

March 8, 2012

The Honorable Carolyn McGinn, Chairperson
Senate Committee on Ways and Means
Room 545-S, Statehouse

and

The Honorable Marc Rhoades, Chairperson
House Committee on Appropriations
Room 351-S, Statehouse

Dear Senator McGinn:

The items contained in this memo, Governor's Budget Amendment No. 3, amend the FY 2013 budget that I submitted to you in January. Total adjustments to expenditures and positions are shown below.

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	\$ 1,661,677
All Other Funds	--	<u>2,150,439</u>
All Funds	\$ --	\$ 3,812,116
FTE Positions	--	5.00
Non-FTE Unclassified Permanent	<u>--</u>	<u>--</u>
Total Positions	--	5.00

Restoration of Kansas CPOST

1. Transfer of Agency Operations

In my original budget, I proposed locating functions currently performed by the Kansas Commission on Peace Officers Standards and Training within the Office of the Attorney General. This recommendation included reorganizing agency employees to produce a savings in the budget. After further discussion, I have decided to amend my budget to keep the Commission as a separate agency with 7.00 FTE positions.

Kansas Commission on Peace Officers Standards and Training

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	\$ --
All Other Funds	<u>--</u>	<u>840,000</u>
All Funds	\$ --	\$ 840,000
FTE Positions	--	7.00
Non-FTE Unclassified Permanent	<u>--</u>	<u>--</u>
Total Positions	--	7.00

Attorney General

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	(\$ 175,000)
All Other Funds	<u>--</u>	<u>(280,000)</u>
All Funds	\$ --	(\$ 455,000)
FTE Positions	--	(2.00)
Non-FTE Unclassified Permanent	<u>--</u>	<u>--</u>
Total Positions	--	(2.00)

Judiciary

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	\$ 560,000
All Other Funds	<u>--</u>	<u>(560,000)</u>
All Funds	\$ --	\$ --

Department of Health & Environment**2. KanCare Education**

I amend my FY 2013 budget to add \$1.0 million, including \$500,000 from the State General Fund, as a one-time enhancement to provide statewide education prior to the implementation of KanCare. Funding will be used for a robust communication and education program for members and providers in the lead-up and implementation phase of KanCare. Activities will include meetings across the state in the summer and fall and direct and mass communications, including telecommunication and web-based education.

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	\$ 500,000
All Other Funds	<u>--</u>	<u>500,000</u>
All Funds	\$ --	\$ 1,000,000

3. KanCare Unified Billing

I amend my FY 2013 budget to add \$2.4 million, including \$776,677 from the State General Fund, to update the Medicaid Management Information System (MMIS) in preparation for KanCare. In order to ensure that Medicaid providers do not experience any additional administrative burden with KanCare, the MMIS will provide a single billing point that is uniform and HIPAA compliant.

	<u>FY 2012</u>	<u>FY 2013</u>
State General Fund	\$ --	\$ 776,677
All Other Funds	<u>--</u>	<u>1,650,439</u>
All Funds	\$ --	\$ 2,427,116

Sincerely,



Sam Brownback
Governor