

# House Budget Committee Report

**Agency:** Kansas Lottery

**Bill No.** HB 2274

**Bill Sec.** 18

**Analyst:** de Boer

**Analysis Pg. No.** Vol. 1, p. 405

**Budget Page No.** 94

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	399,434,145	399,025,186	0
<i>Subtotal</i>	\$ 399,434,145	\$ 399,025,186	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 399,434,145</b>	<b>\$ 399,025,186</b>	<b>\$ 0</b>

FTE positions	95.0	95.0	0.0
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### Agency Estimate

The **agency** submits a revised estimate of \$399.4 million, all from special revenue funds, in expenditures and 95.0 FTE positions in FY 2023. This is an increase of \$17.7 million, or 4.6 percent, above the FY 2023 approved amount. The majority of the increase is for the Sports Wagering Management Fee based on 90.0 percent of net sports wagering revenue (\$16.2 million). There are increases for adjustments to the consensus revenue estimates for the expanded lottery act revenues fund (\$912,000), vendor fees for regular lottery ticket sales (\$250,000), and salaries and wages (\$287,821).

The revised estimate includes an increase of \$28,375 to replace six high-mileage vehicles for the sales department and expanded lottery. The total agency estimate for vehicle replacements is \$145,875 in FY 2023.

### Governor's Recommendation

The **Governor** recommends expenditures of \$399.0 million, all from special revenue funds, in expenditures and 95.0 FTE positions in FY 2023. This is a decrease of \$408,959, or less than 0.1 percent, below the agency's FY 2023 revised estimate. This amount is approximately 5.0 percent of the agencies salaries and wages expenditures and reduces funding for vacant positions to more accurately reflect the agency's actual expenditures. The recommendation is based on the agency maintaining multiple vacant and funded positions the last few fiscal years.

**House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's recommendation in FY 2023.

**House Committee Recommendation**

The **Committee** concurs with the Budget Committee's recommendation in FY 2023.

**Senate Subcommittee Report**

**Agency:** Kansas Lottery

**Bill No.** SB 153

**Bill Sec.** 18

**Analyst:** de Boer

**Analysis Pg. No.** Vol. 1, p. 405

**Budget Page No.** 94

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	399,434,145	399,025,186	0
<i>Subtotal</i>	<u>\$ 399,434,145</u>	<u>\$ 399,025,186</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><b>\$ 399,434,145</b></u>	<u><b>\$ 399,025,186</b></u>	<u><b>\$ 0</b></u>

FTE positions	95.0	95.0	0.0
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**Agency Estimate**

The **agency** submits a revised estimate of \$399.4 million, all from special revenue funds, in expenditures and 95.0 FTE positions in FY 2023. This is an increase of \$17.7 million, or 4.6 percent, above the FY 2023 approved amount. The majority of the increase is for the Sports Wagering Management Fee based on 90.0 percent of net sports wagering revenue (\$16.2 million). There are increases for adjustments to the consensus revenue estimates for the

expanded lottery act revenues fund (\$912,000), vendor fees for regular lottery ticket sales (\$250,000), and salaries and wages (\$287,821).

The revised estimate includes an increase of \$28,375 to replace six high-mileage vehicles for the sales department and expanded lottery. The total agency estimate for vehicle replacements is \$145,875 in FY 2023.

### **Governor's Recommendation**

The **Governor** recommends expenditures of \$399.0 million, all from special revenue funds, for FY 2023. This is a decrease of \$408,959, or less than 0.1 percent, below the agency's FY 2023 revised estimate. The decrease is entirely due to the decrease of salaries and wages and reduced funding for vacant positions to more accurately reflect the agency's actual expenditures. The recommendation includes 95.0 FTE positions, which is the same as the agency's FY 2023 revised estimate.

### **Senate Committee on Federal and State Affairs Recommendation**

The **Committee** concurs with the Governor's recommendation in FY 2023.

### **Senate Committee Recommendation**

The **Committee** concurs with the Committee on Federal and State Affairs' recommendation in FY 2023.

### **Senate Committee of the Whole Recommendation (Sub. for SB 155)**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2023.