Session of 2018

Substitute for HOUSE BILL No. 2365

By Committee on Appropriations

4-26

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 state agencies; authorizing and directing payment of certain claims against the state; 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. 74-4920, 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 be known and may be cited as the omnibus appropriation act of 2018 and shall constitute the omnibus reconciliation spending limit bill for the 2018 regular session of the legislature for purposes 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. (a) The department of corrections is hereby authorized and directed to pay the following amounts from the Hutchinson correctional facility facilities operations account of the state general fund for property lost to the following claimant:
- 32 Earl Harris #47043
- 33 P.O. Box 311
- 34 El Dorado, KS 67042......\$86.90
- 35 (b) The department of corrections is hereby authorized and directed to pay the following amounts from the El Dorado correctional facility –

1	facilities operations account of the state general fund for property lost to
2	the following claimants:
3	Donald C. Young #74516
4	P.O. Box 1568
5	Hutchinson, KS 67504\$54.59
6	(c) The department of corrections is hereby authorized and directed to
7	pay the following amounts from the Lansing correctional facility –
8	facilities operations account of the state general fund for property lost to
9	the following claimants:
10	Alphonso Briscoe #66034
11	P.O. Box 2
12	Lansing, KS 66043
13	Joseph Jones #59134
14	P.O. Box 2
15	Lansing, KS 66043
16	Sec. 3. There is hereby appropriated from the state general fund, as
17	reimbursement for legal costs incurred for sexually violent predator
18	proceedings, the following amount to the following claimants:
19	County Commissioners of Ellis County, KS
20	c/o Donna Maskus, County Clerk
21	Ellis County
22	P.O. Box 720
23	Hays, KS 67601\$2,404.80
24	Johnson County District Court
25	c/o Andre Tyler, Court Administrator
26	100 Kansas Ave.
27	Olathe, KS 66061
28	Sec. 4. The department of revenue is hereby authorized and directed
29	to pay the following amounts from the motor-vehicle fuel tax refund fund,
30	for claims not filed within the statutory filing period prescribed in K.S.A.
31	79-3458, and amendments thereto, to the following claimants:
32	Kenneth R. Criss
33	877 E. Highway K-31
34	Melvern, KS 66510\$344.30
35	Louis E. Davis
36	27600 Spring Valley Rd.
37	Louisburg, KS 66053\$33.00
38	DHS Customs & Border Protect
39	6650 Telecom Dr. Ste #100
40	Indianapolis, IN 46278\$228.83
41	Rick D. Gibson
42	28468 L Rd.
43	Circleville, KS 66416
	,

1	Graham County Highway Dept.
2	P.O. Box 218
3	Hill City, KS 67642\$1,581.14
4	Hesston College
5	P.O. Box 3000
6	Hesston, KS 67062\$47.88
7	J&G Inc.
8	10200 E. Road 170
9	Scott City, KS 67871\$109.32
10	James D. Jones
11	25761 Limit Rd.
12	Winchester, KS 66097\$105.00
13	Larry D. Kehres
14	516 Road R
15	Olpe, KS 66865\$411.70
16	Marvin Kisner
17	2739 S. County Line Rd.
18	Bison, KS 67520\$200.45
19	August Lance Larson
20	3144 Highway 159
21	Nortonville, KS 66060
22	Pennys Concrete Inc.
23	23400 W. 82nd St.
24	Shawnee Mission, KS 66227\$27,172.55
25	Riverside Township
26	5355 S. Woodlawn Blvd.
27	Derby, KS 67037\$103.10
28	Robert F. Robben
29	4402 S 151 st W
30	Wichita, KS 67227\$812.45
31	John R. Strobel
32	31464 N. Highway 59
33	Garnett, KS 66032\$241.92
34	U.S.D. 205 Bluestem
35	625 S. Mill Rd.
36	Leon, KS 67074\$638.71
37	U.S.D. 251 North Lyon County
38	P.O. Box 527
39	Americus, KS 66835
40	U.S.D. 284 Chase County
41	P.O. Box 569
42	Cottonwood Falls, KS 66845\$378.00
43	Wichita Airport Authority

1 2 3	2173 S. Air Cargo Rd. Wichita, KS 67209
4 5	P.O. Box 750075 Topeka, KS 66675\$128.22
6	Robert Winderlin
7	993 Highway 4
8	Scott City, KS 67871\$196.56
9	Stephen Zeller
10	404 East 150 th Rd.
11	Overbrook, KS 66524\$87.96
12	Sec. 5. Fort Hays state university is hereby authorized and directed to
13	pay the following amount from its operating expenditures (including
14	official hospitality) account for reimbursement of medical expenses for
15	personal injury:
16	Kristie A. Cash
17	1133 Parallel Street
18	Atchison, KS 66002\$8,780
19	Sec. 6. The department of health and environment is hereby
20	authorized and directed to pay the following amount from its operating
21	expenditures account for partial reimbursement of expenses related to
22	efforts to become licensed as a home health agency:
23	Shoemaker Home Care, LLC
24	c/o Elwood Shoemaker
25	400 Poyntz Ave.
26	Manhattan, KS 66502
27	Sec. 7. The department of corrections is hereby authorized and
28	directed to pay the following amount from its operating expenditures
29	account for personal injury caused by corrections staff:
30	Deandre Green
31	1445 N. Broadview
32	Wichita, KS 67208
33	Sec. 8. The adjutant general is hereby authorized and directed to pay
34	the following amounts from its operating expenditures account for damage
35 36	to personal property:
30 37	Alan Weis Contracting 241 Cole Street
38	Lindsborg, KS 67456\$1,962.25
39	Snodgrass & Sons Construction Co., Inc.
40	c/o Aaron Snodgrass
41	2700 George Washington Blvd.
42	Wichita, KS 67210\$8,605.00
43	Sec. 9. The Kansas highway patrol is hereby authorized and directed

to pay the following amount from the Kansas highway patrol operations fund for moneys improperly seized to the following claimant:

Barbara Reese

4 1201 N.E. Lime Street

Sec. 10. Emporia state university is hereby authorized and directed to pay the following amount from its operating expenditures (including official hospitality) account for reimbursement of personal property damage:

10 Martin Griffey

11 14493 S. Shadow

Olathe, KS 66061......\$1,257.31

Sec. 11. (a) Except as otherwise provided by this act, the director of accounts and reports is hereby authorized and directed to draw warrants on the state treasurer in favor of the claimants specified in this act, upon vouchers duly executed by the state agencies directed to pay the amounts specified in such sections to the claimants or their legal representatives or duly authorized agents, as provided by law.

(b) The director of accounts and reports shall secure prior to the payment of any amount to any claimant, other than amounts authorized to be paid pursuant to section 4, as motor-vehicle fuel tax refunds or as transactions between state agencies as provided by sections 2 through 10 of this act, a written release and satisfaction of all claims and rights against the state of Kansas and any agencies, officers and employees of the state of Kansas regarding their respective claims.

Sec. 12.

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. 13.

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. 14.

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. 15.

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. 16.

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. 17.

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. 18.

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. 19.

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. 20.

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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 \$1,573,516.
- (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:

Sec. 21.

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:
- Sec. 22.

REAL ESTATE APPRAISAL BOARD

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:

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34 *Provided*, That no expenditures shall be made from the special litigation reserve fund for the fiscal year ending June 30, 2018, except upon the

35 approval of the director of the budget acting after ascertaining that: (1) 36

Unforeseeable occurrence or unascertainable effects of a foreseeable

37 38 occurrence characterize the need for the requested expenditure, and delay

39 until the next legislative session on the requested action would be contrary

40 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

42 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. 23.

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. 24.

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. 25.

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. 26.

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. 27.

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. 28.

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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. 29.

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. 30.

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. 31.

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. 32.

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

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

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

Sec 33

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1	LEGISLATIVE COORDINATING COUNCIL
2	(a) There is appropriated for the above agency from the state general
3	fund for the fiscal year ending June 30, 2019, the following:
4	Legislative coordinating
5	council – operations (422-00-1000-0100)\$33,871
6	Legislative research
7	department – operations (425-00-1000-0103)\$152,642
8	Office of revisor of statutes – operations (579-00-1000-0103)\$471,595
9	Sec. 34.
10	LEGISLATURE
11	(a) There is appropriated for the above agency from the state general
12	fund for the fiscal year ending June 30, 2018, the following:
13	Operations (including official hospitality) (428-00-1000-0103)\$400,000
14	Sec. 35.
15	LEGISLATURE
16	(a) There is appropriated for the above agency from the state general
17	fund for the fiscal year ending June 30, 2019, the following:
18	Operations (including official hospitality) (428-00-1000-0103)\$43,648
19	Legislative information systems (428-00-1000-0300)\$87,778
20	Provided, That any unencumbered balance in the legislative information
21	system account in excess of \$100 as of June 30, 2018, is hereby
22	reappropriated for fiscal year 2019.
23	Sec. 36.
24	DIVISION OF POST AUDIT
25	(a) On the effective date of this act, of the \$2,467,048 appropriated
26	for the above agency for the fiscal year ending June 30, 2018, by section
27	33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
28	general fund in the operations account (including legislative post audit
29	committee) (540-00-1000-0100), the sum of \$192,909 is hereby lapsed.
30	Sec. 37.
31	DIVISION OF POST AUDIT
32	(a) There is appropriated for the above agency from the state general
33	fund for the fiscal year ending June 30, 2019, the following:
34	Operations (including legislative post audit committee) (540-1000-00-
35	0100)\$90,323
36	Sec. 38.
37	GOVERNOR'S DEPARTMENT
38	(a) On July 1, 2018, the provisions of section 36(e) of chapter 104 of
39	the 2017 Session Laws of Kansas are hereby declared to be null and void

the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

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

Sec. 39.

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ATTORNEY GENERAL

- (a) On the effective date of this act, of the \$5,216,867 appropriated 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. 40.

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).
- {(e) Notwithstanding the provisions of K.S.A. 2017 Supp. 75-7c05, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the attorney general 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 to fix, charge and collect a nonrefundable fee for the purpose of obtaining a concealed carry handgun license of \$82.50, if the applicant has not previously been issued a statewide license or if the applicant's license has permanently expired, which fee shall be in the form of two cashier's checks, personal checks or money orders of \$32.50 payable to the sheriff of the county where the applicant resides and \$50 payable to the attorney general; Provided further: That no expenditures shall be made from the state general fund or from any special revenue fund or funds for fiscal year 2019 to increase the license renewal fee of \$25 as set in

K.S.A. 2017 Supp. 75-7c08, and amendments thereto.}

2 Sec. 41.

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STATE TREASURER

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 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 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. 42.

STATE TREASURER

(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 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 seq., and amendments thereto, that are not otherwise reimbursed under any other provision of law.

Sec. 43.

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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. 44.

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.
- (b) On July 1, 2018, the amount of \$2,062,500 authorized by section 44(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the insurance department service regulation fund (331-00-2270-2400) of the insurance department to the state general fund on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby decreased to \$62,500.

Sec. 45.

STATE BOARD OF INDIGENTS' DEFENSE SERVICES

- (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:
- Legal services for prisoners (328-00-1000-0500)
 \$25,000

 Operating expenditures (328-00-1000-0603)
 \$115,485

 Capital defense operations (328-00-1000-0800)
 \$202,619

 Assigned counsel expenditures (328-00-1000-0700)
 \$37,436
- (b) In addition to the other purposes for which expenditures may be made by the state board of indigents' defense services from the moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2018 as authorized by section 52 of chapter 104 of the 2017 Session Laws of Kansas, this act or other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from moneys appropriated from the state general fund or

from any special revenue fund or funds for fiscal year 2018 to classify public defenders based on the level of cases such public defenders are assigned.

Sec. 46.

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STATE BOARD OF INDIGENTS' DEFENSE SERVICES

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

Legal services for prisoners (328-00-1000-0500).......\$25,000

Operating expenditures (328-00-1000-0603)......\$115,485

Capital defense operations (328-00-1000-0800)......\$202,619

Assigned counsel expenditures (328-00-1000-0700).....\$689,335

(b) In addition to the other purposes for which expenditures may be made by the state board of indigents' defense services from the moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 as authorized by section 53 of chapter 104 of the 2017 Session Laws of Kansas, this act or other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 to classify public defenders based on the level of cases such public defenders are assigned.

Sec. 47.

JUDICIAL BRANCH

- (b) During the fiscal year ending June 30, 2019, the justices of the supreme court, judges of the court of appeals, district court judges and district magistrate judges shall receive a 2.5% salary increase, including associated employer contributions.

Sec. 48.

KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM

- (a) On July 1, 2018, notwithstanding the provisions of K.S.A. 38-2102, and amendments thereto, the amount prescribed by K.S.A. 38-2102(d)(4), and amendments thereto, to be transferred on July 1, 2018, by 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.
- (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 and shall have no force and effect.

Sec. 49.

KANSAS HUMAN RIGHTS COMMISSION

(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.

(b) Notwithstanding the provisions of K.S.A. 75-2938, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2018, the above agency is authorized to approve a 5% salary increase, including associated employer contributions, for classified employees who have been continuously employed since July 1, 2012, and who did not receive an increase in salary pursuant to section 177 of chapter 104 of the 2017 Session Laws of Kansas or for any other reason other than one involving a change in the employee's duties or responsibilities: *Provided, however,* That expenditures for salary increases and associated employer contributions authorized by this subsection shall not exceed \$13,005 from the federal fund (058-00-3016-3000) of the Kansas human rights commission.

Sec. 50.

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.
- (b) Notwithstanding the provisions of K.S.A. 75-2938, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2019, the above agency is authorized to expend moneys for salary increases and associated employer contributions authorized by section 38(b), and amendments thereto, in an amount not to exceed \$13,168 from the federal fund (058-00-3016-3000) of the Kansas human rights commission.
- (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:

Sec. 51.

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:

Long-term care ombudsman (173-00-1000-0580).....\$43,837

- (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 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.
- (f) During fiscal year 2018, any unencumbered balance from the state general fund in the judicial center rehabilitation and repair account (173-00-1000-8540) in excess of \$100 as of the effective date of this act, and any unencumbered balance in the capitol complex repair and rehabilitation account (173-00-1000-8170) in excess of \$100 as of the effective date of this act, are hereby reappropriated to the above agency in the rehabilitation and repair for state facilities account (173-00-1000-8500) of the state general fund for fiscal year 2018: *Provided*, That during fiscal year 2018, expenditures from the rehabilitation and repair for state facilities account shall be made on a priority basis for the rehabilitation and repair of the judicial center.
- (g) On the effective date of this act, of the \$4,644,292 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 65(a) of chapter 104 of the 2017 Session Laws of Kansas from the

operating expenditures account (173-00-1000-0200), the sum of \$35,193 is hereby lapsed.

Sec. 52.

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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: Long-term care ombudsman (173-00-1000-0580).....\$39,695
- Rehabilitation and repair for state facilities account (173-00-1000-

8 9

8500).....\$2,049,614 Provided, That during fiscal year 2019, expenditures shall be made on a priority basis for the rehabilitation and repair of the judicial center.

Pay plan equalization......\$1,500,000

- (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 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) On July 1, 2018, the \$73,861 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 180 of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the judicial center rehabilitation and repair account (173-00-1000-8540) is hereby lapsed.
- (g) On July 1, 2018, the \$1,975,753 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 180 of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the capitol complex repair and rehabilitation account (173-00-1000-8170) is hereby lapsed.
- (h) On July 1, 2018, of the \$4,699,654 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 66(a) of chapter 104 of the 2017 Session Laws of Kansas from the operating expenditures account (173-00-1000-0200), the sum of \$2,917 is hereby lapsed.
- (i) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or any special revenue fund or funds for the above agency for fiscal year 2019 by section 66 of 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 the state general fund or from any special revenue fund or funds for fiscal year 2019, for the secretary of administration to conduct a study to determine the benefits of replacing current workers compensation self-insurance fund claims management staff with an experienced third-party administrator to administer the state workers compensation self-insurance fund claims management process: *Provided*, That, as part of such study, the department

 of administration shall issue a request for bids for the administration of the state workers compensation self-insurance fund by a third-party administrator with oversight by the department of administration: *Provided further*, That the secretary of administration shall submit a report on the results of such study to the house of representatives committee on appropriations, the house of representatives committee on general government budget and the senate committee on ways and means on or before January 14, 2019

- (i) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or any special revenue fund or funds for the above agency for fiscal year 2019 by section 66 of 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 the state general fund or from any special revenue fund or funds for fiscal year 2019, for the secretary of administration to conduct a study into all insurance procurement for state agencies: *Provided*, That such study shall be for the purpose of determining the best method to provide a coordinated and costeffective insurance and risk management program for the state, including, but not limited to, whether the establishment of an office of risk management within the department of administration would generate cost savings, operating efficiencies, alignment of risk with controls, strategic risk transfer and enhance claims control and risk management: Provided further. That, as part of such study, the department of administration shall issue a request for bids for a comprehensive risk management entity to oversee procurement of all statewide insurance policies or contracts: And provided further. That the secretary of administration shall submit a report on the results of such study to the house of representatives committee on appropriations, the house of representatives committee on general government budget and the senate committee on ways and means on or before January 14, 2019.
- (k) In addition to the other purposes for which expenditures may be made by the department of administration from the moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2018 or fiscal year 2019 as authorized by section 65 or 66 of chapter 104 of the 2017 Session Laws of Kansas, this act or other appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2018 or fiscal year 2019 to update the previous plans for a capitol complex power plant or energy center: *Provided*, That the above agency shall also implement the selection process for

architectural services pursuant to K.S.A. 75-1253, and amendments thereto, to provide cost estimates to preserve and upgrade the existing energy center of the Docking state office building, to provide for the selective deconstruction of the existing building above grade and to provide for the redevelopment of a renovated Docking state office building: *Provided further*, That expenditures may be made by the above agency from such funds to begin asbestos removal from the Docking state office building: *Provided, however*, That expenditures shall be made by the above agency from such funds to implement the provisions of this proviso in an amount not to exceed \$150,000: *And provided further*, That the above agency shall prepare and submit a report detailing the various options for such building and the updated plans to the joint committee on state building construction, the senate ways and means committee and the house of representatives appropriations committee on or before January 14, 2019. Sec. 53.

OFFICE OF INFORMATION TECHNOLOGY SERVICES

Sec. 54.

OFFICE OF INFORMATION TECHNOLOGY SERVICES

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Sec. 55.

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. 56.

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. 57.

- (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 \$48,685,210.
- (c) On the effective date of this act, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer \$2,632,968 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. 58.

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 increased from \$46.545.716 to \$48.268.528.
- (c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the MSA compliance fund (565-00-2274-2274) of the department of revenue is hereby increased from \$1,333,220 to no limit.
- (d) On July 1, 2018, the amount of \$11,513,742 authorized by section 75(c) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the state highway fund (276-00-4100-4100) of the department of transportation to the division of vehicles operating fund (565-00-2089-2020) of the department of revenue on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby increased to \$12,171,984.

Sec. 59.

DEPARTMENT OF COMMERCE

(a) 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 \$751,154 is hereby lapsed.

- (b) 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.
- (c) 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.
- (d) 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. 60.

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:

- (b) 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.
- (c) On July 1, 2018, 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 \$77,000 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 state economic development initiatives fund (300-00-1900-1100) of the department of commerce to the state general fund is hereby decreased to \$18,200,000.

Sec. 61.

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. 62.

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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.

26 Sec. 63.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

- (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 administration (649-00-1000-0103)........\$2,175 Operating expenditures – veteran services (694-00-1000-0203).....\$10,809
- 32 Operating expenditures Kansas soldiers' home (694-00-1000-
- 33 0403)......\$17,641 34 Operating expenditures – state veterans cemeteries (694-00-1000-
 - 0703).....\$8,646
 - (b) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2018, the following:
- 39 WaKeeney hail storm damage.....\$136,881
- 40 Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and
- amendments thereto, or any other statute, expenditures may be made from
- 42 the WaKeeney hail storm damage account during fiscal year 2018 for capital improvements at the state veterans cemetery in WaKeeney.

(c) On the effective date of this act, of the \$812,050 appropriated for 1 2 the above agency for the fiscal year ending June 30, 2018, by section 3 190(b) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair 4 projects account (694-00-8100-8250), the sum of \$64,800 is hereby 5 6 lapsed. 7 Sec. 64. 8 KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE 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: Operating expenditures – administration (649-00-1000-0103)......\$2,211 11 Operating expenditures – veteran services (694-00-1000-0203).....\$10,991 12 Operating expenditures – Kansas soldiers' home (694-00-1000-13 14 Operating expenditures – state veterans cemeteries (694-00-1000-15 0703)......\$8,792 16 (b) On July 1, 2018, of the \$637,900 appropriated for the above 17 18 agency for the fiscal year ending June 30, 2019, by section 191(b) of 19 chapter 104 of the 2017 Session Laws of Kansas from the state institutions 20 building fund in the soldiers' home rehabilitation and repair projects 21 account (694-00-8100-7100), the sum of \$22,727 is hereby lapsed. 22 (c) 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 23 24 chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair projects 25 26 account (694-00-8100-8250), the sum of \$40,670 is hereby lapsed. 27 (d) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2019, the 28 29 following: 30 Waste disposal.....\$125,000 31 Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and amendments thereto, or any other statute, expenditures may be made from 32 33 the waste disposal account during fiscal year 2019 for the purchase of a 34 waste disposal vehicle. 35 Sec. 65. 36 DEPARTMENT OF HEALTH AND ENVIRONMENT -37 DIVISION OF PUBLIC HEALTH 38 (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 (including official hospitality) 40 - health (264-00-1000-0270)......\$134,258 41 (b) There is appropriated for the above agency from the following 42

special revenue fund or funds for the fiscal year ending June 30, 2018, all

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1 2	moneys now or hereafter lawfully credited to and available in such fund or funds, except that expenditures other than refunds authorized by law shall
3	not exceed the following:
4	CDC multipurpose grant federal fund (264-00-3243-3243)No limit
5	Kansas newborn screening information system
6	maintenance and enhancement
7	federal fund (264-00-3612-3612)No limit
8	Lifting young families toward excellence
9	federal fund (264-00-3627-3627)No limit
10	Campus sexual assault prevention grant – federal fundNo limit
11	Sec. 66.
12	DEPARTMENT OF HEALTH AND ENVIRONMENT –
13	DIVISION OF PUBLIC HEALTH
14	(a) There is appropriated for the above agency from the state general
15	fund for the fiscal year ending June 30, 2019, the following:
16	Operating expenditures (including official hospitality)
17	- health (264-00-1000-0270)\$137,024
18	(b) There is appropriated for the above agency from the children's
19	initiatives fund for the fiscal year ending June 30, 2019, the following:
20	Healthy start (264-00-2000-2105)\$33,066
21	(c) There is appropriated for the above agency from the following
22	special revenue fund or funds for the fiscal year ending June 30, 2019, all
23	moneys now or hereafter lawfully credited to and available in such fund or
24	funds, except that expenditures other than refunds authorized by law shall
25	not exceed the following:
26	CDC multipurpose grant federal fund (264-00-3243-3243)No limit
27	Kansas newborn screening information system
28	maintenance and enhancement
29	federal fund (264-00-3612-3612)No limit
30	Lifting young families toward excellence
31	federal fund (264-00-3627-3627)No limit
32	Campus sexual assault prevention grant – federal fundNo limit
33	Sec. 67.
34	DEPARTMENT OF HEALTH AND
35	ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE
36	(a) There is appropriated for the above agency from the state general
37	fund for the fiscal year ending June 30, 2018, the following:
38	Other medical assistance (264-00-1000-3026)\$64,740,052
39	Wichita center for graduate medical education\$5,900,000
40	(b) On the effective date of this act, the expenditure limitation
41	established for the fiscal year ending June 30, 2018, by section 94(b) of
42	chapter 104 of the 2017 Session Laws of Kansas on the preventive health
43	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 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.
- (g) 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.
- (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 fund 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 may be made by the above agency from such

moneys to modify the manner in which state medicaid services under the Kansas medical assistance program 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. 68.

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)......\$161,847,716

{Provided, That expenditures shall be made from the other medical assistance account during fiscal year 2019 in an amount not to exceed \$556,000 for medicaid reimbursement to emergency medical services providers.}

- (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

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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 to increase medicaid reimbursement rates for hospitals by 4%: *Provided*, That such rate increase shall be reflected in the hospital medicaid fee schedule.

- (f) During the fiscal year ending June 30, 2019, the director of accounts and reports shall transfer an amount certified by the health care access improvement panel established by K.S.A. 2017 Supp. 65-6218, and amendments thereto, from the medical programs fee fund (264-00-2395-0110) of the department of health and environment – division of health care finance to the health care access improvement fund (264-00-2443-2215) of the department of health and environment – division of health care finance: *Provided*, That the health care access improvement panel shall certify such transfer if the department of health and environment – division of health care finance does not verify all income and expenditures from the health care access improvement fund to the satisfaction of the panel: Provided further. That, upon making such certification, the health care access improvement panel shall transmit a copy of such certification to the director of the budget and the director of legislative research: Provided, however. That the department of health and environment – division of health care finance and the health care access improvement panel shall not provide any proprietary data, as determined by the department of health and environment – division of health care finance, to any non-state agency to verify income and expenditures from the health care access improvement fund: And provided, however, That the amount of such transfer shall not exceed \$11,500,000: And 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 the director of accounts and reports shall transfer \$11,500,000 from the medical programs fee fund (264-00-2395-0110) of the department of health and environment – division of health care finance to the health care access improvement fund (264-00-2443-2215) of the department of health and environment division of health care finance: And provided, however, That the aggregate amount of moneys transferred pursuant to this subsection shall not exceed \$11,500,000.
- (g) 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.

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(h) 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 \$2,500,000 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 behavioral health diagnosis 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.

Sec. 69.

DEPARTMENT OF HEALTH AND ENVIRONMENT — DIVISION OF ENVIRONMENT

(a) There is appropriated for the above agency from the special revenue fund or funds for the fiscal year ending June 30, 2018, all moneys now and 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:

EPA multi-purpose grant fund (264-00-3103-3630)......No limit Sec. 70.

DEPARTMENT OF HEALTH AND ENVIRONMENT — DIVISION OF ENVIRONMENT

(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 (including official

hospitality) (264-00-1000-0300)......\$175,000

(b) There is appropriated for the above agency from the special revenue fund or funds for the fiscal year ending June 30, 2019, all moneys now and 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:

EPA multi-purpose grant fund (264-00-3103-3630)......No limit

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

6 treatment program (410-00-1000-0200)......\$2,519,398 7 Osawatomie state hospital – operating

7 Osawatomie state hospital – operating 8 expenditures (494-00-1000-0100)...

expenditures (494-00-1000-0100) \$2,904,176
RSI crisis center base services \$3,576,100
Comcare crisis center base services \$1,300,000
Valeo crisis center base services \$500,000
Salina crisis center base services \$85,000

- (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 \$29,798,009 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 \$36,137,277 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 Larned state hospital operating expenditures account (410-00-1000-0103), the sum of \$3,744,086 is hereby lapsed.
- (e) On the effective date of this act, of the \$33,180,993 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 community mental health centers supplemental funding account (039-00-1000-3001), the sum of \$1,885,000 is hereby lapsed.
- (f) On the effective date of this act, of the \$17,257,484 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 community aid account (039-00-1000-3004), the sum of \$3,576,100 is hereby lapsed.

- (g) 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.
- (h) 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.
- (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 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.
- (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 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.
- (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 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.
- (l) 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.
- (m) 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.
- (n) 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

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department for aging and disability services is hereby decreased from \$1,372,386 to \$1,155,304.

- (o) 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.
- (p) 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

(q) 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 (039-00-3023-3024)...

(r) On the effective date of this act, any unencumbered balance in the Larned state hospital – SPTP reintegration program account (410-00-1000-0400) in excess of \$100 for the fiscal year ending June 30, 2018, is hereby transferred to the Larned state hospital – sexual predator treatment program account (410-00-1000-0200) for fiscal year 2018.

Sec. 72.

KANSAS DEPARTMENT FOR AGING AND DISABILITY SERVICES

28 29 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 30 Nursing facilities regulation (039-00-1000-0710)......\$57.753 31 Nursing facilities regulation – title XIX (039-00-1000-0712)......\$102,673 32 Larned state hospital – sexual predator 33 34 35 Osawatomie state hospital – operating expenditures (494-00-1000-0100)......\$12,528,790 36 RSI crisis center base services......\$3,576,100 37 Comcare crisis center base services.....\$2,100,000 38 39 Valeo crisis center base services.....\$500,000 40 Salina crisis center base services......\$85,000 41 Parsons state hospital – operating expenditures (507-00-1000-0100)......\$793,000 42 Program grants – nutrition – state match (039-00-1000-0280)......\$200,000 43

- Clubhouse model rehabilitation services.....\$500,000 Provided, however, That, if 2018 House Bill No. 2517, or any other legislation that requires the director of accounts and reports to transfer moneys from the lottery operating fund to the clubhouse model program fund, is passed by the legislature during the 2018 regular session of the legislature and enacted into law, then the \$500,000 appropriated by this section from the state general fund in the clubhouse model rehabilitation services account is hereby lapsed.
 - (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 \$24,227,895 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 a uniform percentage rate increase, not based on past cost reports, for nursing facilities.
 - (d) On July 1, 2018, of the \$36,478,239 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Sessions Laws of Kansas from the state general fund in the Larned state hospital operating expenditures account (494-00-1000-0103), the sum of \$251,246 is hereby lapsed.
 - (e) On July 1, 2018, of the \$35,880,993 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Sessions Laws of Kansas from the community mental health centers supplemental funding account (039-00-1000-3001), the sum of \$1,768,800 is hereby lapsed.
 - (f) On July 1, 2018, of the \$17,257,484 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Sessions Laws of Kansas from the community aid account (039-00-1000-3004), the sum of \$3,076,100 is hereby lapsed.
 - (g) 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.

- (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 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.
- (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 Kansas neurological institute fee fund (363-00-2059-2000) of the Kansas department for aging and disability services is hereby increased from \$1,746,245 to \$1,783,822.
- (j) 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 increased from \$3,946,302 to \$4,179,927.
- (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 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.
- (l) 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.
- (m) 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 \$1,110,727.
- (n) There is appropriated for the above agency from the state institutions building fund for the fiscal year ending June 30, 2019, the following:
- 35 Parsons state hospital and training center energy
 - conservation improvement debt service (507-00-8100-8330)......\$9,367
 - (o) 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:
- 42 Opioid abuse treatment & prevention

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- (p) 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 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 to ensure that no crisis center shall receive an amount of moneys from the above agency that is less than the amount that such crisis center received in fiscal year 2018.
- (q) On July 1, 2018, the \$1,888,206 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 Larned state hospital SPTP reintegration program account (410-00-1000-0400), is hereby lapsed.
- (r) In addition to the other purposes for which expenditures may be made by the above agency 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 appropriated from any special revenue fund or funds for fiscal year 2019. not to exceed \$50,000, to continue the mental health task force established by section 99(r) chapter 104 of the 2017 Session Laws of Kansas: Provided, That such task force shall study the following topics: The Kansas mental health delivery system including a prioritization of, or the creation of a strategic plan addressing the recommendations of the report filed on January 8, 2018; ascertaining the total number of psychiatric beds needed to most effectively deliver mental health services in Kansas, working in conjunction with the entity that facilitated the task force's activities in fiscal year 2018; and any other matters relating to mental health services as such task force deems appropriate: Provided further, That such task force shall submit a report on the task force's findings to the senate standing committees on ways and means and public health and welfare and the house of representatives standing committees on appropriations and health and human services on or before January 14, 2019.

Sec. 73.

KANSAS DEPARTMENT FOR CHILDREN AND FAMILIES

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

1	hospitality) (629-00-1000-0013)\$3,103,170
2	Provided, That on or before June 30, 2018, the director of the budget shall
3	certify the amount expended for the protective investigator position to
4	assist with locating missing foster children in fiscal year 2018 for salary
5	and wages, including associated fringe benefits, and travel expenses,
6	communications and supplies: Provided further, That on June 30, 2018, of
7	the amount appropriated for the fiscal year ending June 30, 2018, by this
8	section from the state general fund in the state operations (including
9	official hospitality) account, any amount of the \$31,146 budgeted for such
10	position that is not expended as part of such certified amount is hereby
11	lapsed: And provided further, That if the director of the budget makes any
12	certification under this proviso, the director of the budget shall transmit a
13	copy of such certification to the director of legislative research.
14	Youth services aid and assistance (629-00-1000-7020)\$15,060,000
15	(b) There is appropriated for the above agency from the following
16	special revenue fund or funds for the fiscal year ending June 30, 2018, all
17	moneys now or hereafter lawfully credited to and available in such fund or
18	funds, except that expenditures shall not exceed the following:
19	Project maintenance reserve fund (629-00-2214-0150)No limit
20	Sec. 74.
21	KANSAS DEPARTMENT FOR
22	CHILDREN AND FAMILIES
23	(a) There is appropriated for the above agency from the state general
24	fund for the fiscal year ending June 30, 2019, the following:
25	State operations (including official
26	hospitality) (629-00-1000-0013)\$5,106,919
27	Youth services aid and
28	assistance (629-00-1000-7020)\$20,144,965
29	(b) There is appropriated for the above agency from the children's
30	initiatives fund for the fiscal year ending June 30, 2019, the following:
31	Family preservation (629-00-2000-2413)\$80,745
32	(c) There is appropriated for the above agency from the following
33	special revenue fund or funds for the fiscal year ending June 30, 2019, all
34	moneys now or hereafter lawfully credited to and available in such fund or
35	funds, except that expenditures shall not exceed the following:
36	Project maintenance reserve fund (629-00-2214-0150)No limit
37	Sec. 75.
38	DEPARTMENT OF EDUCATION
39	(a) There is appropriated for the above agency from the state general
40	fund for the fiscal year ending June 30, 2018, the following:
41	KPERS – employer contributions (652-00-1000-0100)\$2,804,000
42	KPERS – employer contributions –
43	USDs (652-00-1000-0110)\$15,257,000

1	State foundation aid (652-00-1000-0820)\$10,322,894
2	Incentive for technical education (652-00-1000-0130)\$55,000
3	(b) On the effective date of this act, of the \$480,920,922 appropriated
4	for the above agency for the fiscal year ending June 30, 2018, by section
5	1(a) of chapter 95 of the 2017 Session Laws of Kansas from the state
6	general fund in the supplemental state aid account (652-00-1000-0840),
7	the sum of \$26,420,922 is hereby lapsed.
8	Sec. 76.
9	DEPARTMENT OF EDUCATION
10	(a) There is appropriated for the above agency from the state general
11	fund for the fiscal year ending June 30, 2019, the following:
12	Juvenile transitional crisis center pilot project\$300,000
13	Provided, That expenditures from the juvenile transitional crisis center
14	pilot project account shall be used by the above agency during fiscal year
15	2019 to develop a regional crisis center pilot project at the Beloit special
16	education cooperative founded on research and evidence-based practices
17	designed to meet the unique social and emotional needs of students
18	identified as at-risk or with disabilities: Provided further, That such project
19	shall provide individualized programming to attain such student's high
20	school diploma and job skills while working through the social skills
21	program: And provided further, That the commissioner of education shall
22	provide an update to the legislature on or before the first day of the 2019
23	regular legislative session on the implementation of the pilot project
24	developed by this proviso.
25	State foundation aid (652-00-1000-0820)
26	KPERS – employer contributions – USDs\$226,147,000
27	KPERS – employer contributions (652-00-1000-0100)\$5,632,000
28	Special education services aid (652-00-1000-0700)
29	Career and technical education transportation\$650,000
30	Operating expenditures (including official
31 32	hospitality) (652-00-1000-0053)\$300,000 <i>Provided</i> , That, in addition to other positions within the department of
33	education as prescribed by law, expenditures shall be made from the
34	operating expenditures (including official hospitality) account to employ
35	two additional employees to review and evaluate school safety and
36	security plans and provide technical assistance to school districts on such
37	plans.
38	(b) There is appropriated for the above agency from the following
39	special revenue fund or funds for the fiscal year ending June 30, 2019, all
40	moneys now or hereafter lawfully credited to and available in such fund or
41	funds, except that expenditures shall not exceed the following:
42	School safety and security grant fund\$5,000,000
43	Provided, That all moneys in the school safety and security grant fund

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expended for fiscal year 2019 shall be matched by the receiving school district on a \$1 for \$1 basis from other moneys of the district: *Provided further*, That all expenditures from the school safety and security grant fund shall be used for the disbursement of grant moneys for school safety and security improvements as approved by the state board of education under this section.

- (c) On July 1, 2018, the director of accounts and reports shall transfer \$5,000,000 from the state general fund to the school safety and security grant fund of the department of education.
- (d) During the fiscal year ending June 30, 2019, in addition to the 10 11 other purposes for which expenditures may be made by the above agency 12 from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 for such agency as authorized 13 by chapter 104 of the 2017 Session Laws of Kansas, this or other 14 15 appropriation act of the 2018 regular session of the legislature, expenditures shall be made by the above agency from such moneys for the 16 17 state board of education to develop and adopt statewide standards for 18 making all public schools and attendance centers operated by school 19 districts in this state safe and secure: Provided, That in developing such 20 standards, the state board of education: (1) Shall consult with the office of 21 the adjutant general, the Kansas bureau of investigation, the department of 22 health and environment, the state fire marshal and any other state agencies 23 as deemed necessary by the state board of education; and (2) may consult 24 with any local agencies and school boards as deemed necessary by the 25 state board of education: *Provided further*, That the standards developed by the state board of education under this subsection shall include, but are not 26 27 limited to: (1) The infrastructure of school buildings and attendance 28 centers operated by school districts in this state, including secured 29 entrances, windows and other facets of the structural integrity of such 30 buildings; (2) security technology to be utilized in such buildings, including, but not limited to, intrusion detection systems and security 31 cameras; (3) communications systems, including, but not limited to, 32 33 systems for interoperability between the school district and law 34 enforcement agencies; and (4) any other systems or facilities the state 35 board of education deems necessary for the safety and security of such 36 buildings: And provided further, That the state board of education shall 37 notify all school districts of the standards adopted under this subsection on 38 or before January 1, 2019: And provided further, That the state board of 39 education shall also provide notice of the adopted standards to those state 40 agencies set forth in this subsection and any other state agencies the state 41 board of education consulted with in developing such standards: And 42 provided further, That to the extent such standards contain emergency or 43 security information or procedures, the state board of education shall

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maintain the confidentiality of such standards when sending notices pursuant to this subsection.

(e) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 for such agency as authorized 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 moneys for the state board of education to develop and adopt statewide standards for school safety and security plans to be adopted by each school district: *Provided*, That in developing such standards, the state board of education: (1) Shall consult with the office of the adjutant general, the Kansas bureau of investigation, the department of health and environment, the state fire marshal and any other state agencies as deemed necessary by the state board of education; and (2) may consult with any local agencies and school boards as deemed necessary by the state board of education: Provided further, That the standards developed by the state board of education under this subsection shall include, but are not limited to: (1) Evaluation of the infrastructure of school buildings and attendance centers for compliance with standards adopted under subsection (d); (2) training of school district employees on school safety and security policies and procedures and conducting student drills on emergency situations; (3) procedures for making notifications to individuals located outside of the school building emergency situations maintaining during and communication with law enforcement agencies and other necessary individuals; (4) procedures for securing school buildings during an emergency situation; (5) procedures for emergency evacuation of school buildings, including evacuation routes and sites; (6) procedures for recovery after an emergency situation ceases; (7) coordination and incorporation of school safety and security plans with existing school district emergency response plans; (8) distribution of school safety and security plans to local law enforcement agencies and emergency management agencies; (9) procedures for ensuring there is accountability for adopting and implementing the school safety and security plan in accordance with this subsection and the standards adopted by the state board of education; and (10) any other policies and procedures the state board of education deems necessary for school safety and security plans: And provided further, That in developing standards for school safety and security plans under this subsection, the state board of education shall identify roles and responsibilities for implementing school safety and security plans at the school district and school building level: And provided further, That the state board of education also shall identify the

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role of local law enforcement agencies and local emergency management agencies when partnering with school districts in the development and implementation of school safety and security plans: And provided further, That the state board of education may consider and utilize any materials. documentation or videos that are available through the United States department of homeland security in developing standards under this subsection: And provided further, That the state board of education shall notify all school districts of the standards adopted under this subsection on or before January 1, 2019: And provided further, That the state board of education shall also provide notice of the adopted standards to those state agencies set forth in this subsection and any other state agencies the state board of education consulted with in developing such standards: And provided further. That to the extent such standards contain emergency or security information or procedures, the state board of education shall maintain the confidentiality of such standards when sending notices pursuant to this subsection.

(f) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 for such agency as authorized 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 moneys to require each school district to adopt a comprehensive school safety and security plan based on the statewide standards adopted by the state board of education under subsections (d) and (e): Provided, That prior to the adoption of a school safety and security plan, each school district shall consult with one or more local law enforcement agencies and local emergency management agencies to review and evaluate: (1) Existing infrastructure of school buildings and attendance centers operated by such school district; and (2) current school district safety and security policies and procedures: *Provided further*, That the local law enforcement agencies and emergency management agencies may provide guidance on improving a school district's building infrastructure or safety and security polices and procedures: And provided further, That the review and evaluation, and any guidance provided as a result thereof, shall be done in accordance with the standards adopted by the state board of education under subsections (d) and (e): And provided further, That upon adoption of a school safety and security plan, the superintendent of the school district shall send a copy of such plan to each local law enforcement agency and emergency management agency the school district consulted with, and shall send a copy to the state board of education: And provided further, That each school district may submit an application to the state board of education

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for a grant of school safety and security improvement moneys: And provided further, That such application shall be submitted in such form and manner as prescribed by the state board of education, and shall include the current school district safety and security policies and procedures and a description of the school safety and security improvements the school district determines to be necessary: And provided further, That school safety and security improvements shall be determined based on the standards adopted by the state board of education under subsections (d) and (e): And provided further, That the state board of education shall review all applications and approve or deny such applications based on whether the applicant school district has demonstrated the necessity of school safety and security improvements: And provided further, That as part of its review of an application, the state board of education may conduct a hearing and provide the applicant school district an opportunity to present testimony as to the necessity of such school safety and security improvements: And provided further, That if the state board of education approves an application, it shall determine the amount of moneys to be disbursed to the applicant school district from the school safety and security grant fund: And provided further, That if the state board of education denies an application, then, within 15 days of such denial, the state board of education shall send written notice of such denial to the superintendent of such school district: And provided further, That all administrative proceedings pursuant to this subsection shall be conducted in accordance with the provisions of the Kansas administrative procedure act: And provided further. That any action by the state board of education pursuant to this subsection shall be subject to review in accordance with the Kansas judicial review act.

(g) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2019 for such agency as authorized by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from such moneys for school districts to provide firearm safety education programs for the purposes of promoting the safety and protection of students and emphasizing how students should respond when encountering a firearm: Provided, That the state board of education shall establish curriculum guidelines for a standardized firearm safety education program: Provided further, That such guidelines shall include, but not be limited to, accident prevention and: (1) For students enrolled in kindergarten and grades one through five, shall be based on the eddie eagle gunsafe program offered by the national rifle association or any other evidence-based program or any

successor program; (2) for students enrolled in grades six, seven and eight, shall be based on the eddie eagle gunsafe program offered by the national rifle association or any successor program, the hunter education in our schools program offered by the Kansas department of wildlife, parks and tourism or any successor program, or any other evidence-based program or any successor program; and (3) for students enrolled in grades nine through 12, shall be based on the hunter education in our schools program offered by the Kansas department of wildlife, parks and tourism or any successor program, or any other evidence-based program or any successor program: *And provided further*, That if a board of education of a school district elects to provide firearm safety education, such instruction shall be in accordance with the accident prevention guidelines and guidelines established in paragraphs (1), (2) and (3).

- (h) In addition to the other purposes for which expenditures may be made by the above agency from the moneys appropriated from the state general fund or any special revenue fund or funds for fiscal year 2018 and fiscal year 2019 for such state agency as authorized 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 such agency from moneys appropriated from the state general fund or any special revenue fund or funds for fiscal year 2018 and fiscal year 2019 for the commissioner of education to require each school district during fiscal year 2018 and fiscal year 2019 to prominently display on such school district's internet website the report on school district funding required by K.S.A. 2017 Supp. 72-5171, and amendments thereto.
- (i) 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

30 Early childhood block grant autism

32 Communities aligned in early development

33 and education.......\$1,000,000 34 (i) On July 1, 2018, the amount of \$24,150,000 authorized by section

- (j) On July 1, 2018, the amount of \$24,150,000 authorized by section 2(b) of chapter 95 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 general state aid transportation weighting state highway fund (652-00-2222-2222) of the department of education on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, is hereby decreased to \$11,250,000.
- (k) The director of accounts and reports shall not make the transfer of \$2,500,000 from the state highway fund of the department of transportation to the special education transportation weighting state

highway fund (652-00-2223-2223) of the department of education that was authorized to be made on July 1, 2018, October 1, 2018, January 1, 2019, and April 1, 2019, by section 2(b) of chapter 95 of the 2017 Session Laws of Kansas and, on July 1, 2018, the provisions of section 2(b) of chapter 95 of the 2017 Session Laws of Kansas that provide for such transfers are hereby declared to be null and void and shall have no force and effect.

- (l) The director of accounts and reports shall not make the transfer of \$650,000 from the state highway fund of the department of transportation to the career and technical education transportation state highway fund (652-00-2139-2139) of the department of education that was authorized to be made on July 1, 2018, by section 2(b) of chapter 95 of the 2017 Session Laws of Kansas and, on July 1, 2018, the provisions of section 2(b) of chapter 95 of the 2017 Session Laws of Kansas that provide for such transfer is hereby declared to be null and void and shall have no force and effect.
- (m) 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. 77.

STATE HISTORICAL SOCIETY

(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 2017 Session Laws of Kansas on expenditures from the heritage trust fund (288-00-7379-7600) of the state historical society for state operations is hereby increased from \$56,244 to \$57,476.

Sec. 78.

Sec. 79.

FORT HAYS STATE UNIVERSITY

(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 (including

official hospitality) (246-00-1000-0013)	\$495,040
Master's-level nursing capacity (246-00-1000-0100)	\$62
Kansas wetlands education center at	
Cheyenne bottoms (246-00-1000-0200)	\$3,942
Kansas academy of math and	
science (246-00-1000-0300)	\$11,001

KANSAS STATE UNIVERSITY

(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

1	funds, except that expenditures shall not exceed the following:
2	Electrical distribution system project fund (367-00-8001-8318)No limit
3	Salina project fund (367-00-2062-2000)No limit Sec. 80.
5	KANSAS STATE UNIVERSITY
6	(a) There is appropriated for the above agency from the state general
7	fund for the fiscal year ending June 30, 2019, the following:
8	Operating expenditures (including official
9	hospitality) (367-00-1000-0003)\$1,432,113
10	Midwest institute for comparative stem
11	cell biology (367-00-1000-0170)
12	Global food systems (367-00-1000-0190)
13	Kansas state university polytechnic
14	campus (367-00-1000-0150)\$93,132
15	(b) There is appropriated for the above agency from the following
16	special revenue fund or funds for the fiscal year ending June 30, 2019, all
17	moneys now or hereafter lawfully credited to and available in such fund or
18	funds, except that expenditures shall not exceed the following:
19	Electrical distribution system project fund (367-00-2520-2080)No limit
20	Salina project fund (367-00-2062-2000)No limit
21	Sec. 81.
22	KANSAS STATE UNIVERSITY EXTENSION SYSTEMS
23	AND AGRICULTURE RESEARCH PROGRAMS
24	(a) There is appropriated for the above agency from the state general
25	fund for the fiscal year ending June 30, 2019, the following:
26	Cooperative extension service (including official
27	hospitality) (369-00-1000-1020)\$256,937
28	Agricultural experiment stations (including official
29	Agricultural experiment stations (including official hospitality) (369-00-1000-1030)\$419,468
30	Sec. 82.
31	KANSAS STATE UNIVERSITY
32	VETERINARY MEDICAL CENTER
33	(a) There is appropriated for the above agency from the state general
34	fund for the fiscal year ending June 30, 2019, the following:
35	Operating expenditures (including official
36	hospitality) (368-00-1000-5003)
37	Operating enhancement (368-00-1000-5023)\$75,525
38	Sec. 83.
39	EMPORIA STATE UNIVERSITY
40	(a) There is appropriated for the above agency from the following
41	special revenue fund or funds for the fiscal year ending June 30, 2018, all
42	moneys now or hereafter lawfully credited to and available in such fund or
43	funds, except that expenditures shall not exceed the following:
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1	Abigail Morse hall and the
2	residential life residence
3	project fund (379-00-5650-5120)
4	Sec. 84.
5	EMPORIA STATE UNIVERSITY
6	(a) There is appropriated for the above agency from the state general
7	fund for the fiscal year ending June 30, 2019, the following:
8	Department of nursing\$535,000
9	Operating expenditures (including official
10	hospitality) (379-00-1000-0083)\$424,508
11	Reading recovery program (379-00-1000-0100)\$2,868
12	Nat'l Board Cert/Future Teacher
13	Academy (379-00-1000-0200)\$1,748
14	(b) There is appropriated for the above agency from the following
15	special revenue fund or funds for the fiscal year ending June 30, 2019, all
16	moneys now or hereafter lawfully credited to and available in such fund or
17	funds, except that expenditures shall not exceed the following:
18	Abigail Morse hall and the
19	residential life residence
20	project fund (379-00-5650-5120)
21	Sec. 85.
22	PITTSBURG STATE UNIVERSITY
23	(a) There is appropriated for the above agency from the state general
24	fund for the fiscal year ending June 30, 2019, the following:
25	Operating expenditures (including official
26	hospitality) (385-00-1000-0063)\$487,669
27	School of construction (385-00-1000-0200)\$10,513
28	Polymer science program (385-00-1000-0300)\$14,042
29	Sec. 86.
30	UNIVERSITY OF KANSAS
31	(a) There is appropriated for the above agency from the state general
32	fund for the fiscal year ending June 30, 2018, the following:
33	Geological survey (682-00-1000-0170)\$8,198
34	(b) On the effective date of this act, of the \$122,379,585 appropriated
35	for the above agency for the fiscal year ending June 30, 2018, by section
36	129(a) of chapter 104 of the 2017 Session Laws of Kansas from the state
37	general fund in the operating expenditures (including official hospitality)
38	account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed.
39	(c) There is appropriated for the above agency from the following
40	special revenue fund or funds for the fiscal year ending June 30, 2018, all
41	moneys now or hereafter lawfully credited to and available in such fund or
42	funds, except that expenditures shall not exceed the following:
43	2017A – refunding fund
75	201711 Tetungnig tung

Sec. 90.

Sec. 87. 1 2 UNIVERSITY OF KANSAS 3 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 4 Operating expenditures (including official 5 hospitality) (682-00-1000-0023)......\$1,958,452 6 7 Umbilical cord matrix project (682-00-1000-0370).....\$1,970 Geological survey (682-00-1000-0170)......\$99,406 8 (b) On July 1, 2018, of the \$123,932,492 appropriated for the above 9 agency for the fiscal year ending June 30, 2019, by section 130(a) of 10 chapter 104 of the 2017 Session Laws of Kansas from the state general 11 12 fund in the operating expenditures (including official hospitality) account (682-00-1000-0023), the sum of \$8,198 is hereby lapsed. 13 (c) There is appropriated for the above agency from the following 14 special revenue fund or funds for the fiscal year ending June 30, 2019, all 15 moneys now or hereafter lawfully credited to and available in such fund or 16 funds, except that expenditures shall not exceed the following: 17 18 Earth, energy, and environment center 19 20 21 22 Sec. 88. 23 UNIVERSITY OF KANSAS MEDICAL CENTER 24 (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 25 26 from the rural health bridging psychiatry fund (683-00-2218-2218) to the 27 psychiatry medical loan repayment fund (683-00-7233-7233). Sec. 89. 28 29 UNIVERSITY OF KANSAS MEDICAL CENTER 30 (a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 31 Operating expenditures (including official 32 33 34 Medical scholarships and loans (683-00-1000-0600)......\$67,695 35 36 Midwest stem cell therapy center (683-00-1000-0800)......\$11,586 37 Rural health bridging (683-00-1000-1010)......\$2,111 38 (b) On July 1, 2018, or as soon thereafter as moneys are available, the 39 director of accounts and reports shall transfer \$970,000 from the rural 40 health bridging psychiatry fund (683-00-2218-2218) to the psychiatry 41 42 medical loan repayment fund (683-00-7233-7233).

1	WICHITA STATE UNIVERSITY
2	(a) There is appropriated for the above agency from the following
3	special revenue fund or funds for the fiscal year ending June 30, 2018, all
4	moneys now or hereafter lawfully credited to and available in such fund or
5	funds, except that expenditures shall not exceed the following:
6	Parking garage project fund (715-00-5148-5000)
7	2016J – refunding fund
8	Sec. 91.
9	WICHITA STATE UNIVERSITY
10	(a) There is appropriated for the above agency from the state general
11	fund for the fiscal year ending June 30, 2019, the following:
12	Operating expenditures (including
13	official hospitality) (715-00-1000-0003)\$964,886
14	Technology transfer facility (715-00-1000-0005)\$17,562
15	Aviation infrastructure (715-00-1000-0010)\$1,758,708
16	Aviation research (715-00-1000-0015)\$5,081,288
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	Parking garage project fund (715-00-5148-5000)No limit
22	Sec. 92.
23	STATE BOARD OF REGENTS
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. 93.
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	Operating expenditures (including
32	official hospitality) (561-00-1000-0103)\$89,674
33	Midwest higher education
34	commission (561-00-1000-0250)
35	State scholarship program (561-00-1000-4300)\$37,967
36	Kansas work-study program (561-00-1000-2000)\$25,089
37	ROTC service scholarships (561-00-1000-4600)\$5,018
38	Military service scholarships (561-00-1000-1310)\$20,071
39	Teachers scholarship
40	program (561-00-1000-0800)\$200,712
41	Nursing student scholarship
42	program (561-00-1000-4100)
43	Municipal university operating

1	grant (561-00-1000-1010)
2	Adult basic education (561-00-1000-0900)\$29,244
3	Postsecondary tiered technical education
4	state aid (561-00-1000-0760)
5	Non-tiered course credit
6	hour grant (561-00-1000-0550)\$1,392,366
7	Technology equipment at community colleges
8	and Washburn university (561-00-1000-0500)\$7,998
9	Vocational education capital
10	outlay aid (561-00-1000-0310)\$1,437
11	Tuition waivers (561-00-1000-1650)\$10,036
12	Nurse educator grant
13	program (561-00-1000-4120)\$35,125
14	Nursing faculty and supplies grant
15	program (561-00-1000-4130)\$35,871
16	Postsecondary technical education
17	authority (561-00-1000-0750)\$399
18	Kansas distinguished scholarship
19	program (561-00-1000-4310)\$5,018
20	Tuition for technical education (561-00-1000-0120)\$8,300,000
21	National guard education assistance (561-00-1000-1300)\$2,129,131
22	(b) If the amount of moneys appropriated for the above agency for
23	the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session
24	Laws of Kansas, this or other appropriation act of the 2018 regular session
25	of the legislature, in the postsecondary tiered technical education state aid
26	account (561-00-1000-0760) is \$58,300,000 or greater, then the difference
27 28	between the amount of moneys appropriated for the fiscal year 2019 and \$58,300,000 shall be distributed based on each eligible institution's
28 29	calculated gap, according to the postsecondary tiered technical education
30	state aid act, K.S.A. 2017 Supp. 71-1801 through 71-1810, and
31	amendments thereto, as determined by the state board of regents:
32	Provided, That if the amount of moneys appropriated for the above agency
33	for fiscal year 2019 is less than \$58,300,000, then each eligible institution
34	shall receive an amount of moneys proportionally adjusted to equal the
35	amount of moneys such eligible institution received in fiscal year 2016:
36	And provided further, That on July 1, 2018, the provisions of the proviso to
37	the appropriation of moneys in the postsecondary tiered technical
38	education state aid account of the state board of regents in section 136(a)
39	of chapter 104 of the 2017 Session Laws of Kansas is hereby declared to
40	be null and void and shall have no force and effect.
41	(c) Notwithstanding the provisions of K.S.A. 2017 Supp. 74-32,182,
42	and amendments thereto, on July 1, 2018, or as soon thereafter as moneys
43	are available, the director of accounts and reports shall transfer \$535,000
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from the private and out-of-state postsecondary educational institution fee fund (561-00-2614-2610) of the above agency to the state general fund.

Sec. 94

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. 95.

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Sec. 96.

DEPARTMENT OF CORRECTIONS

13 There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following: 14 Operating expenditures (521-00-1000-0603)......\$5,876,024 15 16 Topeka correctional facility – facilities 17 Hutchinson correctional facility – facilities 18 19 operations (313-00-1000-0303).....\$1,463,428 Lansing correctional facility – facilities 20 21 operations (400-00-1000-0303)......\$1,579,404 22 Ellsworth correctional facility – facilities 23 operations (177-00-1000-0303)......\$616,036 24 Winfield correctional facility – facilities operations (712-00-1000-0303)......\$561,234 25 Norton correctional facility – facilities 26 27 operations (581-00-1000-0303)......\$742,893 28 El Dorado correctional facility – facilities operations (195-00-1000-0303).....\$1,899,076 29 Larned correctional mental health facility – facilities 30 31 operations (408-00-1000-0303)......\$586,194 Kansas juvenile correctional complex – facilities 32 33 operations (352-00-1000-0303).....\$533,007

ADJUTANT GENERAL

(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 (034-00-1000-0053).......\$499,526

Provided, That on or before June 30, 2018, the director of the budget shall certify that the above agency hired to fill a national bio and agro-defense

facility planner position, a structural craftsman position, an electrical systems craftsman position, a pavement/grounds craftsman position and a

43 custodian position during fiscal year 2018: Provided, however, That if the

above agency did not hire to fill any such position during fiscal year 2018. the director of the budget shall certify the amount budgeted for each such unfilled position: *Provided further*. That on June 30, 2018, of the amount appropriated for the fiscal year ending June 30, 2018, by this section from the state general fund in the operating expenditures account, an amount equal to such certified amount is hereby lapsed: And provided further. That if the director of the budget makes any certification under this proviso, the director of the budget shall transmit a copy of such certification to the director of legislative research. Disaster relief (034-00-1000-0200)......\$1,663,979 Rehabilitation and repair projects (034-00-1000-8000)......\$23,565 Sec. 97.

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:

Rehabilitation and repair projects (034-00-1000-8000)......\$48,038 Sec. 98.

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. 99.

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 increased from \$52,236,578 to \$52,332,772.60.
- (b) On the effective date of this act, the amount of \$12,998,317.75 authorized by section 144(d) 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 of the department of transportation to the Kansas highway patrol operations fund (280-00-2034-1100) of the Kansas

 highway patrol on April 1, 2018, is hereby increased to \$13,010,151.35.

(c) On the effective date of this act, or as soon thereafter as moneys are available, notwithstanding the provisions of K.S.A. 68-416, and amendments thereto, or any other statute, the director of accounts and reports shall transfer \$250,000 from the state highway fund of the department of transportation to the Kansas highway patrol operations fund (280-00-2034-1100) of the Kansas highway patrol for the purpose of acquiring a use-of-force training simulator for the Kansas highway patrol training academy: *Provided, however*, That if the Kansas highway patrol uses any grants to acquire such training simulator, the amount of the transfer authorized by this subsection shall be reduced by an amount equal to the aggregate amount of any such grants.

Sec. 100.

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.

Sec. 101.

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. 102.

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. 103.

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. 104.

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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. 105.

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:

Riparian and wetland program (046-00-1800-1260)......\$281,312 Sec. 106.

KANSAS DEPARTMENT OF AGRICULTURE

- (b) On July 1, 2018, of the \$1,050,980 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 155(f) of chapter 104 of the 2017 Session Laws of Kansas from the state economic development initiatives fund in the agricultural marketing program account (046-00-1900-1110), the sum of \$62,334 is hereby lapsed.

Sec. 107.

STATE FAIR BOARD

(a) In addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from the state general fund or from any special revenue fund or funds of the above agency 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 renovate the bison arena on the state fairgrounds: *Provided*, That such capital improvement project is hereby approved for the state fair board for the purposes of K.S.A. 74-8905(b), and amendments thereto, and the authorization of the issuance of bonds by the Kansas development finance

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authority in accordance with that statute: Provided further, That the state 2 fair board may make expenditures from the moneys received from the 3 issuance of any such bonds for such capital improvement project: And 4 provided further. That expenditures from the moneys received from the issuance of any such bonds for such capital improvement project shall not 6 exceed \$1,700,000 plus all amounts required for costs of bond issuance, 7 costs of interest on the bonds issued for such capital improvement project, 8 credit enhancement costs and any required reserves for the payment of 9 principal and interest on the bonds: And provided further, That all moneys received from the issuance of any such bonds shall be deposited and 10 accounted for as prescribed by applicable bond covenants: And provided 12 further, That debt service for any such bonds for such capital improvement project shall be financed by appropriations from the state fair capital 13 14 improvements fund (373-00-2533-2500): And provided further, That any 15 such bonds and interest thereon shall be an obligation only of the Kansas 16 development finance authority, shall not constitute a debt of the state of Kansas within the meaning of section 6 or 7 of article 11 of the 17 18 constitution of the state of Kansas and shall not pledge the full faith and 19 credit or the taxing power of the state of Kansas: *Provided, however,* That 20 if 2018 Senate Bill No. 415, or any other legislation that authorizes the crediting of state sales tax revenues from the sale of tangible personal 22 property at retail while on the Kansas state fairgrounds to the state fair 23 capital improvements fund is not passed by the legislature during the 2018 24 regular session and enacted into law, then on July 1, 2018, the provisions 25 of this subsection are hereby declared to be null and void and shall have no 26 force and effect. 27

Sec 108

KANSAS WATER OFFICE

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

Milford lake watershed regional conservation

partnership program.....\$200,000 Sec. 109.

KANSAS WATER OFFICE

(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

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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

- (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:

Milford lake watershed regional conservation

15	partnership program\$200,000
16	Provided, That any unencumbered balance in the Milford lake watershed
17	regional conservation partnership program account in excess of \$100 as of
18	June 30, 2018, is hereby reappropriated for fiscal year 2019.
19	Best management practices implementation\$900,000
20	Streambank stabilization (709-00-1800-1265)\$800,000
21	Provided, That any unencumbered balance in the streambank stabilization
22	account in excess of \$100 as of June 30, 2018, is hereby reappropriated for
23	fiscal year 2019.
24	Milford and Marion reservoirs harmful algae bloom pilot\$450,000
25	Irrigation technology\$300,000
26	Water vision education\$250,000
27	Water conservation area coordination\$175,000
28	Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
29	amendments thereto, or any other statute, during the fiscal year ending
30	June 30, 2019, expenditures may be made from the water conservation
31	area coordination account of the state water plan fund by the above agency
32	for salaries and wages, and associated fringe benefits, for water
33	conservation area coordinators.
34	Crop research – sorghum\$150,000
35	Reservoir bathymetric surveys and
36	biological research (709-00-1800-1275)\$150,000
37	<i>Provided.</i> That any unencumbered balance in the reservoir bathymetric

Provided, That any unencumbered balance in the reservoir bathymetric
 surveys and biological research account in excess of \$100 as of June 30,

39 2018, is hereby reappropriated for fiscal year 2019.

40 Streambank stabilization effectiveness research.....\$100,000 41 Harmful algae bloom research.....\$100,000

42 Technical assistance to water users (709-00-1800-1200)...........\$100,000

43 Water technology farms......\$100,000

1	Water resource planner\$100,000
2	Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
3	amendments thereto, or any other statute, during the fiscal year ending
4	June 30, 2019, expenditures may be made from the water resource planner
5	account of the state water plan fund by the above agency for salaries and
6	wages, and associated fringe benefits, for a water resource planner.
7	Kansas river alluvial aquifer observation
8	well network (709-00-1800-1270)\$50,000
9	Provided, That any unencumbered balance in the Kansas river alluvial
10	aquifer observation well network account in excess of \$100 as of June 30,
11	2018, is hereby reappropriated for fiscal year 2019.
12	Equus Beds aquifer chloride plume pilot\$50,000
13	Santa Fe lake restoration and repair\$25,000
14	Sec. 110.
15	KANSAS DEPARTMENT OF

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 \$32,231,161.
- (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) During the fiscal year ending June 30, 2018, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from any special revenue fund or funds for

fiscal year 2018, from which expenditures may be made for salaries and wages, as authorized by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature, expenditures may be made by the above agency from such moneys appropriated from any special revenue fund or funds for fiscal year 2018, from which expenditures may be made for salaries and wages, for progression within the existing pay structure for natural resource officers of the Kansas department of wildlife, parks and tourism: *Provided*, however, That notwithstanding the provisions of K.S.A. 75-2935, and amendments thereto, or any other statute, the secretary of wildlife, parks and tourism shall not require such officer to transfer into the unclassified service in order to progress within the existing pay structure pursuant to this subsection.

Sec. 111.

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 \$9,769,845.
- (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) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from any special revenue fund or funds for fiscal year 2019, from which expenditures may be made for salaries and wages, as authorized by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the

legislature, expenditures may be made by the above agency from such moneys appropriated from any special revenue fund or funds for fiscal year 2019, from which expenditures may be made for salaries and wages, for progression within the existing pay structure for natural resource officers of the Kansas department of wildlife, parks and tourism: *Provided, however,* That notwithstanding the provisions of K.S.A. 75-2935, and amendments thereto, or any other statute, the secretary of wildlife, parks and tourism shall not require such officer to transfer into the unclassified service in order to progress within the existing pay structure pursuant to this subsection.

Sec. 112.

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DEPARTMENT OF TRANSPORTATION

- (a) On the effective date of this act, notwithstanding the provisions of K.S.A. 68-2320, and amendments thereto, or any other statute, regarding the \$400,000,000 limitation on the issuance of bonds pursuant to section 163(j) and 164(j) of chapter 104 of the 2017 Session Laws of Kansas for fiscal year 2018 and fiscal year 2019, any remaining authority to issue bonds pursuant to section 163(j) and 164(j) of chapter 104 of the 2017 Session Laws of Kansas for fiscal year 2018 and fiscal year 2019 shall be limited to \$200,000,000 of the net proceeds of the bonds issued pursuant to such sections and not the principal amount of the bond issuance.
- (b) Notwithstanding the provisions of K.S.A. 2017 Supp. 68-2314b. and amendments thereto, or any other statute, in addition to the other purposes for which expenditures may be made by the above agency from the moneys appropriated from any special revenue fund or funds for fiscal year 2018 and fiscal year 2019 for such state agency as authorized 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 such agency from moneys appropriated from any special revenue fund or funds for fiscal year 2018 and fiscal year 2019 for the secretary of transportation to review the 23 transportation works for Kansas projects that have been delayed: Provided, That the secretary shall meet with the local government officials concerning such delayed projects to confirm such project continues to be such local government's priority project: Provided, however, That if such local government's priority project has changed, the secretary shall allow such new priority project to be included in the transportation works for Kansas projects: And provided further, That upon finalizing the 23 transportation works for Kansas projects, the secretary shall implement the construction, improvement and reconstruction of such transportation works for Kansas projects in the most cost effective manner to maximize savings: And provided further, That for the purposes of requesting and accepting bids for the projects for such maximized savings, the secretary shall combine not

more than six projects into one bid: *And provided further*, That the secretary shall provide an update to the legislature on or before the first day of the 2019 regular legislative session on the implementation of the transportation works for Kansas projects required by this subsection.

Sec. 113.

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. 114.

STATE FINANCE COUNCIL

(a) On July 1, 2018, of the \$12,200,000 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 178(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. 115. (a) Notwithstanding the provisions of sections 198(b), 199(b), 200(b), 201(b), 202(b), 203(b), 204(b), 205(b), 206(c), 207(c), 208(b), 209(b), 210(b), 211(b), 252(a)(2) and 252(b)(2) of chapter 104 of the 2017 Session Laws of Kansas, during the fiscal year ending June 30, 2018, and during the fiscal year ending June 30, 2019, any regents agency may make expenditures from 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 any regents agency of moneys transferred to such account by the state board of regents, including any unencumbered balance in any account of the Kansas educational building fund of any regents agency.

- (b) The provisions of sections 198(b), 199(b), 200(b), 201(b), 202(b), 203(b), 204(b), 205(b), 206(c), 207(c), 208(b), 209(b), 210(b), 211(b), 252(a)(2) and 252(b)(2) of chapter 104 of the 2017 Session Laws of Kansas that limit expenditures of unencumbered balances in such accounts during the fiscal year ending June 30, 2018, and during the fiscal year ending June 30, 2019, are hereby declared to be null and void and shall have no force and effect.
- (c) 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. 116. (a) For the fiscal years ending June 30, 2018, June 30, 2019, and June 30, 2020, {June 30, 2021, and June 30, 2022,} 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) For the fiscal years ending June 30, -2018 {2020}, and June 30, 2019{2021}:
- (A) 50% to the budget stabilization fund established by K.S.A. 2017 Supp. 75-6706, and amendments thereto; and
- (B) 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; and
 - (2) for the fiscal year ending June 30, 2020 **(2022)**:
 - (A) 50% to the budget stabilization fund; and
- (B) 50% to the Kansas public employees retirement fund to be applied to the payment, in full or in part, of the unfunded actuarial pension liability as directed by the Kansas public employees retirement system.
- (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. 117. During the fiscal years ending June 30, 2018, June 30, 2019, and June 30, 2020, in addition to the other purposes for which expenditures may be made by the Kansas department for aging and disability services and the department of health and environment – division of health care finance from moneys appropriated from the state general fund or in any special revenue fund or funds 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 Kansas department for aging and disability services and the department of health and environment – division of health care finance from such moneys to include the following individuals as eligible for services under the traumatic brain injury home and community-based services waiver under the Kansas medical assistance program: (1) Individuals with a documented brain injury acquired from a cause not already covered under the traumatic brain injury waiver, including, but not limited to, stroke,

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brain trauma, infection of the brain, brain tumor, anoxia or other cause; and (2) individuals of any age who would otherwise qualify for services under the traumatic brain injury waiver but for the individual's age: *Provided*. That financial eligibility requirements for children under the age of 18 years to receive such waiver services shall be the same as financial eligibility requirements for children under the age of 18 years to receive services under the serious emotional disturbance waiver: Provided, however, That the Kansas department for aging and disability services and the department of health and environment – division of health care finance shall implement and administer this section in accordance with federal law and requirements imposed by the United States centers for medicare and medicaid services: Provided further, That the Kansas department for aging and disability services and the department of health and environment – division of health care finance shall submit to the United States centers for medicare and medicaid services any approval request necessary to implement this section.

Sec. 118. During the fiscal years ending June 30, 2018, June 30, 2019, June 30, 2020, June 30, 2021, and June 30, 2022, notwithstanding any other provision of law to the contrary, no state agency shall expend any moneys appropriated from the state general fund or in any special revenue fund or funds for fiscal year 2018 or 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 submit or maintain to the United States centers for medicare and medicaid services any request to administer or provide state medicaid services under the Kansas medical assistance program using a capitated managed care delivery system in any manner that is substantially different than the manner in which state medicaid services under the Kansas medical assistance program were provided on January 1, 2018, including, but not limited to, imposing any new eligibility requirements or limitations to receive such services, without express prior authorization by an act or appropriation act of the legislature: Provided, That any state agency that has submitted such a request to the United States centers for medicare and medicaid services that is not in accordance with this section shall immediately terminate such request: Provided further, That no state agency shall enter into any contract for the administration and provision of state medicaid services using a capitated managed care delivery system in violation of this section without express prior authorization by an act or appropriation act of the legislature: And provided further, That, 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 in any special revenue fund or funds for such fiscal years, the department of health and environment – division of health care finance

shall submit to the United States centers for medicare and medicaid 1 2 services a request to extend until January 1, 2022, any waiver that was in 3 effect on January 1, 2018, authorizing the state of Kansas to administer 4 state medicaid services under the Kansas medical assistance program using 5 a capitated managed care delivery system in accordance with this section: 6 And provided further, That the department of health and environment – 7 division of health care finance and the department of administration shall 8 negotiate for the renewal of contracts that were in effect on January 1, 9 2018, or for the execution of new contracts that comply with this section, 10 for the administration and provision of state medicaid services under the Kansas medical assistance program using a capitated managed care 11 12 delivery system, limited to persons who were under contract as of January 13 1, 2018, to provide state medicaid services under the Kansas medical 14 assistance program using a capitated managed care delivery system or 15 persons who have submitted a bid in response to the request for proposal 16 identified by the department of administration as bid event 0005464. 17 opened on October 27, 2017, and closed on January 5, 2018: And provided 18 further, That any such contract shall be for a term ending on December 31, 19 2021, commencing on the termination date of contracts for the 20 administration and provision of state medicaid services under the Kansas 21 medical assistance program using a capitated managed care delivery 22 system that were in effect on January 1, 2018, and shall not impose any 23 new eligibility requirements or limitations to receive such services that 24 were not in effect on January 1, 2018: And provided further, That the 25 department of health and environment – division of health care finance 26 shall produce a draft waiver to administer state medcaid services under the 27 Kansas medical assistance program using a capitated managed care 28 delivery system under section 1115 of the federal social security act, and 29 shall submit such draft waiver to the legislature, the house of 30 representatives standing committee on health and human services and the 31 senate standing committee on public health and welfare on or before 32 January 14, 2019, and such committees shall review the draft waiver 33 during the 2019 regular session of the legislature: And provided further, 34 That, during the interim between the 2019 and 2020 regular sessions of the 35 legislature, the department of health and environment – division of health 36 care finance shall conduct public hearings and gather public comments on 37 the draft waiver as required by the United States centers for medicare and 38 medicaid services and shall revise the draft waiver to incorporate the 39 public comments into the draft waiver: And provided further, That the 40 department of health and environment – division of health care finance 41 shall submit such revised draft waiver, and finalized language for a request 42 for proposal to procure services to administer state medicaid services 43 under such waiver, to the legislature, the house of representatives standing

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committee on health and human services and the senate standing 1 committee on public health and welfare on or before January 13, 2020, and 2 3 such committees shall review the revised draft waiver during the 2020 4 regular session of the legislature: And provided further. That, after such review, the department of health and environment – division of health care 5 6 finance shall submit such draft waiver to the United States centers for 7 medicare and medicaid services for approval: And provided further, That, 8 on October 1, 2020, the department of health and environment – division 9 of health care finance and the department of administration shall issue a 10 request for proposal for contracts that comply with this section for the administration and provision of state medicaid services under the Kansas 11 12 medical assistance program using a capitated managed care delivery 13 system, with responses due from any interested vendors on or before 14 December 31, 2020, and the department of health and environment – 15 division of health care finance and the department of administration shall 16 negotiate for contracts to be signed on or before June 30, 2021, to take effect on January 1, 2022: Provided, however, That the department of 17 18 health and environment – division of health care finance shall implement 19 and administer this section in accordance with federal law and 20 requirements imposed by the United States centers for medicare and 21 medicaid services. 22

(a) During the fiscal years ending June 30, 2018, and {Sec. 119. June 30, 2019, no state agency shall expend any moneys appropriated from the state general fund or from any special revenue fund or funds for fiscal year 2018 or 2019 as authorized 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 create, enter into or enforce any nondisclosure agreement or any agreement governing postemployment benefits or other matters pertaining to the resignation or termination of an employee or the employee's post-employment activities entered into by the employee regarding claims of sexual abuse or sexual harassment during the term of employment: Provided, That the employer shall not impose any damages, penalties or loss of benefits against the employee for, or otherwise communications by the employee regarding alleged sexual abuse or sexual harassment committed against the employee by another employee or officer of the employer, or an employee or officer of any other party to the agreement or by any other person, whether a party or not to the agreement, who is covered by the terms of the agreement.

- (b) For purposes of this section:
- (1) "Employee" means any appointed or elected officer or an employee of any state agency; and
 - (2) "communication" means verbal or written communications

with any other person or persons regarding the alleged sexual abuse or sexual harassment.}

{Sec. 119120. (a) Notwithstanding the provisions of any statute, during the fiscal years ending June 30, 2018, and June 30, 2019, the statewide elected official state agency shall not expend any moneys appropriated for the fiscal year ending June 30, 2018, or June 30, 2019, from the state general fund or in any special revenue fund or funds for such state agency by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature to pay for any attorney fees, court costs or fines assessed against any statewide elected official who has been cited for contempt by a state or federal court: Provided, however, That if a contempt citation is withdrawn or not upheld on appeal, such attorney fees, court costs or fines may be paid as provided by law: *Provided*, That the provisions of this section shall apply whether such official is acting in the official capacity of such official or in any other capacity.

- (b) As used in this section:
- (1) "Statewide elected official" means the governor, lieutenant governor, attorney general, secretary of state, state treasurer and commissioner of insurance.
- (2) "Statewide elected official state agency" means the governor's department, attorney general, secretary of state, state treasurer and insurance department.}

{Sec. 119-121. 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 for the purposes of settling claims of sexual harassment made against a state officer, as defined in K.S.A. 25-1118, and amendments thereto, or for the purposes of requesting a non-disclosure agreement as part of a settlement agreement resulting from a claim of sexual harassment made against a state officer when such state officer is the person accused of sexual harassment: Provided, however, That no such agency shall expend any such moneys for the purpose of preventing a claimant from requesting a non-disclosure agreement.}

{Sec. 119122. 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. 119 {123}. K.S.A. 2017 Supp. 74-4920 is hereby amended to read as follows: 74-4920. (1) (a) Upon the basis of each annual actuarial valuation and appraisal as provided for in K.S.A. 74-4908(3)(a), and amendments thereto, the board shall certify, on or before July 15 of each year, to the division of the budget in the case of the state and to the agent for each other participating employer an actuarially determined estimate of the rate of contribution which will be required, together with all accumulated contributions and other assets of the system, to be paid by each such participating employer to pay all liabilities which shall exist or accrue under the system, including amortization of the actuarial accrued liability as determined by the board. The board shall determine the actuarial cost method to be used in annual actuarial valuations, to determine the employer contribution rates that shall be certified by the board. Such certified rate of contribution, amortization methods and periods and actuarial cost method shall be based on the standards set forth in K.S.A. 74-4908(3)(a), and amendments thereto, and shall not be based on any other purpose outside of the needs of the system.

- (b) (i) For employers affiliating on and after January 1, 1999, upon the basis of an annual actuarial valuation and appraisal of the system conducted in the manner provided for in K.S.A. 74-4908, and amendments thereto, the board shall certify, on or before July 15 of each year to each such employer an actuarially determined estimate of the rate of contribution which shall be required to be paid by each such employer to pay all of the liabilities which shall accrue under the system from and after the entry date as determined by the board, upon recommendation of the actuary. Such rate shall be termed the employer's participating service contribution and shall be uniform for all participating employers. Such additional liability shall be amortized as determined by the board. For all participating employers described in this section, the board shall determine the actuarial cost method to be used in annual actuarial valuations to determine the employer contribution rates that shall be certified by the board.
- (ii) The board shall determine for each such employer separately an amount sufficient to amortize all liabilities for prior service costs which shall have accrued at the time of entry into the system. On the basis of such determination the board shall annually certify to each such employer separately an actuarially determined estimate of the rate of contribution

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which shall be required to be paid by that employer to pay all of the liabilities for such prior service costs. Such rate shall be termed the employer's prior service contribution.

- (2) The division of the budget and the governor shall include in the budget and in the budget request for appropriations for personal services the sum required to satisfy the state's obligation under this act as certified by the board and shall present the same to the legislature for allowance and appropriation.
- (3) Each other participating employer shall appropriate and pay to the system a sum sufficient to satisfy the obligation under this act as certified by the board.
- (4) Each participating employer is hereby authorized to pay the employer's contribution from the same fund that the compensation for which such contribution is made is paid from or from any other funds available to it for such purpose. Each political subdivision, other than an instrumentality of the state, which is by law authorized to levy taxes for other purposes, may levy annually at the time of its levy of taxes, a tax which may be in addition to all other taxes authorized by law for the purpose of making its contributions under this act and, in the case of cities and counties, to pay a portion of the principal and interest on bonds issued under the authority of K.S.A. 12-1774, and amendments thereto, by cities located in the county, which tax, together with any other fund available, shall be sufficient to enable it to make such contribution. In lieu of levving the tax authorized in this subsection, any taxing subdivision may pay such costs from any employee benefits contribution fund established pursuant to K.S.A. 12-16,102, and amendments thereto. Each participating employer which is not by law authorized to levy taxes as described above, but which prepares a budget for its expenses for the ensuing year and presents the same to a governing body which is authorized by law to levy taxes as described above, may include in its budget an amount sufficient to make its contributions under this act which may be in addition to all other taxes authorized by law. Such governing body to which the budget is submitted for approval, may levy a tax sufficient to allow the participating employer to make its contributions under this act, which tax, together with any other fund available, shall be sufficient to enable the participating employer to make the contributions required by this act.
 - (5) (a) The rate of contribution certified to a participating employer as provided in this section shall apply during the fiscal year of the participating employer which begins in the second calendar year following the year of the actuarial valuation.
 - (b) (i) Except as specifically provided in this section, for fiscal years commencing in calendar year 1996 and in each subsequent calendar year, the rate of contribution certified to the state of Kansas shall in no event

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exceed the state's contribution rate for the immediately preceding fiscal year by more than 0.2% of the amount of compensation upon which members contribute during the period.

- 4 (ii) Except as specifically provided in this subsection, for the fiscal 5 years commencing in the following calendar years, the rate of contribution 6 certified to the state of Kansas and to the participating employers under 7 K.S.A. 74-4931, and amendments thereto, shall in no event exceed the 8 state's contribution rate for the immediately preceding fiscal year by more 9 than the following amounts expressed as a percentage of compensation 10 upon which members contribute during the period: (A) For the fiscal year commencing in calendar years 2010 through 2012, an amount not to 11 12 exceed more than 0.6% of the amount of the immediately preceding fiscal 13 year; (B) for the fiscal year commencing in calendar year 2013, an amount 14 not to exceed more than 0.9% of the amount of the immediately preceding 15 fiscal year; (C) for the fiscal year commencing in calendar year 2014, an 16 amount not to exceed more than 1% of the amount of the immediately preceding fiscal year; (D) for the fiscal year commencing in calendar year 17 18 2015, the employer rate of contribution shall be 10.91%; (E) for the fiscal 19 year commencing in calendar year 2016, the employer rate of contribution 20 shall be 10.81%, except as provided by section 37(b) of chapter 54 of 2017 21 Session Laws of Kansas, and amendments thereto, for the participating 22 employers under K.S.A. 74-4931, and amendments thereto; (F) for the 23 fiscal year commencing in calendar year 2017, the employer rate of 24 contribution shall be 12.01% and for participating employers under K.S.A. 25 74-4931, and amendments thereto, an additional percentage of compensation corresponding to the level dollar repayment amount 26 27 certified by the board pursuant to subsection (17); and (G) in each 28 subsequent calendar year, an amount not to exceed more than 1.2% of the 29 amount of the immediately preceding fiscal year and for participating 30 employers under K.S.A. 74-4931, and amendments thereto, an additional 31 percentage of compensation corresponding to the level dollar repayment 32 amount certified by the board pursuant to subsections subsection (17) and 33 (18). 34
 - (iii) Except as specifically provided in this section, for fiscal years commencing in calendar year 1997 and in each subsequent calendar year, the rate of contribution certified to participating employers other than the state of Kansas shall in no event exceed such participating employer's contribution rate for the immediately preceding fiscal year by more than 0.15% of the amount of compensation upon which members contribute during the period.
 - (iv) Except as specifically provided in this subsection, for the fiscal years commencing in the following calendar years, the rate of contribution certified to participating employers other than the state of Kansas shall in

no event exceed the contribution rate for such employers for the immediately preceding fiscal year by more than the following amounts expressed as a percentage of compensation upon which members contribute during the period: (A) For the fiscal year commencing in calendar years 2010 through 2013, an amount not to exceed more than 0.6% of the amount of the immediately preceding fiscal year; (B) for the fiscal year commencing in calendar year 2014, an amount not to exceed more than 0.9% of the amount of the immediately preceding fiscal year; (C) for the fiscal year commencing in calendar year 2015, an amount not to exceed more than 1% of the amount of the immediately preceding fiscal year; (D) for the fiscal year commencing in calendar year 2016, an amount not to exceed more than 1.1% of the amount of the immediately preceding fiscal year; and (E) for the fiscal year commencing in calendar year 2017, and in each subsequent calendar year, an amount not to exceed more than 1.2% of the amount of the immediately preceding fiscal year.

- (v) As part of the annual actuarial valuation, there shall be a separate employer rate of contribution calculated for the state of Kansas, a separate employer rate of contribution calculated for participating employers under K.S.A. 74-4931, and amendments thereto, a combined employer rate of contribution calculated for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, and a separate employer rate of contribution calculated for all other participating employers.
- (vi) There shall be a combined employer rate of contribution certified to the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto. There shall be a separate employer rate of contribution certified to all other participating employers.
- (vii) If the combined employer rate of contribution calculated for the state of Kansas and participating employers under K.S.A. 74-4931, and amendments thereto, is greater than the separate employer rate of contribution for the state of Kansas, the difference in the two rates applied to the actual payroll of the state of Kansas for the applicable fiscal year shall be calculated. This amount shall be certified by the board for deposit as additional employer contributions to the retirement benefit accumulation reserve for the participating employers under K.S.A. 74-4931, and amendments thereto.
- (6) The actuarial cost of any legislation enacted in the 1994 session of the Kansas legislature will be included in the June 30, 1994, actuarial valuation in determining contribution rates for participating employers.
- 39 (7) The actuarial cost of the provisions of K.S.A. 74-4950i, and 40 amendments thereto, will be included in the June 30, 1998, actuarial 41 valuation in determining contribution rates for participating employers. 42 The actuarial accrued liability incurred for the provisions of K.S.A. 74-43 4950i, and amendments thereto, shall be amortized over 15 years.

- (8) Except as otherwise provided by law, the actuarial cost of any legislation enacted by the Kansas legislature, except the actuarial cost of K.S.A. 74-49,114a, and amendments thereto, shall be in addition to the employer contribution rates certified for the employer contribution rate in the fiscal year immediately following such enactment. Such actuarial cost shall be determined by the qualified actuary employed or retained by the system pursuant to K.S.A. 74-4908, and amendments thereto, and reported to the system and the joint committee on pensions, investments and benefits.
- (9) Notwithstanding the provisions of subsection (8), the actuarial cost of the provisions of K.S.A. 74-49,109 et seq., and amendments thereto, shall be first reflected in employer contribution rates effective with the first day of the first payroll period for the fiscal year 2005. The actuarial accrued liability incurred for the provisions of K.S.A. 74-49,109 et seq., and amendments thereto, shall be amortized over 10 years.
- (10) The cost of the postretirement benefit payment provided pursuant to the provisions of K.S.A. 2017 Supp. 74-49,114b, and amendments thereto, for retirants other than local retirants as described in subsection (11) or insured disability benefit recipients shall be paid in the fiscal year commencing on July 1, 2007.
- (11) The actuarial accrued liability incurred for the provisions of K.S.A. 2017 Supp. 74-49,114b, and amendments thereto, for the KPERS local group and retirants who were employees of local employers which affiliated with the Kansas police and firemen's retirement system shall be amortized over 10 years.
- (12) The cost of the postretirement benefit payment provided pursuant to the provisions of K.S.A. 2017 Supp. 74-49,114c, and amendments thereto, for retirants other than local retirants as described in subsection (13) or insured disability benefit recipients shall be paid in the fiscal year commencing on July 1, 2008.
- (13) The actuarial accrued liability incurred for the provisions of K.S.A. 2017 Supp. 74-49,114c, and amendments thereto, for the KPERS local group and retirants who were employees of local employers which affiliated with the Kansas police and firemen's retirement system shall be amortized over 10 years.
- (14) The board with the advice of the actuary may fix the contribution rates for participating employers joining the system after one year from the first entry date or for employers who exercise the option contained in K.S.A. 74-4912, and amendments thereto, at rates different from the rate fixed for employers joining within one year of the first entry date.
- (15) Employer contributions shall in no way be limited by any other act which now or in the future establishes or limits the compensation of any member.

- (16) Notwithstanding any provision of law to the contrary, each participating employer shall remit quarterly, or as the board may otherwise provide, all employee deductions and required employer contributions to the executive director for credit to the Kansas public employees retirement fund within three days after the end of the period covered by the remittance by electronic funds transfer. Remittances of such deductions and contributions received after such date are delinquent. Delinquent payments due under this subsection shall be subject to interest at the rate established for interest on judgments under K.S.A. 16-204(a), and amendments thereto. At the request of the board, delinquent payments which are due or interest owed on such payments, or both, may be deducted from any other moneys payable to such employer by any department or agency of the state.
- (17) The actuarial cost of the reduction of employer contributions for eligible employers as specified in K.S.A. 74-4931(1), (2) and (3), and amendments thereto, pursuant to the provisions of section 37 of chapter 54 of the 2017 session laws of Kansas, and amendments thereto, shall be amortized over 20 years as a level dollar amount, as certified by the board upon recommendation of the consulting actuary, through an additional percentage of compensation for participating employers under K.S.A. 74-4931, and amendments thereto. This additional percentage of compensation shall first be reflected in employer contribution rates for participating employers under K.S.A. 74-4931, and amendments thereto, effective on the first day of the first payroll period for the fiscal year 2018.
- (18) The actuarial cost of \$194,022,683 shall be amortized over 20 years as a level dollar amount, as certified by the board upon-recommendation of the consulting actuary, through an additional percentage of compensation for participating employers under K.S.A. 74-4931, and amendments thereto. This additional percentage of compensation shall first be reflected in employer contribution rates for participating employers under K.S.A. 74-4931, and amendments thereto, effective on the first day of the first payroll period for the fiscal year 2020.

Sec. 120{124}. 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. 121{125}. 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.
- (l) 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 116, 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 116, and amendments thereto.
- Sec. 122{126}. 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:
- 41 (A) Risk-based budget stabilization fund practices utilized in other 42 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 {2021}, 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 {2021}. Such ending balance shall not include the transfers made pursuant to section 116, 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. 123{127}. 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 $\frac{1}{2}$ 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. 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 \$1,000,000 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 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.—124{128}. 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 \$1,400,000. On the effective date of this act, the director of accounts and reports shall transfer \$200,000 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 \$3,000,000. 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. 125{129}. 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. 126{130}. 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. 127{131}. 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. 128**132**}. K.S.A. 2017 Supp. 74-4920, 75-2263, 75-4209, 75-6706, 79-4804 and 82a-953a are hereby repealed.

Sec. 129. (a) In the event the Kansas supreme court issues an opinion during fiscal year 2018 or 2019 in the ease of Gannon v. State, ease no. 113,267, and such opinion holds the Kansas school equity and

enhancement act, or any portion thereof, as amended by 2018 Substitute for Senate Bill No. 423, or any related legislation, to be unconstitutional because such act, or portion thereof, is not reasonably calculated to have all Kansas public education students meet or exceed the standards set out in K.S.A. 2017 Supp. 72-3218(e), and amendments thereto, or does not otherwise meet the adequacy requirement of the legislature's obligation to make suitable provision for finance of the educational interests of the state under section 6 of article 6 of the constitution of the state of Kansas, then on July 1, 2018, or on the date such opinion is published, whichever is later, except as provided in subsection (b), each amount appropriated for a state agency for the fiscal year ending June 30, 2019, by this act from the state general fund is hereby lapsed.

- (b) The provisions of this section shall not apply to any item of appropriation from the state general fund:
- (1) That provides funding to any state agency for school districts educating students in kindergarten or any of the grades one through 12;
- (2) that provides funding to any state agency for human services-easeloads;
- (3) that provides funding to any state agency for debt service for payments pursuant to contractual bond obligations; and
 - (4) for the department of corrections.
- (c) Upon publication of such opinion by the Kansas supreme court, the director of the budget, in consultation with the director of legislative research, shall determine the amounts specified by this section to belapsed. The director of the budget shall certify such amounts to the director of accounts and reports. Upon receipt of any such certification from the director of the budget, the director of accounts and reports shall lapse such amounts.
- (d) At the same time that any certification is made from the director of the budget to the director of accounts and reports under this section, the director of the budget shall transmit a copy of such certification to the director of legislative research.
- Sec. 130{133}. This act shall take effect and be in force from and after its publication in the Kansas register.