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 certain transfers, capital improvement projects and fees, imposing certain restrictions and limitations, and directing or authorizing certain receipts, disbursements, procedures and acts incidental to the foregoing; amending K.S.A. 2017 Supp. 75-2263, 75-4209, 75-6706, 79-4804 and 82a-953a and repealing the existing sections.

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

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

(b) The agencies named in this act are hereby authorized to initiate and complete the capital improvement projects specified and authorized by this act or for which appropriations are made by this act, subject to the restrictions and limitations imposed by this act.

(c) This act shall not be subject to the provisions of K.S.A. 75-6702(a), and amendments thereto.

(d) The appropriations made by this act shall not be subject to the provisions of K.S.A. 46-155, and amendments thereto.

Sec. 2.

KANSAS BOARD OF BARBERING

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

Sec. 3.

KANSAS BOARD OF BARBERING

(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section
Sec. 4.  
KANSAS STATE BOARD OF COSMETOLOGY  
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the cosmetology fee fund (149-00-2706-0100) of the Kansas state board of cosmetology is hereby increased from $1,016,509 to $1,023,423.  
Sec. 5.  
KANSAS STATE BOARD OF COSMETOLOGY  
(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the cosmetology fee fund (149-00-2706-0100) of the Kansas state board of cosmetology is hereby increased from $1,019,564 to $1,041,172.  
Sec. 6.  
KANSAS BOARD OF EXAMINERS IN FITTING AND DISPENSING OF HEARING INSTRUMENTS  
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 19(a) of chapter 104 of the 2017 Session Laws of Kansas on the hearing instrument board fee fund (266-00-2712-9900) of the Kansas board of examiners in fitting and dispensing of hearing instruments is hereby increased from $27,043 to $32,284.  
Sec. 7.  
BOARD OF NURSING  
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 20(a) of chapter 104 of the 2017 Session Laws of Kansas on the board of nursing fee fund (482-00-2716-0200) of the board of nursing is hereby increased from $2,541,423 to $2,577,129.  
Sec. 8.  
BOARD OF NURSING  
(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 20(a) of chapter 104 of the 2017 Session Laws of Kansas on the board of nursing fee fund (482-00-2716-0200) of the board of nursing is hereby increased from $2,594,467 to $2,630,173.  
Sec. 9.  
BOARD OF EXAMINERS IN OPTOMETRY
(a) On the effective date of this act, the expenditure limitation
established for the fiscal year ending June 30, 2018, by section 21(a) of
chapter 104 of the 2017 Session Laws of Kansas on the optometry fee fund
(488-00-2717-0100) of the board of examiners in optometry is hereby
increased from $161,360 to $163,708.
Sec. 10.

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

STATE BOARD OF PHARMACY
(a) On July 1, 2018, the expenditure limitation established for the
fiscal year ending June 30, 2019, by section 22(a) of chapter 104 of the
2017 Session Laws of Kansas on the state board of pharmacy fee fund
(531-00-2718-0100) of the state board of pharmacy is hereby increased
from $1,468,285 to $1,596,419.
(b) There is appropriated for the above agency from the following
special revenue fund or funds for the fiscal year ending June 30, 2019, all
moneys now or hereafter lawfully credited to and available in such fund or
funds, except that expenditures other than refunds authorized by law shall
not exceed the following:
Harold Rogers prescription fund (531-00-3188-3110)..................No limit
Sec. 12.

REAL ESTATE APPRAISAL BOARD
(a) There is appropriated for the above agency from the following
special revenue fund or funds for the fiscal year ending June 30, 2018, all
moneys now or hereafter lawfully credited to and available in such fund or
funds, except that expenditures other than refunds authorized by law shall
not exceed the following:
Special litigation reserve fund......................................................No limit
Provided, That no expenditures shall be made from the special litigation
reserve fund for the fiscal year ending June 30, 2018, except upon the
approval of the director of the budget acting after ascertaining that: (1)
Unforeseeable occurrence or unascertainable effects of a foreseeable
occurrence characterize the need for the requested expenditure, and delay
until the next legislative session on the requested action would be contrary
to clause (3) of this proviso; (2) the requested expenditure is not one that
was rejected in the next preceding session of the legislature and is not
contrary to known legislative policy; and (3) the requested action will
assist the above agency in attaining an objective or goal that bears a valid
relationship to powers and functions of the above agency.

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

Sec. 13.

REAL ESTATE APPRAISAL BOARD

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

Special litigation reserve fund..........................................................No limit

Provided, That no expenditures shall be made from the special litigation
reserve fund for the fiscal year ending June 30, 2019, except upon the
approval of the director of the budget acting after ascertaining that: (1)
Unforeseeable occurrence or unascertainable effects of a foreseeable
occurrence characterize the need for the requested expenditure, and delay
until the next legislative session on the requested action would be contrary
to clause (3) of this proviso; (2) the requested expenditure is not one that
was rejected in the next preceding session of the legislature and is not
contrary to known legislative policy; and (3) the requested action will
assist the above agency in attaining an objective or goal that bears a valid
relationship to powers and functions of the above agency.

(b) During the fiscal year ending June 30, 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
Sub HB 2468

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 board is hereby decreased from $162,342 to $0.

Sec. 14.

KANSAS REAL ESTATE COMMISSION

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

Sec. 15.

KANSAS REAL ESTATE COMMISSION

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

Sec. 16.

STATE BOARD OF TECHNICAL PROFESSIONS

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 25(a) of chapter 104 of the 2017 Session Laws of Kansas on the technical professions fee fund (663-00-2729-0100) of the state board of technical professions is hereby increased from $714,864 to $720,165.
Sec. 17.
STATE BOARD OF TECHNICAL PROFESSIONS
(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 25(a) of chapter 104 of the 2017 Session Laws of Kansas on the technical professions fee fund (663-00-2729-0100) of the state board of technical professions is hereby increased from $754,388 to $759,689.

Sec. 18.
STATE BOARD OF VETERINARY EXAMINERS
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 26(a) of chapter 104 of the 2017 Session Laws of Kansas on the veterinary examiners fee fund (700-00-2727-1100) of the state board of veterinary examiners is hereby decreased from $348,480 to $348,034.

Sec. 19.
STATE BOARD OF VETERINARY EXAMINERS
(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 26(a) of chapter 104 of the 2017 Session Laws of Kansas on the veterinary examiners fee fund (700-00-2727-1100) of the state board of veterinary examiners is hereby decreased from $356,987 to $356,957.

Sec. 20.
GOVERNMENTAL ETHICS COMMISSION
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the governmental ethics commission fee fund (247-00-2188-2000) of the governmental ethics commission is hereby decreased from $256,966 to $243,762.

Sec. 21.
GOVERNMENTAL ETHICS COMMISSION
(a) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by the state finance council by section 178(d) of chapter 104 of the 2017 Session Laws of Kansas on the governmental ethics commission fee fund (247-00-2188-2000) of the governmental ethics commission is hereby decreased from $268,027 to $267,660.

Sec. 22.
LEGISLATIVE COORDINATING COUNCIL
(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2018, the following:
Legislative research department – operations (425-00-1000-0103)........................................$3,084
Sub HB 2468

(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. 23.

LEGISLATIVE COORDINATING COUNCIL

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

Legislative coordinating council – operations (422-00-1000-0100)...........................................$33,871

Legislative research department – operations (425-00-1000-0103)............................................$152,642

Office of revisor of statutes – operations (579-00-1000-0103)..............$471,595

Sec. 24.

LEGISLATURE

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

Operations (including official hospitality) (428-00-1000-0103).....$400,000

Sec. 25.

LEGISLATURE

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

Operations (including official hospitality) (428-00-1000-0103).............$43,648

Legislative information systems (428-00-1000-0300).............................$87,778

Provided, That any unencumbered balance in the legislative information system account in excess of $100 as of June 30, 2018, is hereby reappropriated for fiscal year 2019.

Sec. 26.

DIVISION OF POST AUDIT

(a) On the effective date of this act, of the $2,467,048 appropriated for the above agency for the fiscal year ending June 30, 2018, by section 33(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the operations account (including legislative post audit committee) (540-00-1000-0100), the sum of $192,909 is hereby lapsed.

Sec. 27.

DIVISION OF POST AUDIT

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

Operations (including legislative post audit committee) (540-1000-00-0100).........................................................$90,323

Sec. 28.

GOVERNOR'S DEPARTMENT
(a) On July 1, 2018, the provisions of section 36(e) 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.

(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. 29.

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. 30.

ATTORNEY GENERAL

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

Abuse, neglect and exploitation unit (082-00-1000-0500)............$200,000

(b) On July 1, 2018, the provisions of section 38(g) of chapter 104 of the 2017 Session Laws of Kansas are hereby declared to be null and void and shall have no force and effect.

(c) On July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer $1,750,000 from the court cost fund (082-00-2012-2000) to the state general fund.

(d) On July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer $600,000 from the state general fund to the medicaid fraud prosecution revolving fund (082-00-2641-2280).

Sec. 31.

STATE TREASURER

(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by the state finance council by section 177(d) of chapter 104 of the 2017 Session Laws of Kansas on the state treasurer operating fund (670-00-2374-2300) of the office of the state treasurer is hereby decreased from $1,702,107 to $1,682,516: Provided, That, notwithstanding the provisions of the uniform unclaimed property act, K.S.A. 58-3934 et 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. 32.

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. 33.

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. 34.

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. 35.

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

(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. 36.

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

(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. 37.
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. 38.
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. 39.
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.

Sec. 40.

DEPARTMENT OF ADMINISTRATION

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

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. 41.

DEPARTMENT OF ADMINISTRATION

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

Long-term care ombudsman (173-00-1000-0580).................$39,695
Rehabilitation and repair for state facilities account (173-00-1000-8500)..............................................................................$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.

(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

Sub HB 2468  15
fiscal year 2019. All moneys transferred and credited to the state economic
development initiatives fund during fiscal year 2019 shall reduce the
amount debited and credited to the state economic development initiatives
fund under this subsection and section 66(h)(2) and (h)(3) of chapter 104
of the 2017 Session Laws of Kansas. On July 1, 2018, the provisions of
section 66(h)(1) of chapter 104 of the 2017 Session Laws of Kansas are
hereby declared to be null and void and shall have no force and effect.
(d) On July 1, 2018, the provisions of section 66(n) of chapter 104 of
the 2017 Session Laws of Kansas are hereby declared to be null and void
and shall have no force and effect.
(e) (1) (A) Prior to August 15, 2018, the state board of regents shall
determine and certify to the director of the budget each of the specific
amounts from the amounts appropriated from the state general fund or
from the moneys appropriated and available in the special revenue funds
for each of the regents agencies to be transferred to and debited to the 27th
payroll adjustment account of the state general fund by the director of
accounts and reports pursuant to this subsection: Provided, That the
aggregate of all such amounts certified to the director of the budget shall
be an amount that is equal to or more than $1,184,054. The certification by
the state board of regents shall specify the amount in each account of the
state general fund or in each special revenue fund, or account thereof, that
is designated by the state board of regents pursuant to this subsection for
each of the regents agencies to be transferred to and debited to the 27th
payroll adjustment account in the state general fund by the director of
accounts and reports pursuant to this subsection. At the same time as such
certification is transmitted to the director of the budget, the state board of
regents shall transmit a copy of such certification to the director of
legislative research.
(B) The director of the budget shall review each such certification
from the state board of regents and shall certify a copy of each such
certification from the state board of regents to the director of accounts and
reports. At the same time as such certification is transmitted to the director
of accounts and reports, the director of the budget shall transmit a copy of
each such certification to the director of legislative research.
(C) On August 15, 2018, in accordance with the certification by the
director of the budget that is submitted to the director of accounts and
reports under this subsection, the appropriation for fiscal year 2019 for
each account of the state general fund, state economic development
initiatives fund, state water plan fund and children's initiatives fund that is
appropriated or reappropriated for the fiscal year ending June 30, 2019, by
chapter 104 of the 2017 Session Laws of Kansas or by this or other
appropriation act of the 2018 regular session of the legislature is hereby
respectively lapsed by the amount equal to the amount certified under this
subsection.

(2) In determining the amounts to be certified to the director of accounts and reports in accordance with this subsection, the director of the budget and the state board of regents shall consider any changed circumstances and unanticipated reductions in expenditures or unanticipated and required expenditures by the state agencies for fiscal year 2019.

(3) (A) On or before September 1, 2018, after receipt of each certification by the director of the budget pursuant to this subsection, the director of accounts and reports shall transfer and debit to the 27th payroll adjustment account of the state general fund, which is hereby established in the state general fund, by an amount equal to the aggregate of the amounts certified by the director of the budget pursuant to this subsection in accordance with such certifications.

(B) On September 1, 2018, the director of accounts and reports shall transfer the balance of the 27th payroll adjustment account of the state general fund to the master account of the state general fund: Provided, however; That the amount transferred shall not exceed the amount of the then outstanding balance of the state treasurer's receivables for the state general fund.

(C) On September 1, 2018, the director of accounts and reports shall adjust the amounts debited and credited to the state treasurer's receivables and to the 27th payroll adjustment account of the state general fund pursuant to this subsection to reflect all moneys actually transferred and credited to the 27th payroll adjustment account of the state general fund pursuant to this subsection during fiscal year 2019.

(D) On June 30, 2019, the director of accounts and reports shall record a credit to the state treasurer's receivables for the state general fund and shall record a corresponding debit to the state general fund in the amount of the outstanding receivable created to finance the cost of the 27th payroll chargeable to the fiscal year ending June 30, 2028.

(E) The director of accounts and reports shall notify the state treasurer of all amounts debited and credited to the 27th payroll adjustment account of the state general fund pursuant to this subsection and all reductions and adjustments made thereto pursuant to this subsection. The state treasurer shall enter all such amounts debited and credited and shall make reductions and adjustments thereto on the books and records kept and maintained for the state general fund by the state treasurer in accordance with the notice thereof.

(4) As used in this subsection, "regents agency" means the state board of regents, Fort Hays state university, Kansas state university, Kansas state university extension systems and agriculture research programs, Kansas state university veterinary medical center, Emporia state university,
Pittsburg state university, the university of Kansas, the university of Kansas medical center and Wichita state university.

(5) The provisions of this subsection shall not apply to:

(A) Any money held in trust in a trust fund or held in trust in any other special revenue fund or funds of any regents agency;

(B) any moneys received from any agency or authority of the federal government or from any other federal source, other than any such federal moneys that are credited to or may be received and credited to special revenue funds of a regents agency and that are determined by the state board of regents to be federal moneys that may be transferred to and debited to the 27th payroll adjustment account of the state general fund by the director of accounts and reports pursuant to this subsection;

(C) any account of the Kansas educational building fund or the state institutions building fund; or

(D) any fund of any regents agency in the state treasury, as determined by the director of the budget, that would experience financial or administrative difficulties as a result of executing the provisions of this subsection, including, but not limited to, cash-flow problems, the inability to meet ordinary expenditure obligations, or any conflicts with prevailing contracts, compacts or other provisions of law.

(6) Each amount transferred from any special revenue fund of any regents agency to the state general fund pursuant to this subsection is transferred to reimburse the state general fund for accounting, auditing, budgeting, legal, payroll, personnel and purchasing services and any other governmental services that are performed on behalf of the regents agency involved by other state agencies that receive appropriations from the state general fund to provide such services.

(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.

Sec. 42.
OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

<table>
<thead>
<tr>
<th>Service</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Information technology modernization</td>
<td>$4,067,889</td>
</tr>
<tr>
<td>Office 365 cloud email services</td>
<td>$826,378</td>
</tr>
</tbody>
</table>

Sec. 43.

OFFICE OF INFORMATION TECHNOLOGY SERVICES

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

<table>
<thead>
<tr>
<th>Service</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Information technology modernization</td>
<td>$7,302,609</td>
</tr>
<tr>
<td>Cybersecurity support</td>
<td>$2,682,852</td>
</tr>
<tr>
<td>Office 365 cloud email services</td>
<td>$826,378</td>
</tr>
</tbody>
</table>

Sec. 44.

STATE BOARD OF TAX APPEALS

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

Sec. 45.

STATE BOARD OF TAX APPEALS

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

Sec. 46.

DEPARTMENT OF REVENUE

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

<table>
<thead>
<tr>
<th>Service</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating expenditures (565-00-1000-0303)</td>
<td>$439,669</td>
</tr>
</tbody>
</table>

(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. 47.

DEPARTMENT OF REVENUE
(a) There is appropriated for the above agency from the state general
fund for the fiscal year ending June 30, 2019, the following:
Operating expenditures (565-00-1000-0303)..............................$224,000
(b) On July 1, 2018, the expenditure limitation established for the
fiscal year ending June 30, 2019, by section 178(d) of chapter 104 of the
2017 Session Laws of Kansas on the division of vehicles operating fund
(565-00-2089-2020) of the department of revenue is hereby 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. 48.
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. 49. 
DEPARTMENT OF COMMERCE
(a) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2019, the following:
Registered apprenticeship program..............................................$740,000
Older Kansans employment program (300-00-1900-1140)..............$260,000
Innovation growth program...............................................................$65,643
Kansas international trade show assistance program.........................$77,000
(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. 50.
DEPARTMENT OF LABOR
(a) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 86(b) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor is hereby increased from $14,681,786 to $15,072,758.
(b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 187(d) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor for such capital improvement purposes is hereby increased from $780,000 to $1,165,000.
Sec. 51.
DEPARTMENT OF LABOR
(a) There is appropriated for the above agency from the state general fund for the fiscal year ending June 30, 2019, the following:
Amusement ride safety (296-00-1000-0513)...........................................$249,511
(b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 87(b) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor is hereby increased from $12,812,732 to $15,149,481.

(c) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 188(d) of chapter 104 of the 2017 Session Laws of Kansas on the workmen's compensation fee fund (296-00-2124-2220) of the department of labor for such capital improvement purposes is hereby increased from $265,000 to $870,000.

Sec. 52.

KANSAS COMMISSION ON VETERANS AFFAIRS OFFICE

(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
Operating expenditures – Kansas soldiers' home (694-00-1000-0403).........................................................................................$17,641
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:

WaKeeney hail storm damage........................................................................$136,881

Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and amendments thereto, or any other statute, expenditures may be made from 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 the above agency for the fiscal year ending June 30, 2018, by section 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 projects account (694-00-8100-8250), the sum of $64,800 is hereby lapsed.

Sec. 53.

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, 2019, the following:

Operating expenditures – administration (649-00-1000-0103)..............$2,211
Operating expenditures – veteran services (694-00-1000-0203)...........$10,991
Operating expenditures – Kansas soldiers' home (694-00-1000-0403).........................................................................................$17,938
Operating expenditures – state veterans cemeteries (694-00-1000-
(b) On July 1, 2018, of the $637,900 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 191(b) of chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the soldiers' home rehabilitation and repair projects account (694-00-8100-7100), the sum of $22,727 is hereby lapsed.

(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 chapter 104 of the 2017 Session Laws of Kansas from the state institutions building fund in the veterans' home rehabilitation and repair projects account (694-00-8100-8250), the sum of $40,670 is hereby lapsed.

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

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Waste disposal</td>
<td>$125,000</td>
</tr>
</tbody>
</table>

Provided, That, notwithstanding the provisions of K.S.A. 76-6b05, and amendments thereto, or any other statute, expenditures may be made from the waste disposal account during fiscal year 2019 for the purchase of a waste disposal vehicle.

Sec. 54.

DEPARTMENT OF HEALTH AND ENVIRONMENT – DIVISION OF PUBLIC HEALTH

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

- Operating expenditures (including official hospitality) – health (264-00-1000-0270) ................................................................. $134,258

(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:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Limit</th>
</tr>
</thead>
<tbody>
<tr>
<td>CDC multipurpose grant federal fund (264-00-3243-3243)</td>
<td>No limit</td>
</tr>
<tr>
<td>Kansas newborn screening information system</td>
<td></td>
</tr>
<tr>
<td>maintenance and enhancement</td>
<td></td>
</tr>
<tr>
<td>federal fund (264-00-3612-3612)</td>
<td>No limit</td>
</tr>
<tr>
<td>Lifting young families toward excellence</td>
<td></td>
</tr>
<tr>
<td>federal fund (264-00-3627-3627)</td>
<td>No limit</td>
</tr>
</tbody>
</table>

Sec. 55.

DEPARTMENT OF HEALTH AND ENVIRONMENT – DIVISION OF PUBLIC HEALTH

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

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

Healthy start (264-00-2000-2105) .................................................. $33,066

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

CDC multipurpose grant federal fund (264-00-3243-3243) ........ No limit

Kansas newborn screening information system maintenance and enhancement federal fund (264-00-3612-3612) .................................................. No limit

Lifting young families toward excellence federal fund (264-00-3627-3627) .................................................. No limit

Sec. 56.

DEPARTMENT OF HEALTH AND ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

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

Other medical assistance (264-00-1000-3026) ...................................... $41,940,052

Wichita center for graduate medical education ...................................... $5,900,000

(b) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the 2017 Session Laws of Kansas on the preventive health care program fund (264-00-2556-2550) of the department of health and environment – division of health care finance is hereby decreased from $1,640,046 to $491,161.

(c) On the effective date of this act, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the 2017 Session Laws of Kansas on the cafeteria benefits fund (264-00-7720-9002) of the department of health and environment – division of health care finance is hereby decreased from $3,844,401 to $2,492,845.

(d) On the effective date of this act, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2018, by section 94(b) of chapter 104 of the 2017 Session Laws of Kansas on the dependent care assistance program fund (264-00-7740-8700) of the department of health and environment – division of health care finance is hereby decreased from $3,981,219 to $622,302.

(e) On the effective date of this act, the expenditure limitation established for the fiscal year ending June 30, 2018, by section 94(b) of
chapter 104 of the 2017 Session Laws of Kansas on the medical programs
fee fund (264-00-2395-0110) of the department of health and environment
– division of health care finance is hereby increased from $95,498,999 to
$106,998,999.

(f) During the fiscal year ending June 30, 2018, notwithstanding the
provisions of K.S.A. 2017 Supp. 65-6217 and 65-6218, and amendments
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. 57.

DEPARTMENT OF HEALTH AND
ENVIRONMENT – DIVISION OF HEALTH CARE FINANCE

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

Other medical assistance (264-00-1000-3026)............................$124,263,716
Wichita center for graduate medical education...............................$3,000,000
Graduate medical education......................................................$1,300,000
Health policy operating expenditures (264-00-1000-0010)..........$152,600

(b) On July 1, 2018, the expenditure limitation established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the preventive health care program fund (264-00-2556-2550) of the department of health and environment – division of health care finance is hereby decreased from $1,649,246 to $494,649.

(c) On July 1, 2018, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the cafeteria benefits fund (264-00-7720-9002) of the department of health and environment – division of health care finance is hereby decreased from $3,843,557 to $2,533,492.

(d) On July 1, 2018, the expenditure limitation for salaries and wages and other operating expenditures established for the fiscal year ending June 30, 2019, by section 95(b) of chapter 104 of the 2017 Session Laws of Kansas on the dependent care assistance program fund (264-00-7740-8700) of the department of health and environment – division of health care finance is hereby decreased from $3,987,115 to $625,012.

(e) During the fiscal year ending June 30, 2019, in addition to the other purposes for which expenditures may be made by the department of health and environment – division of health care finance from moneys appropriated from the state general fund or from any special revenue 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 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.

Sec. 58.

KANSAS DEPARTMENT FOR AGING AND DISABILITY SERVICES

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

Larned state hospital — sexual predator treatment program (410-00-1000-0200) ...........................................$2,519,398

Osawatomie state hospital — operating expenditures (494-00-1000-0100) ...........................................$1,014,136

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 $41,598,009 is hereby lapsed.

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

(d) On the effective date of this act, of the $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 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)...................................................No limit

(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. 59.

KANSAS DEPARTMENT FOR AGING
AND DISABILITY SERVICES

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

- Nursing facilities regulation (039-00-1000-0710).........................$57,753
- Nursing facilities regulation – title XIX (039-00-1000-0712)........$102,673
- Larned state hospital – sexual predator treatment program (410-00-1000-0200)..........................$6,606,159
- Osawatomie state hospital – operating expenditures (494-00-1000-0100).....................$10,008,737
- RSI crisis center base services..............................................................$3,576,100
- Comcare crisis center base services.......................................................$2,100,000
- Valeo crisis center base services...........................................................$500,000
- Salina crisis center base services............................................................$85,000
- Parsons state hospital – operating expenditures (507-00-1000-0100)..............................$793,000
- Program grants – nutrition – state match (039-00-1000-0280).......$200,000

(b) On July 1, 2018, of the $651,956,862 appropriated for the above agency for the fiscal year ending June 30, 2019, by section 100(a) of chapter 104 of the 2017 Session Laws of Kansas from the state general fund in the LTC – medicaid assistance – NF account (039-00-1000-0520), the sum of $45,577,895 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:

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:

Opioid abuse treatment & prevention federal fund (039-00-3023-3024)................................................No limit

(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.

Sec. 60.

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 hospitality) (629-00-1000-0013).................................................$3,103,170

Provided, That on or before June 30, 2018, the director of the budget shall certify the amount expended for the protective investigator position to assist with locating missing foster children in fiscal year 2018 for salary and wages, including associated fringe benefits, and travel expenses, communications and supplies: 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 state operations (including official hospitality) account, any amount of the $31,146 budgeted for such position that is not expended as part of 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.
Youth services aid and assistance (629-00-1000-7020)............$9,129,847
(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 shall not exceed the following:
Project maintenance reserve fund (629-00-2214-0150)................No limit
Sec. 61.

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, 2019, the following:
State operations (including official
hospitality) (629-00-1000-0013)............................................$5,106,919
Youth services aid and
assistance (629-00-1000-7020)............................................$7,989,695
(b) There is appropriated for the above agency from the children's
initiatives fund for the fiscal year ending June 30, 2019, the following:
Family preservation (629-00-2000-2413).................................$80,745
(c) There is appropriated for the above agency from the following
special revenue fund or funds for the fiscal year ending June 30, 2019, all
moneys now or hereafter lawfully credited to and available in such fund or
funds, except that expenditures shall not exceed the following:
Project maintenance reserve fund (629-00-2214-0150)................No limit
Sec. 62.

DEPARTMENT OF EDUCATION
(a) There is appropriated for the above agency from the state general
fund for the fiscal year ending June 30, 2018, the following:
KPERS – employer contributions (652-00-1000-0100).............$2,804,000
KPERS – employer contributions –
USDs (652-00-1000-0110)....................................................$15,257,000
State foundation aid (652-00-1000-0820).................................$10,322,894
Incentive for technical education (652-00-1000-0130).............$55,000
(b) On the effective date of this act, of the $480,920,922 appropriated
for the above agency for the fiscal year ending June 30, 2018, by section
1(a) of chapter 95 of the 2017 Session Laws of Kansas from the state
general fund in the supplemental state aid account (652-00-1000-0840),
the sum of $26,420,922 is hereby lapsed.
Sec. 63.

DEPARTMENT OF EDUCATION
(a) The director of accounts and reports shall not make the transfer of
$24,150,000 from the state highway fund of the department of
transportation to the general state aid transportation weighting – state
highway fund (652-00-2222-2222) 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.

(b) 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.

(c) 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.

Sec. 64.

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. 65.

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
funds, except that expenditures shall not exceed the following:
Electrical distribution system project fund (367-00-8001-8318).....No limit
Salina project fund (367-00-2062-2000)...............................No limit

Sec. 66.

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, 2019, all
moneys now or hereafter lawfully credited to and available in such fund or 
funds, except that expenditures shall not exceed the following:
Electrical distribution system project fund (367-00-2520-2080)...........No limit
Salina project fund (367-00-2062-2000)....................................................No limit

Sec. 67.

EMPORIA 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 
funds, except that expenditures shall not exceed the following:
Abigail Morse hall and the
residential life residence
project fund (379-00-5650-5120)..................................................No limit

Sec. 68.

EMPORIA 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:
Department of nursing.................................................................$535,000
(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 shall not exceed the following:
Abigail Morse hall and the
residential life residence
project fund (379-00-5650-5120)..................................................No limit

Sec. 69.

UNIVERSITY OF KANSAS
(a) There is appropriated for the above agency from the state general 
fund for the fiscal year ending June 30, 2018, the following:
Geological survey (682-00-1000-0170)...............................................$8,198
(b) On the effective date of this act, of the $122,379,585 appropriated 
for the above agency for the fiscal year ending June 30, 2018, by section 
129(a) of chapter 104 of the 2017 Session Laws of Kansas from the state 
general fund in the operating expenditures (including official hospitality) 
account (682-00-1000-0023), the sum of $8,198 is hereby lapsed.
(c) There is appropriated for the above agency from the following
special revenue fund or funds for the fiscal year ending June 30, 2018, all
moneys now or hereafter lawfully credited to and available in such fund or 
funds, except that expenditures shall not exceed the following:
2017A – refunding fund...............................................................No limit

Sec. 70.

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

(b) On July 1, 2018, of the $123,932,492 appropriated for the above
agency for the fiscal year ending June 30, 2019, by section 130(a) of
chapter 104 of the 2017 Session Laws of Kansas from the state general
fund in the operating expenditures (including official hospitality) account
(682-00-1000-0023), the sum of $8,198 is hereby lapsed.

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

- Earth, energy, and environment center
  - project fund (682-00-2545-2080).................................No limit
  - 2017A – refunding fund..............................................No limit

- Corbin hall fund (682-00-5142-5050).................................No limit

Sec. 71.

UNIVERSITY OF KANSAS MEDICAL CENTER

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

Sec. 72.

UNIVERSITY OF KANSAS MEDICAL CENTER

(a) On July 1, 2018, or as soon thereafter as moneys are available, the
director of accounts and reports shall transfer $970,000 from the rural
health bridging psychiatry fund (683-00-2218-2218) to the psychiatry
medical loan repayment fund (683-00-7233-7233).

Sec. 73.

WICHITA 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
funds, except that expenditures shall not exceed the following:

- Parking garage project fund (715-00-5148-5000)......................No limit
  - 2016J – refunding fund..............................................No limit

Sec. 74.

WICHITA 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:

- Aviation infrastructure (710-00-1000-0010)..............................$1,700,000
- Aviation research (710-00-1000-0015).................................$5,000,000

(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 shall not exceed the following:

Parking garage project fund (715-00-5148-5000)..........................No limit

Sec. 75.

STATE BOARD OF REGENTS

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

Tuition for technical education (561-00-1000-0120)...............$7,300,000

Sec. 76.

STATE BOARD OF REGENTS

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

Tuition for technical education (561-00-1000-0120)................$8,300,000

National guard education assistance (561-00-1000-1300)..........$2,129,131

(b) If the amount of moneys appropriated for the above agency for the fiscal year ending June 30, 2019, by chapter 104 of the 2017 Session Laws of Kansas, this or other appropriation act of the 2018 regular session of the legislature, in the postsecondary tiered technical education state aid account (561-00-1000-0760) is $58,300,000 or greater, then the difference between the amount of moneys appropriated for the fiscal year 2019 and $58,300,000 shall be distributed based on each eligible institution's calculated gap, according to the postsecondary tiered technical education state aid act, K.S.A. 2017 Supp. 71-1801 through 71-1810, and amendments thereto, as determined by the state board of regents: Provided, That if the amount of moneys appropriated for the above agency for fiscal year 2019 is less than $58,300,000, then each eligible institution shall receive an amount of moneys proportionally adjusted to equal the amount of moneys such eligible institution received in fiscal year 2016: And provided further, That on July 1, 2018, the provisions of the proviso to the appropriation of moneys in the postsecondary tiered technical education state aid account of the state board of regents in section 136(a) of chapter 104 of the 2017 Session Laws of Kansas is hereby declared to be null and void and shall have no force and effect.

(c) Notwithstanding the provisions of K.S.A. 2017 Supp. 74-32,182, and amendments thereto, on July 1, 2018, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer $535,000 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. 77.

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.

DEPARTMENT OF CORRECTIONS

(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 (521-00-1000-0603).................................$5,876,204
Topeka correctional facility – facilities
operations (660-00-1000-0303)..................................................$774,351
Hutchinson correctional facility – facilities
operations (313-00-1000-0303)..............................................$1,463,428
Lansing correctional facility – facilities
operations (400-00-1000-0303)..............................................$1,579,404
Ellsworth correctional facility – facilities
operations (177-00-1000-0303).................................................$616,036
Winfield correctional facility – facilities
operations (712-00-1000-0303).................................................$561,234
Norton correctional facility – facilities
operations (581-00-1000-0303).................................................$742,893
El Dorado correctional facility – facilities
operations (195-00-1000-0303).................................................$1,899,076
Larned correctional mental health facility – facilities
operations (408-00-1000-0303)..............................................$586,194
Kansas juvenile correctional complex – facilities
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 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. 80.

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:
Operating expenditures (034-00-1000-0053)..........................$35,177
Disaster relief (034-00-1000-0200)..........................$2,299,592
Rehabilitation and repair projects (034-00-1000-8000).............$48,038

Sec. 81.

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. 82.

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

Sec. 83.

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. 84.

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. 85.

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. 86.

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. 87.

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. 88.

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. 89.

KANSAS DEPARTMENT OF AGRICULTURE

(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 (046-00-1000-0053).........................$77,868
Animal traceability pilot study.............................................$250,000

(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. 90.

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. 91.

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 reports shall transfer the amount certified from the water marketing fund (709-00-2255-2100) of the Kansas water office to the state general fund: Provided further, That the director of the Kansas water office shall transmit a copy of each such certification to the director of the budget and the director of legislative research.

(b) On July 1, 2018, the amount of $419,474 authorized by section 159(i) of chapter 104 of the 2017 Session Laws of Kansas to be transferred by the director of accounts and reports from the water marketing fund (709-00-2255-2100) of the Kansas water office to the state general fund on July 1, 2018, is hereby decreased to $411,074.

(c) There is appropriated for the above agency from the state water plan fund for the fiscal year ending June 30, 2019, for the state water plan project or projects specified, the following:

Milford lake watershed regional conservation partnership program.................................................................$200,000

Provided, That any unencumbered balance in the Milford lake watershed regional conservation partnership program account in excess of $100 as of June 30, 2018, is hereby reappropriated for fiscal year 2019.

Best management practices implementation.................................................$900,000

Streambank stabilization (709-00-1800-1265)..............................................$800,000

Provided, That any unencumbered balance in the streambank stabilization account in excess of $100 as of June 30, 2018, is hereby reappropriated for
fiscal year 2019.
Milford and Marion reservoirs harmful algae bloom pilot............$450,000
Irrigation technology.................................................................$300,000
Water conservation area coordination........................................$250,000
Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
amendments thereto, or any other statute, during the fiscal year ending
June 30, 2019, expenditures may be made from the water conservation
area coordination account of the state water plan fund by the above agency
for salaries and wages, and associated fringe benefits, for water
conservation area coordinators.
Crop research – sorghum...............................................................$150,000
Reservoir bathymetric surveys and biological research (709-00-1800-
1275)......................................................................................$150,000
Provided, That any unencumbered balance in the reservoir bathymetric
surveys and biological research account in excess of $100 as of June 30,
2018, is hereby reappropriated for fiscal year 2019.
Streambank stabilization effectiveness research...............................$100,000
Harmful algae bloom research.....................................................$100,000
Technical assistance to water users (709-00-1800-1200).................$100,000
Water technology farms......................................................................$100,000
Water resource planner..................................................................$100,000
Provided, That notwithstanding the provisions of K.S.A. 82a-951, and
amendments thereto, or any other statute, during the fiscal year ending
June 30, 2019, expenditures may be made from the water resource planner
account of the state water plan fund by the above agency for salaries and
wages, and associated fringe benefits, for a water resource planner.
Kansas river alluvial aquifer observation well network (709-00-1800-
1270)......................................................................................$50,000
Provided, That any unencumbered balance in the Kansas river alluvial
aquifer observation well network account in excess of $100 as of June 30,
2018, is hereby reappropriated for fiscal year 2019.
Equus Beds aquifer chloride plume pilot.........................................$50,000
Santa Fe lake restoration and repair...............................................$25,000

Sec. 92.

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 $31,999,411.
(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. 93.

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. 94.

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.

Sec. 95.
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. 96.

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

(b) Upon receipt of such certification, or as soon thereafter as moneys are available, the director of accounts and reports shall transfer such certified excess amount from the state general fund as follows:

(1) 50% to the budget stabilization fund established by K.S.A. 2017 Supp. 75-6706, and amendments thereto; and

(2) 50% to the pooled money investment portfolio pursuant to K.S.A. 75-4209(m)(2) and (m)(4), and amendments thereto, to pay in full or in part the amounts to be transferred. Any moneys transferred to the pooled money investment portfolio pursuant to this section shall be credited to the final payment to be made in fiscal year 2024, and each next preceding fiscal year thereafter as moneys are available.

(c) If the amount of actual tax receipt revenues to the state general fund is less than the amount of estimated tax receipt revenues to the state general fund, then no transfers shall be made pursuant to this section.

Sec. 99. 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. 100. 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 \( \frac{1}{6} \) 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 98, 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 \( \frac{1}{6} \) 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 98, and amendments thereto.

Sec. 101. K.S.A. 2017 Supp. 75-6706 is hereby amended to read as follows: 75-6706. (a) On July 1, 2017, the budget stabilization fund is hereby established in the state treasury.

(b) On or before the 10th day of each month commencing July 1, 2017, the director of accounts and reports shall transfer from the state general fund to the budget stabilization fund interest earnings based on:

(1) The average daily balance of moneys in the budget stabilization fund, for the preceding month; and

(2) the net earnings rate of the pooled money investment portfolio for the preceding month.

(c) On and after July 1, 2017, no moneys in the budget stabilization fund shall be expended pursuant to this subsection unless the expenditure either has been approved by an appropriation or other act of the legislature or has been approved by the state finance council acting on this matter which is hereby characterized as a matter of legislative delegation and subject to the guidelines prescribed in K.S.A. 75-3711(c), and amendments thereto.

(d) (1) The legislative budget committee shall study and review the policy concerning the balance of, transfers to and expenditures from the budget stabilization fund. The legislative budget committee study and review shall include, but not be limited to, the following:

(A) Risk-based budget stabilization fund practices utilized in other states.

(B) The appropriate number of years to review the state general fund:

(i) Revenue variances from projections; and

(ii) expenditure variances from budgets.

(C) The entity to certify the amount necessary in the budget stabilization fund to maintain the appropriate risk-based balance.

(D) Plan to fund the budget stabilization fund.

(E) Process and circumstances to reach the appropriate risk-based balance, including the amount of risk that is acceptable.

(F) Circumstances under which expenditures may be made from the fund.

(2) The legislative budget committee may make recommendations and introduce legislation as it deems necessary to implement such recommendations.

(e) On or before August 15, 2019, the director of the budget, in consultation with the director of legislative research, shall certify the amount of the unencumbered ending balance in the state general fund for fiscal year 2019. Such ending balance shall not include the transfers made pursuant to section 98, 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. 102. 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, except that during fiscal year 2019, the transfer shall not exceed $1,000,000. No moneys shall be transferred from the state economic development initiatives fund to the state water plan fund on such dates during state fiscal year 2018, state fiscal year 2019, and state fiscal year 2020. No other moneys credited to the state economic development initiatives fund shall be used for: (1) Water-related projects or programs, or related technical assistance; or (2) any other projects or programs, or related technical assistance, which meet one or more of the long-range goals, objectives and considerations set forth in the state water resource planning act.

Sec. 103. 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. 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. 104. 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. 105. 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. 106. 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. 107. K.S.A. 2017 Supp. 75-2263, 75-4209, 75-6706, 79-4804
and 82a-953a are hereby repealed.

Sec. 108. This act shall take effect and be in force from and after its
publication in the Kansas register.