17,641
 - Operating expenditures state veterans cemeteries

1 2 (b) There is appropriated for the above agency from the state 3 institutions building fund for the fiscal year ending June 30, 2018, the 4 following: 5 WaKeeney hail storm damage.....\$136,881 Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and 6 7 amendments thereto, or any other statute, expenditures may be made from 8 the WaKeeney hail storm damage account during fiscal year 2018 for 9 capital improvements at the state veterans cemetery in WaKeeney. (c) On the effective date of this act, of the \$812,050 appropriated for 10 the above agency for the fiscal year ending June 30, 2018, by section 11 12 190(b) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair 13 projects account (694-00-8100-8250), the sum of \$64,800 is hereby 14

Sec. 53.

lapsed.

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KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

- (a) On July 1, 2018, of the \$637,900 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 191(b) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the soldiers' home rehabilitation and repair projects account (694-00-8100-7100), the sum of \$22,727 is hereby lapsed.
- (b) On July 1, 2018, of the \$812,050 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 191(b) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair projects account (694-00-8100-8250), the sum of \$40,670 is hereby lapsed.
- (c) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2019, the following:
- - *Provided*, That, notwithstanding the provisions of K.S.A. 76-6b05, and amendments thereto, or any other statute, expenditures may be made from the waste disposal account during fiscal year 2019 for the purchase of a waste disposal vehicle.
 - (d) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:
- 40 Veterans benefit lottery game fund.....\$1,200,000
- 41 Provided, That expenditures from the veterans benefit lottery game fund
- shall be in an amount equal to 50% for operating expenditures and capital
- 43 improvements of the above agency, or for the use and benefit of the

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

- (e) In addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the lottery operating fund (450-00-5123-5100) pursuant to K.S.A. 74-8711, and amendments thereto, on July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$1,200,000 from the lottery operating fund of the Kansas lottery to the veterans benefit lottery game fund of the Kansas commission on veterans affairs office.
- (f) On July 1, 2018, the provisions of section 78(c) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.
- (g) On July 1, 2018, the \$105,685 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the scratch lotto Kansas veterans' home account (694-00-1000-0300), is hereby lapsed.
- (h) On July 1, 2018, the \$459,354 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the scratch lotto veterans services account (694-00-1000-0330), is hereby lapsed.
- (i) On July 1, 2018, the \$137,270 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the scratch lotto Kansas soldiers' home account (694-00-1000-0310), is hereby lapsed.
- (j) On July 1, 2018, the \$216,399 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 90(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the scratch lotto veterans cemeteries account (694-00-1000-0340), is hereby lapsed.

Sec. 54.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

- (a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2020, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:
- 39 Veterans benefit lottery game fund.......\$1,260,000
- 40 Provided, That expenditures from the veterans benefit lottery game fund
- shall be in an amount equal to 50% for operating expenditures and capital
- 42 improvements of the above agency, or for the use and benefit of the
- 43 Kansas veterans' home, the Kansas soldiers' home and the state veterans

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

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

Sec. 55.

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DEPARTMENT OF HEALTH AND ENVIRONMENT –

DIVISION OF PUBLIC HEALTH

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

 Infants and toddlers program (264-00-1000-0570)......\$1,000,000
- (b) On the effective date of this act, of the \$329,607 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 91(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the vaccine purchases account (264-00-1000-0900), the sum of \$264,106 is hereby lapsed.
- (e){(b)} There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following:
- CDC multipurpose grant federal fund (264-00-3243-3243)......No limit

25 Kansas newborn screening information system

26 maintenance and enhancement

Lifting young families toward excellence

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

Sec. 56.

DEPARTMENT OF HEALTH AND ENVIRONMENT – DIVISION OF PUBLIC HEALTH

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
- Infants and toddlers program (264-00-1000-0570).....\$1,000,000 (b) There is appropriated for the above agency from the children's
- initiatives fund for the fiscal year ending June 30, 2019, the following: Healthy start (264-00-2000-2105)......\$33,066
 - (c) There is appropriated for the above agency from the following

special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following: Kansas newborn screening information system maintenance and enhancement Lifting young families toward excellence Sec. 57.

DEPARTMENT OF HEALTH AND

ENVIRONMENT - DIVISION OF HEALTH CARE FINANCE

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

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

(g) During the fiscal year ending June 30, 2018, no moneys shall be transferred from the health care access improvement fund (264-00-2443-2215) of the department of health and environment – division of health care finance to any other account or fund unless and until the department of health and environment – division of health care finance implements a process to fully disclose and reconcile the balance and use of moneys in the health care access improvement fund and from the hospital provider assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and amendments thereto, including revenue, expenditures, running balance of such fund, any deficits and write-offs: Provided, That any such process shall be approved by the health care access improvement panel established by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such transfer: And provided, That, if a 4% increase to the medicaid reimbursement rate for hospitals is not passed by the 2018 legislature and enacted into law, then no moneys shall be transferred from the health care access improvement fund to any other account or fund during fiscal year 2018: And provided further; That the department of health and environment – division of health care finance shall advise and consult with the health care access improvement panel and the Kansas hospital association to develop such process: And provided further, That the department of health and environment – division of health care finance shall execute non-disclosure agreements with the Kansas hospital association and other persons as determined to be necessary by the department of health and environment – division of health care finance to implement this subsection: And provided further, That such process shall be implemented and approved by the health care access improvement panel on or before May 4, 2018: Provided, however, That, if the department of health and environment – division of health care finance is unable to implement such process on or before May 4, 2018, then such agency shall disclose and reconcile the balance and use of such moneys in the health care access improvement fund, including revenue, expenditures, running balance of such fund, any deficits and write-offs for fiscal years 2016 and 2017 to the health care access improvement panel on or before May 4, 2018, and upon approval by the panel, funds may be transferred from the health care access improvement fund to any other account or fund authorized by law: And provided further, That the department of health and

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

- (h) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the department of health and environment division of health care finance from moneys appropriated from the state general fund or from any special revenue funds or funds for fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys to implement, and require any managed care organization providing state medicaid services under the Kansas medical assistance program to implement, a policy to provide at least a 60-day admission for individuals requiring inpatient treatment in a psychiatric residential treatment facility, as determined by a managed care organization providing state medicaid services under the Kansas medical assistance program, without imposing any prior authorization requirements to receive such admission or treatment.
- (i) On the effective date of this act, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the 2017 Session Laws of Kansas on the health benefits administrations clearing fund remit admin service org (264-00-7746-7746) of the department of health and environment division of health care finance is hereby increased from \$9,050,000 to \$12,157,000.

Sec. 58.

DEPARTMENT OF HEALTH AND

ENVIRONMENT - DIVISION OF HEALTH CARE FINANCE

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
- Other medical assistance (264-00-1000-3026).......\$130,263,716
 Graduate medical education......\$1,300,000
 Health policy operating expenditures (264-00-1000-0010)......\$152,600
 Evidence based juvenile programs......\$6,000,000
- (b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the preventive health care program fund (264-00-2556-2550) of the department of health and environment division of health care finance is hereby decreased from \$1,649,246 to \$494.649.
- (c) On July 1, 2018, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws

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

- (d) On July 1, 2018, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the dependent care assistance program fund (264-00-7740-8700) of the department of health and environment division of health care finance is hereby decreased from \$3,987,115 to \$625,012.
- (e) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the department of health and environment division of health care finance from moneys appropriated from the state general fund or from any special revenue funds or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys to implement, and require any managed care organization providing state medicaid services under the Kansas medical assistance program to implement, a policy to provide at least a 60-day admission for individuals requiring inpatient treatment in a psychiatric residential treatment facility, as determined by a managed care organization providing state medicaid services under the Kansas medical assistance program, without imposing any prior authorization requirements to receive such admission or treatment.
- (f) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the department of health and environment – division of health care finance from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys in an amount not to exceed \$5,000,000 from the state general fund, plus any matching federal moneys, to reinstate a program implementing state medicaid services for health homes pursuant to 42 U.S.C. § 1396w-4: *Provided*, That participation in such program shall be on an opt-in basis and not on the basis of automatic enrollment: Provided further, That participation in such program shall be open to youth and adults: And provided further, That participation in the program shall be structured to ensure that individuals with a significant mental illness, substance use disorder or chronic physical health condition are served: And provided further, That the above agency shall not allow any managed care organization providing the above services under the Kansas medical assistance program to claim an administrative claiming rate higher than

10% to provide such services.

- (g) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the department of health and environment division of health care finance from moneys appropriated from the state general fund or from any special revenue funds or funds for fiscal year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys to increase medicaid reimbursement rates for hospitals by 4%: *Provided*, That such rate increase shall be reflected in the hospital medicaid fee schedule.
- (h) During the fiscal year ending June 30, 2019, no moneys shall be transferred from the health care access improvement fund (264-00-2443-2215) of the department of health and environment – division of health care finance to any other account or fund unless and until the department of health and environment - division of health care finance implements a process to fully disclose and reconcile the balance and use of moneys in the health care access improvement fund and from the hospital provider assessment imposed pursuant to K.S.A. 2017 Supp. 65-6208, and amendments thereto, including revenue, expenditures, running balance of such fund, any deficits and write-offs: *Provided*, That any such process shall be approved by the health care access improvement panel established by K.S.A. 2017 Supp. 65-6218, and amendments thereto, prior to any such transfer: Provided further, That, if a 4% increase to the medicaid reimbursement rate for hospitals is not passed by the 2018 legislature and enacted into law, then no moneys shall be transferred from the health care access improvement fund to any other account or fund during fiscal year 2019: Provided, however, That, if the department of health and environment – division of health care finance discloses and reconciles the balance and use of such moneys in the health care access improvement fund, including revenue, expenditures, running balance of such fund, any deficits and write-offs for fiscal years 2016 and 2017 to the health care access improvement panel on or before May 4, 2018, and receives approval by the panel, then funds may be transferred from the health care access improvement fund to any other account or fund authorized by law.
- (i) On July 1, 2018, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the health benefits administrations clearing fund remit admin service org (264-00-7746-7746) of the department of health and environment division of health care finance is hereby increased from \$9,050,000 to \$11,005,000.

Sec. 59.

KANSAS DEPARTMENT FOR AGING AND DISABILITY SERVICES

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

Larned state hospital – sexual predator

treatment program (410-00-1000-0200).....\$1,239,699 Larned state hospital – SPTP reintegration

program (410-00-1000-0400).....\$20,000

Osawatomie state hospital – operating

expenditures (494-00-1000-0100)......\$5,111,720

- (b) On the effective date of this act, of the \$616,064,457 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 99(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the LTC medicaid assistance NF account (039-00-1000-0520), the sum of \$41,598,009 is hereby lapsed.
- (c) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the Kansas department for aging and disability services from moneys appropriated from the LTC medicaid assistance NF account (039-00-1000-0520) of the Kansas department for aging and disability services for fiscal year 2018 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys, notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and amendments thereto, or any other statute to the contrary, and subject to appropriations, to provide rate increases for nursing facilities.
- (d) On the effective date of this act, of the \$3,849,532 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service new state security hospital account (039-00-8100-8320), the sum of \$303 is hereby lapsed.
- (e) On the effective date of this act, of the \$2,583,200 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service state hospitals rehabilitation and repair account (039-00-8100-8325), the sum of \$116,590 is hereby lapsed.
- (f) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability service is hereby decreased from no limit to \$5,822,437.

- (g) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the Kansas neurological institute fee fund (363-00-2059-2000) of the Kansas department for aging and disability services is hereby increased from \$1,744,846 to \$1,902,791.
- (h) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the Larned state hospital fee fund (410-00-2073-2100) of the Kansas department for aging and disability services is hereby increased from \$3,444,194 to \$3,556,862.
- (i) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the Osawatomie state hospital fee fund (494-00-2079-4200) of the Kansas department for aging and disability services is hereby decreased from \$1,589,186 to \$875,690.
- (j) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the Osawatomie state hospital certified care fund (494-00-2079-4201) of the Kansas department for aging and disability services is hereby decreased from \$2,398,316 to \$0.
- (k) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 99(b) of chapter 104 of the 2017 Session Laws of Kansas on the Parsons state hospital and training center fee fund (507-00-2082-2200) of the Kansas department for aging and disability services is hereby decreased from \$1,372,386 to \$1,155,304.
- (l) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made from the general fees fund (039-00-2524-2500) for fiscal year 2018 by the above agency by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such fund to pay rainbow services incorporated in an amount not to exceed \$1,200,000.
- (m) On the effective date of this act, of the \$185,248 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 185(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the Kansas neurological institute energy conservation improvement debt service account (363-00-8100-8000), the sum of \$1,262 is hereby lapsed.
- (n) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2018, the

following: Parsons state hospital and training center – energy conservation improvement debt service (507-00-8100-8330)....\$16,531 (o) There is hereby appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall not exceed the following: Opioid abuse treatment & prevention federal fund Sec. 60 KANSAS DEPARTMENT FOR AGING AND DISABILITY SERVICES (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: Nursing facilities regulation (039-00-1000-0710)......\$83,168 Nursing facilities regulation – title XIX (039-00-1000-0712)......\$147,854 Larned state hospital – sexual predator treatment program (410-00-1000-0200)......\$4,353,822 Larned state hospital – SPTP reintegration program Osawatomie state hospital – operating expenditures Program grants – nutrition – state match (039-00-1000-0280).....\$100,000 (b) On July 1, 2018, of the \$651,956,862 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the LTC – medicaid assistance – NF account (039-00-1000-0520), the sum of \$43,688,196 is hereby lapsed.

- (c) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the Kansas department for aging and disability services from moneys appropriated from the LTC medicaid assistance NF account (039-00-1000-0520) of the Kansas department for aging and disability services for fiscal year 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys, notwithstanding the provisions of K.S.A. 2017 Supp. 75-5958, and amendments thereto, or any other statute to the contrary, and subject to appropriations, to provide rate increases for nursing facilities.
- (d) On July 1, 2018, of the \$17,642,543 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general

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

- (e) On July 1, 2018, of the \$3,845,751 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 186(a) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the debt service – new state security hospital account (039-00-8100-8320), the sum of \$1 is hereby lapsed.
- (f) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the problem gambling and addictions grant fund (039-00-2371-2371) of the Kansas department for aging and disability services is hereby decreased from no limit to \$5,825,996.
- (g) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the Kansas neurological institute fee fund (363-00-2059-2000) of the Kansas department for aging and disability services is hereby decreased from \$1,746,245 to \$1,741,119.
- (h) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the Larned state hospital fee fund (410-00-2073-2100) of the Kansas department for aging and disability services is hereby decreased from \$3,946,302 to \$3,946,301.
- (i) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the Osawatomie state hospital fee fund (494-00-2079-4200) of the Kansas department for aging and disability services is hereby decreased from \$1,469,674 to \$840,706.
- (i) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the Osawatomie state hospital certified care fund (494-00-2079-4201) of the Kansas department for aging and disability services is hereby increased from \$2,220,000 to \$2,638,131.
- (k) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 100(b) of chapter 104 of the 2017 Session Laws of Kansas on the Parsons state hospital and training center fee fund (507-00-2082-2200) of the Kansas department for aging and disability services is hereby decreased from \$1,372,386 to \$1,049,582.
- There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2019, the following:
- 41 Parsons state hospital and training center – energy
- conservation improvement debt service (507-00-8100-8330).....\$9,367 42 43
 - (m) There is appropriated for the above agency from the following

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42 43 Youth services aid and

special revenue fund or funds for the fiscal year ending June 30, 2019, all 1 2 moneys now or hereafter lawfully credited to and available in such fund or 3 funds, except that expenditures other than refunds authorized by law shall 4 not exceed the following: 5 Opioid abuse treatment & prevention 6 7 (n) During the fiscal year ending June 30, 2019, in addition to the 8 other purposes for which expenditures may be made by the Kansas 9 department for aging and disability services from the state general fund or any special revenue fund or funds for fiscal year 2019 for the Kansas 10 department for aging and disability services as authorized by section 100 11 12 of chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature, 13 expenditures shall be made by the Kansas department for aging and 14 disability services for fiscal year 2019 to develop a long-term plan to 15 16 eliminate the waiting list for the home and community based services waiver: Provided, That the Kansas department for aging and disability 17 18 services shall include such long-term plan in its revised budget estimate 19 submission during the fall of 2018. 20 Sec. 61. 21 KANSAS DEPARTMENT FOR 22 CHILDREN AND FAMILIES 23 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following: 24 25 State operations (including official hospitality) (629-00-1000-0013)......\$3,647,774 26 27 Youth services aid and assistance (629-00-1000-7020).....\$9,129,847 (b) There is appropriated for the above agency from the following 28 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 33 Sec. 62. 34 KANSAS DEPARTMENT FOR 35 CHILDREN AND FAMILIES 36 (a) There is appropriated for the above agency from the state general 37 fund for the fiscal year ending June 30, 2019, the following: 38 State operations (including official

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

hospitality) (629-00-1000-0013)......\$4.666.919

assistance (629-00-1000-7020)......\$11,265,695

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

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

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

other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys in an amount not to exceed \$5,750,000 to make payments to the jobs for America's graduates organization for programs that: Help students who are at risk of failing in school; provide an avenue for academic achievement; and assist students in earning credentials: Provided, however, That such expenditures shall only be made to the extent allowed under federal law.}

Sec. 63.

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DEPARTMENT OF EDUCATION

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

13 KPERS – employer contributions (652-00-1000-0100)......\$2,804,000 14

KPERS – employer contributions – USDs

(652-00-1000-0110).....\$15,257,000 State foundation aid (652-00-1000-0820).....\$10,322,894 Incentive for technical education (652-00-1000-0130).....\$1,450,000

(b) On the effective date of this act, of the \$480,920,922 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 1(a) of chapter 95 of the 2017 Session Laws of Kansas from the state general fund in the supplemental state aid account (652-00-1000-0840), the sum of \$26,420,922 is hereby lapsed.

Sec. 64.

DEPARTMENT OF EDUCATION

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

KPERS – employer contributions (652-00-1000-0100)......\$4,632,000

KPERS – employer contributions – USDs 28

(652-00-1000-0110).....\$26,147,000 State foundation aid (652-00-1000-0820)......\$22,614,451 Incentive for technical education (652-00-1000-0130).....\$1,450,000

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

CIF grants (652-00-2000-2408).....\$2,343,930

Quality initiative infants and toddlers (652-00-2000-2420)......\$69,534 35 36

Early childhood block grant autism diagnosis (652-00-2000-2422)...\$6,953

37 Communities aligned in early development and education......\$1,000,000 38

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

Sec. 65.

STATE HISTORICAL SOCIETY 1 2 (a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 116(b) of chapter 104 of the 3 2017 Session Laws of Kansas on expenditures from the heritage trust fund 4 (288-00-7379-7600) of the state historical society for state operations is 5 6 hereby increased from \$56,244 to \$57,476. 7 Sec. 66. 8 KANSAS STATE UNIVERSITY 9 (a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all 10 moneys now or hereafter lawfully credited to and available in such fund or 11 funds, except that expenditures shall not exceed the following: 12 Electrical distribution system project fund (367-00-8001-8318)....No limit 13 14 15 Sec. 67. 16 KANSAS STATE UNIVERSITY 17 (a) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2019, all 18 19 moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following: 20 Electrical distribution system project fund (367-00-2520-2080).....No limit 21 22 23 Sec. 68. 24 EMPORIA STATE UNIVERSITY There is appropriated for the above agency from the following 25 special revenue fund or funds for the fiscal year ending June 30, 2018, 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 29 Abigail Morse hall and the residential life residence 30 31 32 Sec. 69. 33 EMPORIA STATE UNIVERSITY 34 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 35 Department of nursing.....\$535,000 36 (b) There is appropriated for the above agency from the following 37 special revenue fund or funds for the fiscal year ending June 30, 2019, all 38 39 moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following: 40 Abigail Morse hall and the 41 42 residential life residence 43

Sec. 70.

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UNIVERSITY OF KANSAS

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

 Geological survey (682-00-1000-0170)......\$8,198
- (b) On the effective date of this act, of the \$122,379,585 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 129(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.
- (c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

UNIVERSITY OF KANSAS

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

 Geological survey (682-00-1000-0170)......\$8,198
- (b) On July 1, 2018, of the \$123,932,492 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 130(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the operating expenditures (including official hospitality) account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.
- (c) There is appropriated for the above agency from the following special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures shall not exceed the following:

Earth, energy, and environment center project fund (682-00-2545-2080)....

UNIVERSITY OF KANSAS MEDICAL CENTER

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

Sec. 73.

UNIVERSITY OF KANSAS MEDICAL CENTER

(a) On July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$970,000 from the rural

health bridging psychiatry fund (683-00-2218-2218) to the psychiatry 1 2 medical loan repayment fund (683-00-7233-7233). 3 Sec. 74. 4 WICHITA STATE UNIVERSITY (a) There is appropriated for the above agency from the following 5 special revenue fund or funds for the fiscal year ending June 30, 2018, all 6 7 moneys now or hereafter lawfully credited to and available in such fund or 8 funds, except that expenditures shall not exceed the following: 9 10 11 Sec. 75. 12 WICHITA STATE UNIVERSITY 13 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 14 Aviation infrastructure (710-00-1000-0010)......\$1,700,000 15 16 Aviation research (710-00-1000-0015).....\$5,000,000 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 shall not exceed the following: 21 22 Sec. 76. STATE BOARD OF REGENTS 23 24 (a) There is appropriated for the above agency from the state general 25 fund for the fiscal year ending June 30, 2018, the following: 26 Tuition for technical education (561-00-1000-0120)......\$7,300,000 27 Sec. 77. 28 STATE BOARD OF REGENTS 29 (a) There is appropriated for the above agency from the state general 30 fund for the fiscal year ending June 30, 2019, the following: 31 Tuition for technical education (561-00-1000-0120)..........\$8,300,000 National guard education assistance (561-00-1000-1300)......\$1,064,565 32 33 (b) If the amount of moneys appropriated for the above agency for 34 the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session 35 Laws of Kansas, this or other appropriation act of the 2018 regular session 36 of the legislature, in the postsecondary tiered technical education state aid 37 account (561-00-1000-0760) is \$58,300,000 or greater, then the difference between the amount of moneys appropriated for the fiscal year 2019 and 38 39 \$58,300,000 shall be distributed based on each eligible institution's 40 calculated gap, according to the postsecondary tiered technical education state aid act, K.S.A. 2017 Supp. 71-1801 through 71-1810, and 41

amendments thereto, as determined by the state board of regents:

Provided, That if the amount of moneys appropriated for the above agency

for fiscal year 2019 is less than \$58,300,000, then each eligible institution shall receive an amount of moneys proportionally adjusted to equal the amount of moneys such eligible institution received in fiscal year 2016: Provided further, That on July 1, 2018, the provisions of the proviso to the appropriation of moneys in the postsecondary tiered technical education state aid account of the state board of regents in section 136(a) of chapter 104 of the 2017 Session Laws of Kansas is hereby declared to be null and void and shall have no force and effect

Sec. 78

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DEPARTMENT OF CORRECTIONS

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

Sec. 79.

DEPARTMENT OF CORRECTIONS

18 19 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 20 Operating expenditures (521-00-1000-0603)......\$276,024 21 22 Topeka correctional facility – facilities 23 Hutchinson correctional facility – facilities 24 operations (313-00-1000-0303).....\$1,463,428 25 Lansing correctional facility – facilities 26 27 operations (400-00-1000-0303)......\$1,579,404 Ellsworth correctional facility – facilities 28 operations (177-00-1000-0303)......\$616,036 29 Winfield correctional facility – facilities 30 operations (712-00-1000-0303)......\$561,234 31 Norton correctional facility – facilities 32 33 34 El Dorado correctional facility – facilities 35 Larned correctional mental health facility – facilities 36 operations (408-00-1000-0303)......\$586,194 37 Kansas juvenile correctional complex – facilities 38 39 operations (352-00-1000-0303)......\$533,007 Sec. 80. 40 ADJUTANT GENERAL 41

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

1 Disaster relief (034-00-1000-0200)......\$1,000,000 2 Sec. 81.

ADJUTANT GENERAL

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

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

Sec. 82.

STATE FIRE MARSHAL

- (a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the fire marshal fee fund (234-00-2330-2000) is hereby increased from \$5,067,836 to \$5,287,336.
- (b) On July 1, 2018, the amount of \$1,000,000 authorized by section 143(b) of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the fire marshal fee fund (234-00-2330-2000) of the state fire marshal to the state general fund on July 1, 2018, and January 1, 2019, is hereby decreased to \$500,000.

Sec. 83.

KANSAS HIGHWAY PATROL

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

Sec. 84.

KANSAS HIGHWAY PATROL

- (a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the Kansas highway patrol operations fund (280-00-2034-1100) of the Kansas highway patrol is hereby decreased from \$52,597,147 to \$52,353,840.
- (b) In addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the Kansas highway patrol operations fund (280-00-2034-1100) of the Kansas highway patrol for the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys to provide for the issuance of bonds by the Kansas development finance authority in accordance with K.S.A. 74-8905, and amendments thereto, for a capital improvement project to purchase the land and improvements comprising the troop B headquarters

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1 located in Shawnee county, Kansas: Provided, That such capital improvement project is hereby approved for the Kansas highway patrol for 2 3 the purposes of K.S.A. 74-8905(b), and amendments thereto, and the 4 authorization of the issuance of bonds by the Kansas development finance authority in accordance with that statute: Provided further, That the Kansas 5 6 highway patrol may make expenditures from the moneys received from 7 the issuance of any such bonds for such capital improvement project: And 8 provided further, That expenditures from the moneys received from the 9 issuance of any such bonds for such capital improvement project shall not 10 exceed \$3,220,266 plus all amounts required for costs of bond issuance, costs of interest on the bonds issued for such capital improvement project, 11 12 credit enhancement costs and any required reserves for the payment of 13 principal and interest on the bonds: And provided further, That all moneys 14 received from the issuance of any such bonds shall be deposited and 15 accounted for as prescribed by applicable bond covenants: And provided 16 further, That debt service for any such bonds for such capital improvement 17 project shall be financed by appropriations from the Kansas highway 18 patrol operations fund: And provided further, That any such bonds and 19 interest thereon shall be an obligation only of the Kansas development 20 finance authority, shall not constitute a debt of the state of Kansas within 21 the meaning of section 6 or 7 of article 11 of the constitution of the state of 22 Kansas and shall not pledge the full faith and credit or the taxing power of 23 the state of Kansas: *Provided, however,* That no such expenditures shall be 24 made and no such bonds shall be issued unless and until the Kansas 25 highway patrol has first advised and consulted on such capital 26 improvement project with the joint committee on state building 27 construction. 28

- (c) In addition to the other purposes for which expenditures may be made from the Kansas highway patrol operations fund for fiscal year 2019, expenditures may be made by the above agency from the Kansas highway patrol operations fund for fiscal year 2019 for the following capital improvement project or projects, subject to the expenditure limitations prescribed therefor:
- - (d) On July 1, 2019, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$300,000 from the state highway fund of the department of transportation to the Kansas highway patrol operations fund. In addition to other purposes for which expenditures may be made from the state highway fund during fiscal year 2019 and notwithstanding the provisions of K.S.A. 68-416, and

amendments thereto, or any other statute, transfers and expenditures may be made from the state highway fund during fiscal year 2019 for support and maintenance of the Kansas highway patrol.

Sec. 85.

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ATTORNEY GENERAL – KANSAS BUREAU OF INVESTIGATION

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

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

Sec. 86.

ATTORNEY GENERAL – KANSAS BUREAU OF INVESTIGATION

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

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

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

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

Sec. 87.

KANSAS COMMISSION ON PEACE OFFICERS' STANDARDS AND TRAINING

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

Sec. 88.

KANSAS COMMISSION ON PEACE OFFICERS' STANDARDS AND TRAINING

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

Sec. 89.

KANSAS DEPARTMENT OF AGRICULTURE

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

1	Riparian and wetland program (046-00-1800-1260)\$281,312
2	Sec. 90.
3	KANSAS DEPARTMENT OF AGRICULTURE
4	(a) There is appropriated for the above agency from the state general
5	fund for the fiscal year ending June 30, 2019, the following:
6	Operating expenditures (046-00-1000-0053)\$77,868
7	Sec. 91.
8	STATE FAIR BOARD
9	(a) There is appropriated for the above agency from the state general
10	fund for the fiscal year ending June 30, 2019, for the capital improvement
11	project or projects specified, the following:
12	Bison arena renovation\$500,000
13	Sec. 92.
14	KANSAS WATER OFFICE
15	(a) There is appropriated for the above agency from the state water
16	plan fund for the fiscal year ending June 30, 2018, for the state water plan
17	project or projects specified, the following:
18	Milford lake watershed regional conservation partnership program
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20	Milford and Marion reservoirs harmful algae bloom pilot\$400,000
21	Sec. 93.
22	KANSAS WATER OFFICE
23	(a) During the fiscal year ending June 30, 2019, the director of the
24	Kansas water office shall certify to the director of accounts and reports the
25	amount of moneys expended by the Kansas department of agriculture from

- (a) During the fiscal year ending June 30, 2019, the director of the Kansas water office shall certify to the director of accounts and reports the amount of moneys expended by the Kansas department of agriculture from the state general fund that is attributable to administration of the state water plan storage act (K.S.A. 82a-1301 et seq., and amendments thereto) or the water assurance program act (K.S.A. 82a-1330 et seq., and amendments thereto): *Provided*, That upon receipt of such certification, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer the amount certified from the water marketing fund (709-00-2255-2100) of the Kansas water office to the state general fund: *Provided further*, That the director of the Kansas water office shall transmit a copy of each such certification to the director of the budget and the director of legislative research.
- (b) On July 1, 2018, the amount of \$419,474 authorized by section 159(i) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the water marketing fund (709-00-2255-2100) of the Kansas water office to the state general fund on July 1, 2018, is hereby decreased to \$411,074.
- (c) There is appropriated for the above agency from the state water plan fund for the fiscal year ending June 30, 2019, for the state water plan project or projects specified, the following:

1	Milford lake watershed regional conservation partnership program
2	\$200,000
3	Provided, That any unencumbered balance in the Milford lake watershed
4	regional conservation partnership program account in excess of \$100 as of
5	June 30, 2018, is hereby reappropriated for fiscal year 2019.
6	Milford and Marion reservoirs harmful algae bloom pilot\$500,000
7	Provided, That any unencumbered balance in the Milford and Marion
8	reservoirs harmful algae bloom pilot account in excess of \$100 as of June
9	30, 2018, is hereby reappropriated for fiscal year 2019.
10	Best management practices implementation\$1,000,000
11	Streambank stabilization (709-00-1800-1265)\$250,000
12	Provided, That any unencumbered balance in the streambank stabilization
13	account in excess of \$100 as of June 30, 2018, is hereby reappropriated for
14	fiscal year 2019.
15	Interstate water compliance\$100,000
16	Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
17	amendments thereto, or any other statute, during the fiscal year ending
18	June 30, 2019, expenditures may be made from the interstate water
19	compliance account of the state water plan fund by the above agency for
20	salaries and wages, and associated fringe benefits, for an interstate water
21	compact compliance engineer.
22	Reservoir bathymetric surveys and biological research (709-00-1800-
23	1275)\$100,000
24	Provided, That any unencumbered balance in the reservoir bathymetric
25	surveys and biological research account in excess of \$100 as of June 30,
26	2018, is hereby reappropriated for fiscal year 2019.
27	Kansas river alluvial aquifer observation well network (709-00-1800-
28	1270)\$50,000
29	Provided, That any unencumbered balance in the Kansas river alluvial
30	aquifer observation well network account in excess of \$100 as of June 30,
31	2018, is hereby reappropriated for fiscal year 2019.
32	Crop research – sorghum\$150,000
33	Crop research – hemp\$100,000
34	Streambank stabilization effectiveness research\$100,000
35	Harmful algae bloom research\$100,000
36	Equus Beds aquifer chloride plume pilot\$75,000
37	Water resource planner\$100,000
38	Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
39	amendments thereto, or any other statute, during the fiscal year ending
40	June 30, 2019, expenditures may be made from the water resource planner
41	account of the state water plan fund by the above agency for salaries and
42	wages, and associated fringe benefits, for a water resource planner.
43	Kansas Watershed restoration and Protection Strategy (WRAPS) program

KANSAS DEPARTMENT OF WILDLIFE. PARKS AND TOURISM

- (a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the wildlife fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks and tourism is hereby increased from \$30,346,754 to \$32,385,661.
- (b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the parks fee fund (710-00-2122-2050) of the Kansas department of wildlife, parks and tourism is hereby increased from \$9,026,919 to \$9,959,340.
- (c) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the boating fee fund (710-00-2245-2800) of the Kansas department of wildlife, parks and tourism is hereby increased from \$1,118,974 to \$1,126,942.
- (d) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the department access roads fund (710-00-2178-2761) of the Kansas department of wildlife, parks and tourism is hereby increased from \$1,634,413 to \$1,652,261.
- (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100, and amendments thereto, or any other statute to the contrary, in addition to the other purposes for which expenditures may be made by the Kansas department of wildlife, parks and tourism from moneys appropriated from the wildlife fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks and tourism for the fiscal year ending June 30, 2018, by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from such moneys during fiscal year 2018 to issue senior lifetime hunting and fishing licenses to Kansas resident disabled veterans who are 65 years of age or older: *Provided*, That such licenses are hereby authorized to be issued without charge to such veterans in accordance with policies and procedures prescribed by the secretary of wildlife, parks and tourism: *Provided further*, That to qualify for such license without charge, the resident

disabled veteran shall have been separated from the armed services under honorable conditions and have a disability certified by the Kansas commission on veterans affairs office as being service related and such service-connected disability is equal to or greater than 30%.

Sec. 95.

KANSAS DEPARTMENT OF WILDLIFE, PARKS AND TOURISM

- (a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the wildlife fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks and tourism is hereby increased from \$30,187,879 to \$33,894,060.
- (b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the parks fee fund (710-00-2122-2050) of the Kansas department of wildlife, parks and tourism is hereby increased from \$9,098,199 to \$9,969,845.
- (c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the boating fee fund (710-00-2245-2800) of the Kansas department of wildlife, parks and tourism is hereby increased from \$1,107,541 to \$1,168,599.
- (d) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the department access road fund (710-00-2178-2761) of the Kansas department of wildlife, parks and tourism is hereby increased from \$1,636,652 to \$1,654,683.
- (e) Notwithstanding the provisions of K.S.A. 2017 Supp. 32-9,100, and amendments thereto, or any other statute to the contrary, in addition to the other purposes for which expenditures may be made by the Kansas department of wildlife, parks and tourism from moneys appropriated from the wildlife fee fund (710-00-2300-2880) of the Kansas department of wildlife, parks and tourism for the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from such moneys during fiscal year 2019 to issue senior lifetime hunting and fishing licenses to Kansas resident disabled veterans who are 65 years of age or older: *Provided*, That such licenses are hereby authorized to be issued without charge to such veterans in accordance with policies and procedures prescribed by the secretary of wildlife, parks and tourism: *Provided further*, That to qualify for such license without charge, the resident

disabled veteran shall have been separated from the armed services under honorable conditions and have a disability certified by the Kansas commission on veterans affairs office as being service related and such service-connected disability is equal to or greater than 30%.

Sec. 96.

STATE FINANCE COUNCIL

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

Sec. 97.

STATE FINANCE COUNCIL

- contributions, during fiscal year 2019.

 (b) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30,
- state economic development initiatives fund of the salary increase, including associated employer contributions, during fiscal year 2019.

 (c) There is appropriated for the above agency from the state water

- Provided, That all moneys in the state employee pay increase account shall be used for the purpose of paying the proportionate share of the cost to the children's initiatives fund of the salary increase, including associated employer contributions, during fiscal year 2019.
 - (e) Upon recommendation of the director of the budget, the state

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

- (f) The director of the budget shall prepare a budget estimate based upon the most recent payroll information for the salary increases and other amounts specified, and all amendments and revisions of such estimate, and the director of the budget shall submit a copy of such estimate, and all amendments and revisions thereof, directly to the director of legislative research.
- (g) A benefits-eligible state employee shall be eligible for a salary increase of a single step for employees in the classified service and the equivalent amount for employees in the unclassified service, including associated employer contributions, under this section if such state employee did not receive an increase in salary pursuant to section 177 of chapter 104 of the 2017 Session Laws of Kansas, executive directive 17-482 or for any other reason other than one involving a change in the employee's duties or responsibilities. The provisions of this section shall apply to the compensation and bi-weekly allowance paid to each member of the legislature.
 - (h) The provisions of this section shall not apply to:
 - (1) Trooper or officer classifications of the Kansas highway patrol.
- (2) Teachers and licensed personnel and employees at the Kansas state school for the deaf or the Kansas state school for the blind.
- (3) Employees of the Kansas bureau of investigation who were included in the recruitment and retention plan of the Kansas bureau of investigation.
 - (4) State officers elected on a statewide basis.
 - (5) Department of corrections officers and professional staff.
- (6) Employees of the judicial branch and any employee whose pay is linked to the pay of employees in the judicial branch.
 - (7) Employees of the board of regents and regents institutions.
 - Sec. 98. (a) Any unencumbered balance in excess of \$100 as of June

- 30, 2018, which was appropriated in fiscal year 2018, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2019.
- (b) Any unencumbered balance in excess of \$100 as of June 30, 2019, which was appropriated in fiscal year 2018, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2020.
- (c) Any unencumbered balance in excess of \$100 as of June 30, 2020, which was appropriated in fiscal year 2018, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2021.
- (d) Any unencumbered balance in excess of \$100 as of June 30, 2019, which was appropriated in fiscal year 2019, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2020.
- (e) Any unencumbered balance in excess of \$100 as of June 30, 2020, which was appropriated in fiscal year 2019, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2021.
- (f) Any unencumbered balance in excess of \$100 as of June 30, 2021, which was appropriated in fiscal year 2019, in each of the rehabilitation and repair projects, Americans with disabilities act compliance projects, state fire marshal code compliance projects and improvements to classroom projects for institutions of higher education accounts of the Kansas educational building fund of each regents agency is hereby reappropriated for fiscal year 2022.
- (g) As used in this section, "regents agency" means Fort Hays state university, Kansas state university, Emporia state university, Pittsburg state

university, the university of Kansas, the university of Kansas medical center and Wichita state university.

Sec. 99. During the fiscal years ending June 30, 2018, and June 30, 3 4 2019, notwithstanding any other provision of law to the contrary, no state 5 agency shall expend any moneys appropriated from the state general fund 6 or from any special revenue fund or funds for fiscal year 2018 or 2019 by 7 chapter 104 of the 2017 Session Laws of Kansas, this or any other 8 appropriation act of the 2018 regular session of the legislature to submit or 9 maintain to the United States centers for medicare and medicaid services 10 any request to administer or provide state medicaid services under the Kansas medical assistance program using a capitated managed care 11 12 delivery system in any manner that is substantially different than the 13 manner in which state medicaid services under the Kansas medical 14 assistance program were provided on January 1, 2018, including, but not 15 limited to, imposing any new eligibility requirements or limitations to receive such services, without express prior authorization by an act or 16 17 appropriation act of the legislature: Provided, That any state agency that 18 has submitted such a request to the United States centers for medicare and 19 medicaid services that is not in accordance with this section shall 20 immediately terminate such request: *Provided further*, That no state agency 21 shall enter into any contract for the administration and provision of state 22 medicaid services using a capitated managed care delivery system in 23 violation of this section without express prior authorization by an act or 24 appropriation act of the legislature: And provided further, That the 25 department of health and environment, the Kansas department for aging and disability services and the department of administration shall negotiate 26 27 for contracts to administer state medicaid services using a capitated 28 managed care delivery system that comply with this section, including 29 altering the request for proposal identified by the department of 30 administration as bid event 0005464, opened on October 27, 2017, and 31 closed on January 5, 2018, limited to persons who have submitted a bid in response to bid event 0005464: And provided further, That any such 32 33 contract shall be for a term of three years commencing on the termination 34 date of contracts for the administration and provision of state medicaid 35 services under the Kansas medical assistance program using a capitated 36 managed care delivery system that were in effect on January 1, 2018, and 37 shall not impose any new eligibility requirements or limitations to receive 38 such services that were not in effect on January 1, 2018: And provided 39 further, That the department of health and environment and the Kansas 40 department for aging and disability services shall submit to the United 41 States centers for medicare and medicaid services a request to extend for 42 three years any waiver that was in effect on January 1, 2018, authorizing 43 the state of Kansas to administer state medicaid services under the Kansas

medical assistance program using a capitated managed care delivery system in accordance with this section: Provided, however, That the department of health and environment and the Kansas department for aging and disability services may modify the manner in which state medicaid services were provided on January 1, 2018, by implementing: Any provision of K.S.A. 2017 Supp. 39-709h and 39-709i, and amendments thereto; any policy that expands access to behavioral health services or services delivered through telehealth technology services, if such policy does not impose any new eligibility requirements or limitations to receive state medicaid services that were not in effect on January 1, 2018; and any other action approved by express prior authorization by an act or appropriation act of the legislature.

Sec. 100. (a) For the fiscal years ending June 30, 2018, and June 30, 2019, the director of the budget, in consultation with the director of legislative research, shall certify, at the end of each such fiscal year, the amount of actual tax receipt revenues to the state general fund that is in excess of, or is less than, the amount of estimated tax receipt revenues to the state general fund pursuant to the most recent joint estimate of revenue under K.S.A. 75-6701, and amendments thereto, for such fiscal year, and shall transmit such certification to the director of accounts and reports.

- (b) Upon receipt of such certification, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer such certified excess amount from the state general fund as follows:
- (1) 50% to the budget stabilization fund established by K.S.A. 2017 Supp. 75-6706, and amendments thereto; and
- (2) 50% to the pooled money investment portfolio pursuant to K.S.A. 75-4209(m)(2) and (m)(4), and amendments thereto, to pay in full or in part the amounts to be transferred. Any moneys transferred to the pooled money investment portfolio pursuant to this section shall be credited to the final payment to be made in fiscal year 2024, and each next preceding fiscal year thereafter as moneys are available.
- (c) If the amount of actual tax receipt revenues to the state general fund is less than the amount of estimated tax receipt revenues to the state general fund, then no transfers shall be made pursuant to this section.

{Sec. 101. During the fiscal years ending June 30, 2018, and June 30, 2019, no state agency named in chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature shall expend any moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal years 2018 and 2019 by chapter 104 of the 2017 Session Laws of Kansas, this or any other appropriation act of the 2018 regular session of the legislature to conduct research using tissue from any aborted fetus or to conduct any destructive embryonic research.}

 Sec.—101. {102.} K.S.A. 2017 Supp. 75-2263 is hereby amended to read as follows: 75-2263. (a) Subject to the provisions of subsection (j), the board of trustees is responsible for the management and investment of that portion of state moneys available for investment by the pooled money investment board that is certified by the state treasurer to the board of trustees as being equivalent to the aggregate net amount received for unclaimed property and shall discharge the board's duties with respect to such moneys solely in the interests of the state general fund and shall invest and reinvest such moneys and acquire, retain, manage, including the exercise of any voting rights and disposal of investments of such moneys within the limitations and according to the powers, duties and purposes as prescribed by this section.

- (b) Moneys specified in subsection (a) shall be invested and reinvested to achieve the investment objective which is preservation of such moneys and accordingly providing that the moneys are as productive as possible, subject to the standards set forth in this section. No such moneys shall be invested or reinvested if the sole or primary investment objective is for economic development or social purposes or objectives.
- (c) In investing and reinvesting moneys specified in subsection (a) and in acquiring, retaining, managing and disposing of investments of the moneys, the board of trustees shall exercise the judgment, care, skill, prudence and diligence under the circumstances then prevailing, which persons of prudence, discretion and intelligence acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like aims by diversifying the investments of the moneys so as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so, and not in regard to speculation but in regard to the permanent disposition of similar moneys, considering the probable income as well as the probable safety of their capital.
- (d) In the discharge of such management and investment responsibilities the board of trustees may contract for the services of one or more professional investment advisors or other consultants in the management and investment of such moneys and otherwise in the performance of the duties of the board of trustees under this section.
- (e) The board of trustees shall require that each person contracted with under subsection (d) to provide services shall obtain commercial insurance which provides for errors and omissions coverage for such person in an amount to be specified by the board of trustees. The amount of such coverage specified by the board of trustees shall be at least the greater of \$500,000 or 1% of the funds entrusted to such person up to a maximum of \$10,000,000. The board of trustees shall require a person contracted with under subsection (d) to provide services to give a fidelity

bond in a penal sum as may be fixed by law or, if not so fixed, as may be fixed by the board of trustees, with corporate surety authorized to do business in this state. Such persons contracted with the board of trustees pursuant to subsection (d) and any persons contracted with such persons to perform the functions specified in subsection (b) shall be deemed to be fiduciary agents of the board of trustees in the performance of contractual obligations.

- (f) (1) Subject to the objective set forth in subsection (b) and the standards set forth in subsection (c), the board of trustees shall formulate and adopt policies and objectives for the investment and reinvestment of such moneys and the acquisition, retention, management and disposition of investments of the moneys. Such policies and objectives shall be in writing and shall include:
 - (A) Specific asset allocation standards and objectives;
- (B) establishment of criteria for evaluating the risk versus the potential return on a particular investment; and
- (C) a requirement that all investment advisors, and any managers or others with similar duties and responsibilities as investment advisors, shall immediately report all instances of default on investments to the board of trustees and provide such board of trustees with recommendations and options, including, but not limited to, curing the default or withdrawal from the investment.
- (2) The board of trustees shall review such policies and objectives, make changes considered necessary or desirable and readopt such policies and objectives on an annual basis.
- (g) Except as provided in subsection (d) and this subsection, the custody of such moneys shall remain in the custody of the state treasurer, except that the board of trustees may arrange for the custody of such moneys as it considers advisable with one or more member banks or trust companies of the federal reserve system or with one or more banks in the state of Kansas, or both, to be held in safekeeping by the banks or trust companies for the collection of the principal and interest or other income or of the proceeds of sale. All such moneys shall be considered moneys in the state treasury for purposes of K.S.A. 75-6704, and amendments thereto
- (h) All interest or other income of the investments of the moneys invested under this section, after payment of any management fees, shall be deposited in the state treasury to the credit of the state general fund.
- (i) Subject to the provisions of subsection (j), the state treasurer shall certify to the board of trustees a portion of state moneys available for investment by the pooled money investment board that is equivalent to the aggregate net amount received for unclaimed property. The state treasurer shall transfer the amount certified to the board of trustees. *During fiscal*

years 2018 and 2019, the state treasurer shall not certify or transfer any state moneys available for investment pursuant to this subsection.

- (j) (1) During fiscal year 2017, the board of trustees shall liquidate all investments and reinvestments of state moneys certified by the state treasurer to the board of trustees pursuant to subsection (a).
- (2) Upon receiving any such amounts from any such liquidation, the state treasurer shall remit the entire amount in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury and credit any earnings from the liquidation to the state general fund and credit the principal that had been invested and reinvested to the pooled money investment portfolio.
 - (k) As used in this section:
- (1) "Board of trustees" means the board of trustees of the Kansas public employees retirement system established by K.S.A. 74-4905, and amendments thereto.
- (2) "Fiduciary" means a person who, with respect to the moneys invested under this section, is a person who:
- (A) Exercises any discretionary authority with respect to administration of the moneys;
- (B) exercises any authority to invest or manage such moneys or has any authority or responsibility to do so;
- (C) provides investment advice for a fee or other direct or indirect compensation with respect to such moneys or has any authority or responsibility to do so;
- (D) provides actuarial, accounting, auditing, consulting, legal or other professional services for a fee or other direct or indirect compensation with respect to such moneys or has any authority or responsibility to do so; or
- (E) is a member of the board of trustees or of the staff of the board of trustees.
- Sec.—102. {103.} K.S.A. 2017 Supp. 75-4209 is hereby amended to read as follows: 75-4209. (a) The director of investments may invest and reinvest state moneys eligible for investment which are not invested in accordance with K.S.A. 75-4237, and amendments thereto, in the following investments:
- (1) Direct obligations of, or obligations that are insured as to principal and interest by, the United States of America or any agency thereof and obligations and securities of the United States sponsored enterprises which under federal law may be accepted as security for public funds, on and after the effective date of this act moneys available for investment under this subsection shall not be invested in mortgage-backed securities of such enterprises and of the government national mortgage association, except that any such mortgage-backed securities held prior to the effective date of

this act may be held to maturity;

- (2) repurchase agreements with a bank or a primary government securities dealer which reports to the market reports division of the federal reserve bank of New York for direct obligations of, or obligations that are insured as to principal and interest by, the United States government or any agency thereof and obligations and securities of United States government sponsored enterprises which under federal law may be accepted as security for public funds;
- (3) commercial paper that does not exceed 270 days to maturity and which has received one of the two highest commercial paper credit ratings by a nationally recognized investment rating firm; and
- (4) corporate bonds which have received one of the two highest ratings by a nationally recognized investment rating firm.
- (b) When moneys are available for deposit or investments, the director of investments may invest in SKILL act projects and bonds pursuant to K.S.A. 74-8920, and amendments thereto, and in state agency bonds and bond projects.
- (c) When moneys are available for deposits or investments, the director of investments may invest in preferred stock of Kansas venture capital, inc., under terms and conditions prescribed by K.S.A. 74-8203, and amendments thereto, but such investments shall not in the aggregate exceed a total amount of \$10,000,000.
- (d) When moneys are available for deposits or investments, the director of investments may invest in loans pursuant to legislative mandates, except that not more than the greater of 10% or \$140,000,000 of the state moneys shall be invested. The provisions of this subsection shall not apply to the provisions of subsection (m).
- (e) Interest on investment accounts in banks is to be paid at maturity, but not less than annually.
- (f) Investments made by the director of investments under the provisions of this section shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.
- (g) Investments under subsection (a) or (b) or under K.S.A. 75-4237, and amendments thereto, shall be for a period not to exceed four years, except that linked deposits authorized under the provisions of K.S.A. 2-3703 through 2-3707, and amendments thereto, shall not exceed a period of 10 years; agricultural production loan deposits authorized under the provisions of K.S.A. 2017 Supp. 75-4268 through 75-4274, and amendments thereto, shall not exceed a period of eight years and housing loan deposits authorized under K.S.A. 2017 Supp. 75-4276 through 75-

4282, and amendments thereto, shall not exceed a period of five years or 20 years, as applicable pursuant to K.S.A. 2017 Supp. 75-4279, and amendments thereto.

- (h) Investments in securities under subsection (a)(1) shall be limited to securities which do not have any more interest rate risk than do direct United States government obligations of similar maturities. For purposes of this subsection, "interest rate risk" means market value changes due to changes in current interest rates.
- (i) The director of investments shall not invest state moneys eligible for investment under subsection (a), in the municipal investment pool fund, created under K.S.A. 12-1677a, and amendments thereto.
- (j) The director of investments shall not invest moneys in the pooled money investment portfolio in derivatives. As used in this subsection, "derivatives" means a financial contract whose value depends on the value of an underlying asset or index of asset values.
- (k) Moneys and investments in the pooled money investment portfolio shall be invested and reinvested by the director of investments in accordance with investment policies developed, approved, published and updated on an annual basis by the board. Such investment policies shall include at a minimum guidelines which identify credit standards, eligible instruments, allowable maturity ranges, methods for valuing the portfolio, calculating earnings and yields and limits on portfolio concentration for each type of investment. Any changes in such investment policies shall be approved by the pooled money investment board. Such investment policies may specify the contents of reports, methods of crediting funds and accounts and other operating procedures.
- (1) The board shall adopt rules and regulations to establish an overall percentage limitation on the investment of moneys in investments authorized under subsection (a)(3), and within such authorized investment, the board shall establish a percentage limitation on the investment in any single business entity.
- (m) (1) During the fiscal year ending June 30, 2017, the director of the budget shall estimate on or before June 27, 2017, the amount of the unencumbered ending balance in the state general fund for fiscal year 2017. If the amount of such unencumbered ending balance in the state general fund is less than \$50,000,000, the director of the budget shall certify the difference between \$50,000,000, and the amount of such unencumbered ending balance to the pooled money investment board. Upon the liquidation of all investments and reinvestments of state moneys pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments thereto, and upon receipt of such certification by the director of the budget, during the fiscal year ending June 30, 2017, the pooled money investment board shall authorize the director of accounts and reports to transfer an amount equal

to the amount certified by the director of the budget pursuant to this subsection from the pooled money investment portfolio to the state general fund. Upon receipt of such authorization, the director of accounts and reports shall make such transfer. The chairperson of the pooled money investment board shall transmit a copy of such authorization to the director of legislative research and the director of the budget.

- (2) On or before June 30, 2019, June 30, 2020, June 30, 2021, June 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and reports shall transfer an amount equal to $^{1}/_{6}$ of the amount transferred pursuant to subsection (m)(1) from the state general fund to the pooled money investment portfolio. Any transfer made pursuant to this subsection shall be reduced by the amount of moneys credited to any fiscal year payment pursuant to section 100, and amendments thereto.
- (3) During the fiscal year ending June 30, 2018, after any transfer made pursuant to subsection (m)(1), the pooled money investment board shall authorize the director of accounts and reports to transfer the remaining amount of all investments and reinvestments of state moneys liquidated pursuant to K.S.A. 2017 Supp. 75-2263(j), and amendments thereto, from the pooled money investment portfolio to the state general fund. Upon receipt of such authorization, the director of accounts and reports shall make such transfer. The chairperson of the pooled money investment board shall transmit a copy of such authorization to the director of legislative research and the director of the budget.
- (4) On or before June 30, 2019, June 30, 2020, June 30, 2021, June 30, 2022, June 30, 2023, and June 30, 2024, the director of accounts and reports shall transfer an amount equal to ½ of the amount transferred pursuant to subsection (m)(3) from the state general fund to the pooled money investment portfolio. Any transfer made pursuant to this subsection shall be reduced by the amount of moneys credited to any fiscal year payment pursuant to section 100, and amendments thereto.

Sec.—103. {104.} K.S.A. 2017 Supp. 75-6706 is hereby amended to read as follows: 75-6706. (a) On July 1, 2017, the budget stabilization fund is hereby established in the state treasury.

- (b) On or before the 10th day of each month commencing July 1, 2017, the director of accounts and reports shall transfer from the state general fund to the budget stabilization fund interest earnings based on:
- (1) The average daily balance of moneys in the budget stabilization fund, for the preceding month; and
- (2) the net earnings rate of the pooled money investment portfolio for the preceding month.
 - (c) On and after July 1, 2017, no moneys in the budget stabilization fund shall be expended pursuant to this subsection unless the expenditure either has been approved by an appropriation or other act of the legislature

 or has been approved by the state finance council acting on this matter which is hereby characterized as a matter of legislative delegation and subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments thereto.

- (d) (1) The legislative budget committee shall study and review the policy concerning the balance of, transfers to and expenditures from the budget stabilization fund. The legislative budget committee study and review shall include, but not be limited to, the following:
- (A) Risk-based budget stabilization fund practices utilized in other states.
 - (B) The appropriate number of years to review the state general fund:
 - (i) Revenue variances from projections; and
 - (ii) expenditure variances from budgets.
- (C) The entity to certify the amount necessary in the budget stabilization fund to maintain the appropriate risk-based balance.
 - (D) Plan to fund the budget stabilization fund.
- (E) Process and circumstances to reach the appropriate risk-based balance, including the amount of risk that is acceptable.
- (F) Circumstances under which expenditures may be made from the fund.
- (2) The legislative budget committee may make recommendations and introduce legislation as it deems necessary to implement such recommendations.
- (e) On or before August 15, 2019, the director of the budget, in consultation with the director of legislative research, shall certify the amount of the unencumbered ending balance in the state general fund for fiscal year 2019. Such ending balance shall not include the transfers made pursuant to section 100, and amendments thereto. Upon making such certification, the director of the budget shall authorize the director of accounts and reports to transfer 10% of such ending balance from the state general fund to the budget stabilization fund.

Sec.—104. {105.} K.S.A. 2017 Supp. 79-4804 is hereby amended to read as follows: 79-4804. (a) After the transfer of moneys pursuant to K.S.A. 2017 Supp. 79-4806, and amendments thereto, an amount equal to 85% of the balance of all moneys credited to the state gaming revenues fund shall be transferred and credited to the state economic development initiatives fund. Expenditures from the state economic development initiatives fund shall be made in accordance with appropriations acts for the financing of such programs supporting and enhancing the existing economic foundation of the state and fostering growth through the expansion of current, and the establishment and attraction of new, commercial and industrial enterprises as provided by this section and as may be authorized by law and not less than ½ of such money shall be

distributed equally among the congressional districts of the state. Except as provided by subsection (g), all moneys credited to the state economic development initiatives fund shall be credited within the fund, as provided by law, to an account or accounts of the fund which are created by this section.

- (b) There is hereby created the Kansas capital formation account in the state economic development initiatives fund. All moneys credited to the Kansas capital formation account shall be used to provide, encourage and implement capital development and formation in Kansas.
- (c) There is hereby created the Kansas economic development research and development account in the state economic development initiatives fund. All moneys credited to the Kansas economic development research and development account shall be used to promote, encourage and implement research and development programs and activities in Kansas and technical assistance funded through state educational institutions under the supervision and control of the state board of regents or other Kansas colleges and universities.
- (d) There is hereby created the Kansas economic development endowment account in the state economic development initiatives fund. All moneys credited to the Kansas economic development endowment account shall be accumulated and invested as provided in this section to provide an ongoing source of funds which shall be used for economic development activities in Kansas, including, but not limited to, continuing appropriations or demand transfers for programs and projects which shall include, but are not limited to, specific community infrastructure projects in Kansas that stimulate economic growth.
- (e) Except as provided in subsection (f), the director of investments may invest and reinvest moneys credited to the state economic development initiatives fund in accordance with investment policies established by the pooled money investment board under K.S.A. 75-4232, and amendments thereto, in the pooled money investment portfolio. All moneys received as interest earned by the investment of the moneys credited to the state economic development initiatives fund shall be deposited in the state treasury and credited to the Kansas economic development endowment account of such fund.
- (f) Moneys credited to the Kansas economic development endowment account of the state economic development initiatives fund may be invested in government guaranteed loans and debentures as provided by law in addition to the investments authorized by subsection (e) or in lieu of such investments. All moneys received as interest earned by the investment under this subsection of the moneys credited to the Kansas economic development endowment account shall be deposited in the state treasury and credited to the Kansas economic development

endowment account of the state economic development initiatives fund.

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

Sec.—105. {106.} K.S.A. 2017 Supp. 82a-953a is hereby amended to read as follows: 82a-953a. During each fiscal year, the director of accounts and reports shall transfer \$6,000,000 from the state general fund to the state water plan fund created by K.S.A. 82a-951, and amendments thereto, one-half of such amount to be transferred on July 15 and one-half to be transferred on January 15, except that during the fiscal year ending June 30, 2018, the transfer shall not exceed \$1,200,000 \$1,800,000. On the effective date of this act, the director of accounts and reports shall transfer \$600,000 from the state general fund to the state water plan fund created by K.S.A. 82a-951, and amendments thereto. During the fiscal year ending June 30, 2019, the transfer shall not exceed \$2,500,000. No moneys shall be transferred from the state general fund to the state water plan fund during the fiscal—years year ending—June 30, 2019, and June 30, 2020.

Sec. 106. {107.} Severability. If any provision or clause of this act or application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act that can be given effect without the invalid provision or application, and to this end the provisions of this act are declared to be severable.

Sec. 107. {108.} Appeals to exceed expenditure limitations. (a) Upon written application to the governor and approval of the state finance council, expenditures from special revenue funds may exceed the amounts specified in this act.

(b) This section shall not apply to the expanded lottery act revenues fund, the state economic development initiatives fund, the children's

initiatives fund, the state water plan fund or the Kansas endowment for youth fund, or to any account of any of such funds.

Sec. 108:{109.} If any fund or account name described by words and the numerical accounting code that follows such fund or account name do not match, it shall be conclusively presumed that the legislature intended that the fund or account name described by words is the correct fund or account name, and such fund or account name described by words shall control over a contradictory or incorrect numerical accounting code.

Sec. 109. *{110.}* K.S.A. 2017 Supp. 75-2263, 75-4209, 75-6706, 79-4804 and 82a-953a are hereby repealed.

Sec. 110. {111.} This act shall take effect and be in force from and after its publication in the Kansas register.