

Senate Subcommittee Report

Agency: Postsecondary Education Systemwide

Bill No. 268

Bill Sec. 37-42

Analyst: Morrow

Analysis Pg. No. Vol. II, Pg. 787

Budget Page No. 352-379

| Expenditure Summary | Agency Estimate FY 2021 | Governor Recommendation FY 2021 | Senate Subcommittee Adjustments |
|--------------------------------|--------------------------------|---------------------------------------|---------------------------------------|
| Operating Expenditures: | | | |
| State General Fund | \$ 827,411,872 | \$ 825,091,037 | \$ 0 |
| Other Funds | 2,204,193,191 | 2,204,193,191 | 0 |
| <i>Subtotal</i> | <u>\$ 3,031,605,063</u> | <u>\$ 3,029,284,228</u> | <u>\$ 0</u> |
| Capital Improvements: | | | |
| State General Fund | \$ 607,350 | \$ 607,350 | \$ 0 |
| Other Funds | 146,215,231 | 146,215,231 | 0 |
| <i>Subtotal</i> | <u>\$ 146,822,581</u> | <u>\$ 146,822,581</u> | <u>\$ 0</u> |
| TOTAL | <u>\$ 3,178,427,644</u> | <u>\$ 3,176,106,809</u> | <u>\$ 0</u> |
| FTE positions | 19,001.8 | 19,001.8 | 0.0 |

Agency Estimate

FY 2021 - Current Year. The agencies request a revised estimate of \$3.2 billion, including \$828.0 million from the State General Fund (SGF), in FY 2021. This is an all funds increase of \$81.5 million, or 2.6 percent, and an SGF increase of \$295,724, or less than 0.1 percent, above the approved amount. The all funds increase is primarily due to federal funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act and Governor's Emergency Education Relief (GEER) fund. The SGF increase is due to the supplemental request for the National Guard Scholarship program.

The agencies estimate a revised capital improvements budget of \$146.8 million, including \$607,350 SGF, in FY 2021. This is an all funds increase of \$22.2 million, or 17.8 percent, and an SGF decrease of \$1.7 million, or 74.2 percent, from the approved amount. The all funds increase is due to an overall increase in rehabilitation and repair projects across all campuses. The SGF decrease is due to KUMC not expending SGF for rehabilitation and repair and a decrease in the SGF debt service principal payments.

Governor's Recommendation

The **Governor** concurs with the agencies' revised estimates, with the exception of not recommending the supplemental request for the National Guard scholarship and lapsing the reappropriations for Kansas State University and Pittsburg State University (\$2.0 million). The Governor also concurs with the agencies capital improvements revised estimates.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation in FY 2021.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation in FY 2021.

Senate Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2021.

House Budget Committee Report

Agency: Postsecondary Education Systemwide **Bill No.** HB 2396 **Bill Sec.** 37-42
Analyst: Morrow **Analysis Pg. No.** Vol. II, Pg. 787 **Budget Page No.** 352-379

| Expenditure Summary | Agency Estimate FY 2021 | Governor Recommendation FY 2021 | House Budget Committee Adjustments |
|--------------------------------|----------------------------|------------------------------------|---------------------------------------|
| Operating Expenditures: | | | |
| State General Fund | \$ 827,411,872 | \$ 825,091,037 | \$ 2,100,000 |
| Other Funds | 2,204,193,191 | 2,204,193,191 | 0 |
| <i>Subtotal</i> | <i>\$ 3,031,605,063</i> | <i>\$ 3,029,284,228</i> | <i>\$ 2,100,000</i> |
| Capital Improvements: | | | |
| State General Fund | \$ 607,350 | \$ 607,350 | \$ 0 |
| Other Funds | 146,215,231 | 146,215,231 | 0 |
| <i>Subtotal</i> | <i>\$ 146,822,581</i> | <i>\$ 146,822,581</i> | <i>\$ 0</i> |
| TOTAL | \$ 3,178,427,644 | \$ 3,176,106,809 | \$ 2,100,000 |
| FTE positions | 19,001.8 | 19,001.8 | 0.0 |

Agency Estimate

FY 2021 -□Current Year. The **agencies** request a revised estimate of \$3.2 billion, including \$828.0 million from the State General Fund (SGF), in FY 2021. This is an all funds increase of \$81.5 million, or 2.6 percent, and an SGF increase of \$295,724, or less than 0.1 percent, above the approved amount. The all funds increase is primarily due to federal funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act and Governor's

Emergency Education Relief (GEER) fund. The SGF increase is due to the supplemental request for the National Guard Scholarship program.

The agencies estimate a revised capital improvements budget of \$146.8 million, including \$607,350 SGF, in FY 2021. This is an all funds increase of \$22.2 million, or 17.8 percent, and an SGF decrease of \$1.7 million, or 74.2 percent, from the approved amount. The all funds increase is due to an overall increase in rehabilitation and repair projects across all campuses. The SGF decrease is due to KUMC not expending SGF for rehabilitation and repair and a decrease in the SGF debt service principal payments.

Governor's Recommendation

The **Governor** concurs with the agencies' revised estimates, with the exception of not recommending the supplemental request for the National Guard scholarship and lapsing the reappropriations for Kansas State University and Pittsburg State University (\$2.0 million). The Governor also concurs with the agencies capital improvements revised estimates.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment:

1. Add \$2.1 million, all SGF, for the Excel in Career Technical Education Tuition fund (SB 155) in FY 2021. This addition would result in a total appropriation of \$31.3 million for the program in FY 2021.

House Committee Recommendation

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

1. Add language to require the universities to refund 50.0 percent of tuition (not fees) for each day a class is provided virtually and refund 100.0 percent of tuition (not fees) for each day that class was not taught for those semesters in which the class time was shortened in FY 2021.

Further House Committee Recommendation

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

1. Delete language to require the universities to refund 50.0 percent of tuition (not fees) for each day a class is provided virtually and refund 100.0 percent of tuition (not fees) for each day that class was not taught for those semesters in which the class time was shortened in FY 2021.

Pittsburg State University

1. Add \$400,000, all SGF, to the Polymer Science Program to provide matching funds for a new \$1.6 million federal grant in FY 2021.

House Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2021.

Conference Committee Recommendation (HB 2007)

The **Conference Committee** concurs with the Governor's recommendation with the following adjustments in FY 2021.

Board of Regents

1. Add \$2.1 million, all SGF, for the Excel in Career Technical Education Tuition fund (SB 155) in FY 2021. This addition would result in a total appropriation of \$31.3 million for the program in FY 2021.
1. Add \$10,292,230, all SGF, from the State University Capital Renewal Initiative for deferred maintenance for FY 2022.

Kansas State University

1. Add \$160,080, all SGF, for the KSU Polytechnic campus in FY 2021.

KSU - Extension Systems and Agricultural Research Program

1. Add language to not allow the agency to expend funds to require participants to wear a face covering while participating in any 4-H organization, unit, event, or activity in FY 2021.

Pittsburg State University

1. Add \$400,000, all SGF, to the Polymer Science Program to provide matching funds for a new \$1.6 million federal grant in FY 2021.

Governor's Veto (HB 2007)

The Governor vetoes the following:

1. Delete \$160,080, all SGF, for the KSU Polytechnic campus in FY 2021.
2. Delete the language to not allow the agency to expend funds to require participants to wear a face covering while participating in any 4-H organization, unit, event, or activity for KSU-ESARP in FY 2021.

Omnibus Action (SB 159)

Board of Regents

1. Add language to provide that the Career Technical Education Fund include payment of technical education tuition for adult students pursuing a high school equivalency credential in FY 2021.

University of Kansas

1. Pay \$1,539, all from existing resources in the agency's SGF operating account, for claims against the State of medical expenses for personal injury in FY 2021.

| | Governor's Recommendation FY 2021 | Legislative Action | Legislative Approved FY 2021 | Governor's Veto FY 2021 | Veto Override | Final Legislative Approved FY 2021 |
|-----------------------------|---|-----------------------|------------------------------------|-------------------------------|---------------|---|
| All Funds | | | | | | |
| State Operations | \$ 2,505,075,102 | \$ 560,080 | \$ 2,505,635,182 | \$ 0 | \$ 0 | \$ 2,505,635,182 |
| Aid to Local Units | 209,687,705 | 2,100,000 | 211,787,705 | 0 | 0 | 211,787,705 |
| Other Assistance | 314,361,341 | 0 | 314,361,341 | 0 | 0 | 314,361,341 |
| | | | | | | 3,031,784,228 |
| <i>Subtotal - Operating</i> | <i>\$ 3,029,124,148</i> | <i>\$ 2,660,080</i> | <i>\$ 3,031,784,228</i> | <i>\$ 0</i> | <i>\$ 0</i> | <i>\$ 8</i> |
| Capital Improvements | 146,822,581 | 0 | 146,822,581 | 0 | 0 | 146,822,581 |
| TOTAL | \$ 3,175,946,729 | \$ 2,660,080 | \$ 3,178,606,809 | \$ 0 | \$ 0 | \$ 3,178,606,809 |

State General Fund

| | | | | | | |
|-----------------------------|-----------------------|---------------------|-----------------------|-------------|-------------|-----------------------|
| State Operations | \$ 606,164,393 | \$ 560,080 | \$ 606,724,473 | \$ 0 | \$ 0 | \$ 606,724,473 |
| Aid to Local Units | 185,479,010 | 2,100,000 | 187,579,010 | 0 | 0 | 187,579,010 |
| Other Assistance | 33,287,554 | 0 | 33,287,554 | 0 | 0 | 33,287,554 |
| <i>Subtotal - Operating</i> | <i>\$ 824,930,957</i> | <i>\$ 2,660,080</i> | <i>\$ 827,591,037</i> | <i>\$ 0</i> | <i>\$ 0</i> | <i>\$ 827,591,037</i> |
| Capital Improvements | 607,350 | 0 | 607,350 | 0 | 0 | 607,350 |
| TOTAL | \$ 825,538,307 | \$ 2,660,080 | \$ 828,198,387 | \$ 0 | \$ 0 | \$ 828,198,387 |

| | | | | | | |
|---------------|----------|-----|----------|-----|-----|----------|
| FTE Positions | 19,001.8 | 0.0 | 19,001.8 | 0.0 | 0.0 | 19,001.8 |
|---------------|----------|-----|----------|-----|-----|----------|