

OFF BUDGET ITEMS INCLUDED IN THE GOVERNOR'S FY 2013 RECOMMENDATIONS

Agency	Expenditures
Department of Administration	\$ 96,536,279
Department of Health and Environment--Health	39,183,852
Kansas Bureau of Investigation	2,865,048
Office of Administrative Hearings	879,126
Commission on Veterans Affairs	612,900
Highway Patrol	248,284
Subtotal	\$ 140,325,489
Nonexpense Items	2,751,049,913
Grand Total	<u>\$ 2,891,375,402</u>

Joint Legislative Budget Committee
 September 12 and 13, 2012
 Attachment: 10

JG Scott

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Expenditures shifted to off budget/Selected revenue transfers

	Year removed/ started	Original Amount	FY 2013 Estimate
Kansas Public Employees Retirement Benefits	1999	\$ 472,547,000	\$ 1,364,188,300
University of Kansas Hospital Authority	2000	170,924,000	-
Senior Services Trust Fund	2002	51,000,000	-
Homestead Property Tax Refunds	2002	14,100,000	?
Regents Faculty of Distinction Program	2004	336,962	800,000
Cabel's Bond Financing	2005	8,000,000	Complete
Regents Research Corporation Bonds	2005	3,064,068	1,058,300
Kansas Speedway Bond Financing	2005	1,600,000	Complete
Biosciences Authority	2006	19,889,268	35,000,000
Spirit Aerosystems Incentive	2006	3,400,000	4,400,000
Eaton MDH Spec. Qual. Industrial Mfg'r Fund	2008	600,000	260,000
State Housing Trust Fund	2009	4,000,000	-
Cessna Incentive	2009	1,150,000	Complete
Learjet Bond Financing	2011	3,000,000	7,500,000
Siemens Bond Financing	2011	200,000	720,000

Demand transfers (State General Fund expenditure) changed to revenue transfers (non-State General Fund expenditure)

Local Ad Valorem Tax Reduction Fund	2003	\$ 52,500,000	\$ -
School District Capital Improvement Fund	2003	47,216,000	107,500,000
County and City Revenue Sharing Fund	2003	33,500,000	-
Special City and County Highway Fund	2003	11,200,000	-
State Water Plan Fund	2003	6,000,000	-
Property Tax Reimb. to Local Tax Subdiv.	2008	25,860,360	-

FY 2012 Transfers In and Out of the State General Fund

		<u>FY 2012</u>	<u>Nov. CRE</u>	<u>November</u>	<u>Governor's</u>	<u>FY 2012</u>
		<u>Approved</u>	<u>Adjustments</u>	<u>Cons. Rev. Est.</u>	<u>Adjustments</u>	<u>Gov. Rec.</u>
Transfers In:						
Department of Administration	Cancelled Warrants	3,210,092	275,917	3,486,009	--	3,486,009
	Information Technology Reserve Fund	159,180	--	159,180	--	159,180
	State Buildings Operating Fund	931,815	--	931,815	--	931,815
	Architectural Services Recovery Fund	51,794	--	51,794	--	51,794
Econ. Dev't. Init. Fund	Transfer Balance	5,785,830	--	5,785,830	--	5,785,830
Attorney General	Court Cost Fund	125,000	--	125,000	--	125,000
	Medicaid Fraud Prosecution Revolving Fund	450,000	--	450,000	--	450,000
Secretary of State	Uniform Commercial Code Fee Fund	200,000	--	200,000	--	200,000
State Treasurer	Return Unused Funds	100,000	--	100,000	--	100,000
KCC	Fines and Penalties from Civil Assessments	766,499	--	766,499	--	766,499
KPERS	Bond Payment for 13th Check	150,000	3,060,092	3,210,092	--	3,210,092
Kansas Lottery	Gaming Revenues Fund	20,800,000	200,000	21,000,000	--	21,000,000
	Special Veterans Benefit Game	1,200,000	(200,000)	1,000,000	--	1,000,000
	Exp. Lottery Act Rev. Fund Receipts	33,990,000	5,280,000	39,270,000	(1,696,150)	37,573,850
KDFA	Build America Bonds Interest Subsidy	1,000,000	--	1,000,000	--	1,000,000
Racing & Gaming	Tribal Gaming Program Loan Repayment	450,000	--	450,000	--	450,000
PMIB	PMIB Investment Portfolio Fee Fund	2,400,000	--	2,400,000	--	2,400,000
Securities Commissioner	Transfer Balance	9,703,608	720,307	10,423,915	69,478	10,493,393
Social & Rehab. Services	Problem Gambling & Addictions Grant Fund	900,000	--	900,000	--	900,000
KDHE/DHCF	Medical Programs Fee Fund	2,005,697	--	2,005,697	--	2,005,697
Department of Education	State Safety/School Bus Safety Fund	1,800,000	--	1,800,000	--	1,800,000
Department of Corrections	Correctional Industries Fund	1,600,000	--	1,600,000	--	1,600,000
Highway Patrol	Training Center Fund	500,000	--	500,000	--	500,000
	Motor Vehicle Fund	1,638,020	--	1,638,020	--	1,638,020
Department of Transportation	Highway Fund Transfer for Highway Patrol	32,760,399	--	32,760,399	--	32,760,399
	Highway Fund	205,000,000	--	205,000,000	--	205,000,000
	Overhead Payment/Purchasing	210,000	--	210,000	--	210,000
State Fair	Special Cash Fund	200,000	--	200,000	--	200,000
Various Agencies	27th Check Pay Forward/Coding in SMART	--	1,201,589	1,201,589	--	1,201,589
Transfers Out:						
Department of Education	School District Cap. Improvements Fund	(100,000,000)	(4,825,000)	(104,825,000)	--	(104,825,000)
Children's Fund Agencies	Children's Initiatives Fund	(6,700,000)	--	(6,700,000)	--	(6,700,000)
State Fair	Special Cash Fund	(200,000)	--	(200,000)	--	(200,000)
Board of Regents	Regents Faculty of Distinction Program	(1,600,000)	--	(1,600,000)	--	(1,600,000)
	Regents Research Corporation Bonds	(6,025,516)	970,789	(5,054,727)	--	(5,054,727)
Attorney General	Tort Claims	(1,875,484)	--	(1,875,484)	(350,000)	(2,225,484)
Department of Administration	Federal Cash Management Fund	(200,000)	(676,762)	(876,762)	--	(876,762)
Various Agencies	Bioscience Initiatives	(35,000,000)	200,000.00	(34,800,000)	--	(34,800,000)
KPERS	Non-Retirement Administration	(120,000)	--	(120,000)	--	(120,000)
State Treasurer	Spirit Aerosystems Incentive	(4,250,000)	(120,000)	(4,370,000)	--	(4,370,000)
	Eaton MDH Spec. Qual. Indus. Mfg. Fund	(260,000)	(150,000)	(410,000)	--	(410,000)
	Siemens Manufacturing Incentive	(360,000)	--	(360,000)	--	(360,000)
	Learjet Manufacturing Incentive	(4,600,000)	(360,000)	(4,960,000)	--	(4,960,000)
	Tax Increment Finance Replacement Fund	(1,100,000)	(2,900,000)	(4,000,000)	--	(4,000,000)
	Learning Quest Matching Funds	(340,000)	400,000	60,000	--	60,000
Racing & Gaming	Tribal Gaming Program Loan	(450,000)	--	(450,000)	--	(450,000)
Adjutant General	Emergency Fund-Disaster Match	--	(10,000,000)	(10,000,000)	--	(10,000,000)
Total Transfers		\$ 165,006,934	(6,923,068)	\$ 158,083,866	\$ (1,976,672)	\$ 156,107,194
Interest		(6,106,934)	3,623,068	(2,483,866)	--	(2,483,866)
Net Transfers		\$ 158,900,000	(3,300,000)	\$ 155,600,000	\$ (1,976,672)	\$ 153,623,328

FY 2013 Transfers In and Out of the State General Fund

		November	Governor's	FY 2013
		<u>Cons. Rev. Est.</u>	<u>Adjustments</u>	<u>Gov. Rec.</u>
Transfers In:				
Department of Administration	Cancelled Warrants	2,100,000	--	2,100,000
KPERS	Bond Payment for 13th Check	3,208,993	--	3,208,993
Kansas Lottery	Gaming Revenues Fund	21,300,000	--	21,300,000
	Special Veterans Benefit Game	1,200,000	--	1,200,000
KDFA	Build America Bonds Interest Subsidy	1,000,000	--	1,000,000
Racing & Gaming	Tribal Gaming Program Loan Repayment	450,000	--	450,000
PMIB	PMIB Investment Portfolio Fee Fund	2,400,000	--	2,400,000
Department of Revenue	Unused Emergency Funds-SE Ks Bus Rcvry	--	1,289,451	1,289,451
	Unused Emergency Funds-Bus Restoration	--	576,271	576,271
Securities Commissioner	Transfer Balance	10,649,633	88,776	10,738,409
Department of Education	State Safety/School Bus Safety Fund	--	1,500,000	1,500,000
Highway Patrol	Training Center Fund	500,000	--	500,000
Department of Transportation	Highway Fund Transfer for Highway Patrol	30,863,355	(30,863,355)	--
	Overhead Payment/Purchasing	210,000	--	210,000
State Fair	Special Cash Fund	200,000	--	200,000
Transfers Out:				
Department of Education	School District Cap. Improvements Fund	(107,500,000)	--	(107,500,000)
State Fair	Special Cash Fund	(200,000)	--	(200,000)
Board of Regents	Regents Faculty of Distinction Program	(800,000)	--	(800,000)
	Regents Research Corporation Bonds	(1,058,308)	--	(1,058,308)
Attorney General	Tort Claims	(1,915,264)	--	(1,915,264)
Department of Administration	Federal Cash Management Fund	(200,000)	--	(200,000)
Various Agencies	Bioscience Initiatives	(35,000,000)	--	(35,000,000)
KPERS	Non-Retirement Administration	(240,000)	--	(240,000)
State Treasurer	Spirit Aerosystems Incentive	(4,400,000)	--	(4,400,000)
	Eaton MDH Spec. Qual. Indus. Mfg. Fund	(260,000)	--	(260,000)
	Siemens Manufacturing Incentive	(720,000)	--	(720,000)
	Learjet Incentive	(7,500,000)	--	(7,500,000)
	Tax Increment Finance Replacement Fund	(700,000)	--	(700,000)
	Learning Quest Matching Funds	(350,000)	--	(350,000)
Racing & Gaming	Tribal Gaming Program Loan	(450,000)	--	(450,000)
Total Transfers		\$ (87,211,591)	\$ (27,408,857)	\$ (114,620,448)
Interest		(3,088,409)	--	(3,088,409)
Net Transfers		\$ (90,300,000)	\$ (27,408,857)	\$ (117,708,857)

NONEXPENSE ITEMS INCLUDED IN THE GOVERNOR'S FY 2013 RECOMMENDATIONS

Agency	Category	Amount	Explanation
Kansas Public Employees Retirement System	Other Nonexpense Items	\$ 1,364,188,300	This is for retirement benefits. Reportable expenditures are recorded by the agency which provides the employer contribution.
Health and Environment--Health	Other Nonexpense Items	557,883,986	This is for State Employee Health Insurance payments. Reportable expenditures are recorded by the agency which provides the employer contribution.
Kansas Department of Transportation	Interfund Transfer Out	442,919,047	These are bond proceeds, reimbursements to the Kansas Department of Revenue, and enhanced traffic control with the Kansas Highway Patrol. Bond proceeds make up the majority of the nonreportable category in this program.
University of Kansas	Other Loans	135,000,000	These are loans that KU makes through federal programs to students.
Kansas State University	Other Loans	130,000,000	These are loans that KSU makes through federal programs to students.
Health Care Stabilization Department for Children and Families	Principal and Premiums	30,772,672	This is the amount of money invested with the Pooled Money Investment Board and interest earnings from the investments.
	Fed. Subgrant Transfer Out	9,924,852	This includes a transfer of \$4.5 million in federal Social Service Block Grant to Department on Aging, a transfer of \$3.1 million in federal Title IV-E (Foster Care) to JJA and KDHE, and a transfer of \$2.3 million in federal Supplemental Nutrition Assistance Program (SNAP) to Kansas State University for the nutrition education programs.
Wichita State University	Interfund Transfer Out	8,152,270	These are transfers between WSU departments and transfers to other state agencies.
Wichita State University	Other Nonexpense Items	7,985,810	This represents a transfer of student fees to other agencies.
Kansas State University	Interfund Transfer Out	6,449,475	These are transfers between departments at KSU and transfers to other state agencies.
Health and Environment--Environment	Expense Transfers	6,058,011	These expenditures are transfers between funds within the agency.
Health and Environment--Health	Expense Transfers	5,925,619	This represents federal indirect costs negotiated with Health and Human Services that must be receipted into the federal fund but then transferred to the Sponsored Project Overhead Fee Fund for expenditure in the Administration Program.
Kansas Lottery	Taxes Remitted	5,159,005	Expenditures related to the payment of lottery prizes which are collected at the state lottery offices. The amounts which appear as non-expense are for state and federal taxes.
University of Kansas Medical Center	Nonexpense Items	5,000,000	These are items not defined by other non-expense/non-revenue codes.
Kansas State University	Other Nonexpense Items	4,859,953	These are items not defined by other non-expense/non-revenue codes.
University of Kansas	Other Nonexpense Items	4,526,900	These are items not defined by other non-expense/non-revenue codes.
Department of Education	Fed. Subgrant Transfer Out	4,344,104	This includes the following transfers: \$50,000 to the Adjutant General's Office for Safe and Supportive School Continuum Grant; \$607,723 to the Board of Regents and Department of Labor for the Statewide Longitudinal Data System; \$141,855 to the Kansas Department of Health and Environment for administering K-FIT and Let's Move programs; \$43,000 to KDHE to support the Interagency Coordinating Council on Early Childhood Development; \$75,000 to Kansas School for the Blind for the State Personal Development Grant to increase the number of teachers properly license to teach blind/visually impaired; \$506,499 for grants from the AmeriCorps-Formula Grant and Volunteer Generation Grant; \$50,000 transfer to support the Kansas Career Pipeline; \$10,500 to Ft. Hays State University for the Rigorous Study Grant.
University of Kansas	Interfund Transfer Out	3,400,000	These are transfers between departments at KU and transfers to other state agencies.
Highway Patrol	Fed. Subgrant Transfer Out	3,324,551	These are federal Homeland Security funds granted to other agencies.
Office of the Governor	Fed. Subgrant Transfer Out	2,434,706	This reflects transfers of several grants to other state agencies, including: Stop Violence Against Women Act funds to the Judicial Branch; Crime Victims Assistance grants to the Judicial Branch; Paul Coverdell Forensic Science Improvements to the Kansas Bureau of Investigation (KBI); Residential Substance Abuse Treatment Grants for State Prisoners to the Department of Corrections; National Criminal History Improvement grants to the KBI; and Edward Byrne Memorial Justice Assistance grants to the Judicial Branch, Attorney General, KBI, Department of Corrections; and the Kansas Juvenile Correctional Complex.

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Agency	Category	Amount	Explanation
Kansas Department of Transportation	Fed. Subgrant Transfer Out	2,075,000	These include transfers to other state agencies for safety programs, interagency transfers for motor-fuel sales, and for radio purchases.
Emporia State University	Other Nonexpense Items	1,614,655	These are transfers of campus privilege fees collected from students to the entities for which they are collected (i.e. Athletics, Student Publications, Memorial Student Union).
University of Kansas Medical Center	Medical Student Loans	1,456,029	These are revolving funds for medical student loans.
Emporia State University	National Direct Student Loans	1,027,223	These are Federal Perkins Loan principal distributions to qualified students.
Wichita State University	National Direct Student Loans	800,489	These are monies received for and then paid out for government student loans.
Department of Labor	Interfund Transfer-Out	500,000	These are unemployment tax overpayments that are refunded to the employer.
University of Kansas Medical Center	Interfund Transfer-Out	487,523	These are transfers between departments at KUMC and transfers to other state agencies.
Adjutant General	Interfund Transfer-Out	436,051	This amount includes: \$358,301 from Nuclear Safety Emergency Management Funds received from Wolf Creek Nuclear Generating Station and Cooper Nuclear Generating Station come in to KDEM and then are passed through to the following agencies: KOHE \$327,395; KDOT \$1,429; KHP \$18,158; Dept of Aging \$7,923; Wildlife & Parks \$3,396. Other revenues includes \$54,000 from Emergency Management Performance Grant Per the Indirect Cost Contract - KDEM passes through funds to the Adjutant General's Department - Military Division. The specified percent is applied to actual expenditures for Salary & Wages, Contractual Services and Commodities. Adjutant General's Department - Military Division \$54,000. Also included is \$23,750 from Homeland Security Indirect Cost Contract - KDEM passes through funds to the Adjutant General's Department - Military Division.
Health and Environment--Health	Interfund Transfer-Out	400,000	The funds are collected from the hospital provider assessment and are transferred to the KU Medical Center and used to fund health care access improvement programs in undergraduate, graduate, or continuing medical education, including the Medical Student Loan Act.
Department of Administration	Interfund Transfer Out	370,000	These are interfund transfers between the Purchasing Fee Fund, the State Revolving Federal Services Fund, the Equipment Lease Purchase Program Administration Fund and the Architectural Services Cleaning Fund. In each case these expenses appear elsewhere in the Department of Administration budget.
Kansas State University--ESARP	Fed. Subgrant Transfer Out	314,160	These are transfers of federal funds to other state agencies.
Department for Aging and Disability Services	Fed. Subgrant Transfer Out	311,568	This amount includes \$296,568 which is the pass-through for the operation of the state's Long Term Care Ombudsman located in the Department of Administration. In addition, \$15,000 comes from funds that have been collected through assessments on nursing facilities for non-compliance.
Department of Administration	Fed. Indirect Cost Transfer Out	304,000	These are expenditures from the Information Technology Fund of DISC, including funding for DISC's share of the Statewide Cost Allocation Plan (SWCAP) assessment from the Division of Accounts and Reports. DISC reports the SWCAP fee as a non-expense item to avoid double counting expenditures.
Attorney General	Fed. Subgrant Transfer Out	301,500	This reflects transfers of the federal Community Policing and Project Safe Neighborhood grants to the Kansas Bureau of Investigation.
Department of Agriculture	Other Loans	300,000	This funding is used for operational expenses and program activities for the Agricultural Products Development Program within the Department of Commerce.
Juvenile Justice Authority	Interfund Transfer Out	283,427	This is for federal Title I education grants distributed by the Kansas State Department of Education. Grants are received by the JJA Central Office and subsequently transferred to the juvenile correctional facilities, and are used to finance school contracts.
Kansas Department of Transportation	Other Nonexpense Items	250,000	This is for conferences and training programs KDOT provides to other agencies that would be double counted if considered an expenditure by KDOT.
Attorney General	Other Nonexpense Items	200,000	This is a pass-through payment of funds to consumers for restitution in consumer protection cases.
Kansas State Fair	Taxes Remitted	156,614	This is sales tax collected on admissions to the State Fair.
Kansas State University	Taxes Remitted	150,572	This is sales tax collected that is to be remitted to State Department of Revenue.

Agency	Category	Amount	Explanation
Kansas Corporation Commission	Fed. Indirect Cost Transfer Out	141,479	These are indirect costs associated with administering the Pipeline Safety (\$115,000), State Damage Prevention Program (\$16,120), and the Energy Conservation Plan (\$10,359) federal funds and transferred to other departments within the agency.
Department of Labor	Other Nonexpense Items	140,788	These are wages collected from employers and passed through to the employees claiming the funds.
Kansas State University--ESARP	Other Nonexpense Items	100,840	These are items not defined by other non-expense/non-revenue codes.
Department of Administration	Master Lease Acquisition	100,000	These funds are transferred in from other state agencies for the master lease program. The expenditures appear in other agency budgets.
Emporia State University	Fed. Subgrant Transfer Out	92,522	These are transfers of indirect cost allowance on federal grants to funds of eligible departments.
Department of Agriculture	Fed. Subgrant Transfer Out	89,933	This is a transfer to other state agencies of federal grants to enhance the competitiveness of specialty crops.
University of Kansas Medical Center	Rural Medical Forgivable Loans	75,000	These are revolving funds for medical student loans.
Kansas Water Office	Rural Medical Forgivable Loans	65,141	This is a transfer to repay costs previously paid for by another fund for storage or administration and enforcement costs.
Department of Administration	Interfund Transfer Out	36,000	Administrative services for the State Revolving Fund are provided by the Division on a contractual basis to the Department of Health and Environment. This represents the amounts, as determined in the Statewide Indirect Cost Allocation Plan and by the Plan's consultant, that are attributable to this program.
Health and Environment--Health Office of the State Bank Commissioner	Investments Purchased	28,500	This appears to be a coding error in the accounting system.
Department of Administration	Interfund Transfer Out	25,000	This reflects a transfer between agency funds.
Kansas Arts Commission	Taxes Remitted	22,000	This is sales tax collected that is to be remitted to State Department of Revenue.
University of Kansas Medical Center	Fed. Subgrant Transfer Out	15,709	These are grants to other state agencies. However, all expenditures have been zeroed out in the Governor's recommendation to move the Kansas Arts Commission into a newly formed Creative Industries Commission in the Department of Commerce.
Emporia State University	Med. Resident Forgivable Loans	15,000	These are revolving funds for medical student loans.
Real Estate Appraisal Board	Interfund Transfer Out	12,819	These are transfers between departments at ESU and transfers to other state agencies.
Board of Regents	Other Nonexpense Items	9,925	This represents a portion of each appraiser's registration fee, which is passed through to the federal agency, and allows the appraisers to be listed on the national registry of appraisers.
Kansas Neurological Institute	Return of Unexpended Fed. Grant	8,400	The expenditure was recorded when the funds initially went to an institution; this is to send funds to the Federal Government after the grant period closed.
Judicial Council	Taxes Remitted	7,040	This represents sales tax remitted for various products sold.
KSU--Veterinary Medical Center	Taxes Remitted	6,498	This is sales tax collected that is to be remitted to State Department of Revenue.
University of Kansas Medical Center	Taxes Remitted	5,000	This is sales tax collected that is to be remitted to State Department of Revenue.
Kansas Department of Transportation	Taxes Remitted	1,900	This is sales tax collected that is to be remitted to State Department of Revenue.
Kansas Arts Commission	Taxes Remitted	1,500	This is sales tax collected that is to be remitted to State Department of Revenue.
Sentencing Commission	Taxes Remitted	567	This is sales tax to be remitted to the State Department of Revenue. However, all expenditures have been zeroed out in the Governor's recommendation to move the Kansas Arts Commission into a newly formed Creative Industries Commission in the Department of Commerce.
Department of Labor	Taxes Remitted	200	This is sales tax collected that is to be remitted to State Department of Revenue.
TOTAL	Taxes Remitted	80	This is sales tax on books sold through the Workers Compensation program.
		<u>\$ 2,751,049,913</u>	

Provisos in HB 2014 Changing Demand Transfers to Revenue Transfers

Sec. 180 – School District Capital Improvements Funds

(c) The state board of education shall certify to the director of accounts and reports the entitlements of school districts determined under the provisions of subsection (b), and an amount equal thereto shall be transferred by the director from the state general fund to the school district capital improvements fund for distribution to school districts. All transfers made in accordance with the provisions of this subsection shall be considered to be demand transfers from the state general fund, except that all such transfers during the fiscal years ending June 30, 2011, and June 30, 2012, *and June 30, 2013*, shall be considered to be **revenue transfers** from the state general fund.

Sec. 182 – Faculty of Distinction

On July 1, 2011, K.S.A. 2010 Supp. 76-775 is hereby amended to read as follows: 76-775. (a) Subject to the other provisions of this act, on the first day of the first state fiscal year commencing after receiving a certification of receipt of a qualifying gift under K.S.A. 2010 Supp. 76-774, and amendments thereto, the director of accounts and reports shall transfer from the state general fund the amount determined by the director of accounts and reports to be the earnings equivalent award for such qualifying gift for the period of time between the date of certification of the qualifying gift and the first day of the ensuing state fiscal year to either (1) the endowed professorship account of the faculty of distinction matching fund of the eligible educational institution, in the case of a certification of a qualifying gift to an eligible educational institution that is a state educational institution, or (2) the faculty of distinction program fund of the state board of regents, in the case of a certification of a qualifying gift to an eligible institution that is not a state educational institution. Subject to the other provisions of this act, on each July 1 thereafter, the director of accounts and reports shall make such transfer from the state general fund of the earnings equivalent award for such qualifying gift for the period of the preceding state fiscal year. All transfers made in accordance with the provisions of this subsection shall be considered demand transfers from the state general fund, except that all such transfers during the fiscal years ending June 30, 2011, and June 30, 2012, *and June 30, 2013*, shall be considered to be **revenue transfers** from the state general fund.

Sec. 182 – Bonds for Regent Scientific Research and Development (\$120 million)

(3) Upon acceptance by the board of regents of each project initiated and completed under this act and upon a determination by the board of regents that the period for repayment of debt for such project is to commence, the board of regents shall certify to the director of accounts and reports that principal and interest payments for such project are to commence and the dates and amounts of all principal and interest payments for such project. Pursuant to each such certification and commencing on or after July 1, 2004, the director of accounts and reports shall transfer, from the state general fund to the debt service fund or funds at a state educational institution as specified in the certification for such project, the amount certified on or before the respective payment date therefor. Transfers shall be made under this section pursuant to any such certification on or after July 1, 2004. All such transfers during the fiscal years ending June 30, 2011, and June 30, 2012, *and June 30, 2013*, shall be considered to be **revenue transfers** from the state general fund. The aggregate of all such transfers from the state general fund during any fiscal year shall not exceed \$10,000,000 and the aggregate of all such transfers from the state general fund under this section shall not exceed \$50,000,000. The Kansas development finance authority and the board of regents shall enter into contracts with respect to the scientific research and development facilities financed under this act prescribing the obligation of the board of regents and the state educational institutions to provide for repayment of amounts of bond debt service in addition to those amounts provided for by transfers under this section from the state general fund.

Sec. 185 Ad Valorem Tax Reduction Fund

(b) On January 15 and on July 15 of each year, the director of accounts and reports shall make transfers in equal amounts which in the aggregate equal 3.63% of the total retail sales and compensating taxes credited to the state general fund pursuant to articles 36 and 37 of chapter 79 of Kansas Statutes Annotated and acts amendatory thereof and supplemental thereto during the preceding calendar year from the state general fund to the local ad

valorem tax reduction fund, except that: (1) No moneys shall be transferred from the state general fund to the local ad valorem tax reduction fund during state fiscal years 2009, 2010, 2011, and 2012, and 2013, and (2) the amount of the transfer on each such date shall be \$13,500,000 during fiscal year ~~2013~~ 2014, \$20,250,000 during fiscal year ~~2014~~ 2015, and \$27,000,000 during fiscal year ~~2015~~ 2016 and all fiscal years thereafter. All such transfers are subject to reduction under K.S.A. 75-6704, and amendments thereto. All transfers made in accordance with the provisions of this section shall be considered to be demand transfers from the state general fund, except that all such transfers during fiscal year ~~2013~~ 2014 shall be considered to be **revenue transfers** from the state general fund.

Sec. 190. State Water Plan Fund

On July 1, 2011, K.S.A. 2010 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 (1) such transfers during each fiscal year commencing after June 30, 2008, are subject to reduction under K.S.A. 75-6704, and amendments thereto, (2) the total amount of moneys transferred from the state general fund to the state water plan fund during the fiscal year ending June 30, 2009, shall not exceed \$2,000,000, (3) the total amount of moneys transferred from the state general fund to the state water plan fund during the fiscal year ending June 30, 2010, shall not exceed \$3,295,432, and (4) the total amount of moneys transferred from the state general fund to the state water plan fund during the fiscal year ending June 30, 2011, shall not exceed \$1,348,245, *and (5) no moneys shall be transferred from the state general fund to the state water plan fund during the fiscal years ending June 30, 2012, or June 30, 2013.* On the effective date of this act, the director of accounts and reports shall transfer the amount in excess of \$2,000,000 which was transferred from the state general fund to the state water plan fund prior to the effective date of this act during the fiscal year ending June 30, 2009, as certified by the director of the budget to the director of accounts and reports to the state general fund. All transfers under this section shall be considered to be demand transfers from the state general fund, except that all such transfers during the fiscal years ending June 30, 2010, and June 30, 2011, shall be considered **revenue transfers** from the state general fund.