# KANSAS CORPORATION COMMISSION
## FY 2024 – FY 2026 BUDGET SUMMARY

FIG. 1 **BUDGET SUMMARY, FY 2024 – FY 2026**

| | Actual FY 2024 | Agency FY 2025 | Legislative Budget Committee FY 2025 | Agency FY 2026 | Legislative Budget Committee FY 2026 |
|---|---|---|---|---|---|
| **EXPENDITURES:** | | | | | |
| **State Operations*** | **$ 25,360,016** | **$ 75,411,886** | **$ 75,411,886** | **$ 74,776,277** | **$ 74,776,277** |
| Salaries and Wages | 15,489,719 | 19,092,518 | 19,092,518 | 19,223,763 | 19,223,763 |
| Contractual Services | 8,869,805 | 52,116,754 | 52,116,754 | 51,489,900 | 51,489,900 |
| Commodities | 310,595 | 360,173 | 360,173 | 360,173 | 360,173 |
| Capital Outlay | 689,897 | 3,842,441 | 3,842,441 | 3,702,441 | 3,702,441 |
| **State Aid and Assistance** | **$ 1,019,090** | **$ 17,317,613** | **$ 17,317,613** | **$ 57,431,439** | **$ 57,431,439** |
| Aid to Local Units | 1,019,090 | 7,773,023 | 7,773,023 | 2,886,849 | 2,886,849 |
| Other Assistance | - | 9,544,590 | 9,544,590 | 54,544,590 | 54,544,590 |
| **Capital Budget and Debt** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| Capital Improvements | - | - | - | - | - |
| Debt Service Principal | - | - | - | - | - |
| Debt Service Interest | - | - | - | - | - |
| **TOTAL** | **$ 26,379,106** | **$ 92,729,499** | **$ 92,729,499** | **$ 132,207,716** | **$ 132,207,716** |
| **FINANCING:** | | | | | |
| State General Fund | $ - | $ - | $ - | $ - | $ - |
| Public Service Regulation Fund | 6,631,118 | 15,834,661 | 15,834,661 | 15,121,436 | 15,121,436 |
| Conservation Fee Fund | 8,797,581 | 13,438,312 | 13,438,312 | 13,522,254 | 13,522,254 |
| All Other Funds | 10,950,407 | 63,456,526 | 63,456,526 | 103,564,026 | 103,564,026 |
| **TOTAL** | **$ 26,379,106** | **$ 92,729,499** | **$ 92,729,499** | **$ 132,207,716** | **$ 132,207,716** |
| **PERCENTAGE CHANGE:** | | | | | |
| State General Fund | -- % | -- % | -- % | -- % | -- % |
| All Funds | (48.0) % | 251.5 % | -- % | 42.6 % | -- % |
| FTE Positions | 204.5 | 204.3 | 204.3 | 204.5 | 204.5 |

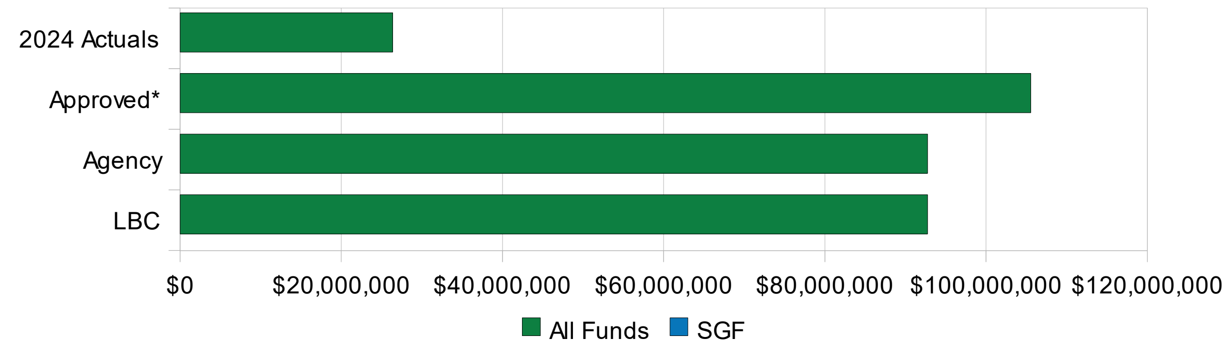
* *Note*: Expenditures for debt service interest are reflected under "Capital Budget and Debt."

## AGENCY OVERVIEW

The Kansas Corporation Commission (KCC) is responsible for regulating and overseeing the safety of public utilities, common carriers, motor carriers, and oil and gas producers. Additionally, the agency is involved in developing the State's energy policy, and it administers conservation projects that promote the efficient use of energy.

## FY 2025 ANALYSIS

FIG. 2 **BUDGET HIGHLIGHTS, FY 2025**




* *Note*: Includes SGF reappropriations.

FIG. 3 **BUDGET COMPARISON, FY 2025**

| Fund | 2024 Actuals | 2025 Approved* | 2025 Agency | Agency Change from Previous-Year Actuals | | Agency Change from Approved* | |
|---|---|---|---|---|---|---|---|
| SGF | $ - | $ - | $ - | $ - | -- % | $ - | -- % |
| All Other Funds | 26,379,106 | 105,547,422 | 92,729,499 | 66,350,393 | 251.5 | (12,817,923) | (12.1) |
| **TOTAL** | **$ 26,379,106** | **$ 105,547,422** | **$ 92,729,499** | **$ 66,350,393** | 251.5 **%** | **$ (12,817,923)** | (12.1) **%** |

* *Note*: Includes SGF reappropriations.

## BUDGET ANALYSIS

FIG. 4 **SUMMARY OF BUDGET REQUEST, FY 2025**

| | Agency | | | Legislative Budget Committee | | |
|---|---|---|---|---|---|---|
| | SGF | All Funds | FTE | SGF | All Funds | FTE |
| **Approved, FY 2025** | **$ -** | **$ 105,547,422** | **204.5** | **$ -** | **$ 105,547,422** | **204.5** |
| 2024 SB 28 & HB 2551 | - | 105,547,422 | 204.5 | - | 105,547,422 | 204.5 |
| 1. SGF Reappropriation | - | - | - | - | - | - |
| **Supplemental Requests** | **$ -** | **$ -** | **-** | **$ -** | **$ -** | **-** |
| 2. No Supplemental Requests | - | - | - | - | - | - |
| **Other Changes** | **$ -** | **$ (12,817,923)** | **(0.3)** | **$ -** | **$ (12,817,923)** | **(0.3)** |
| 3. Fee Funds | - | 1,863,776 | - | - | 1,863,776 | - |
| 4. Federal Funds | - | (14,681,699) | - | - | (14,681,699) | - |
| 5. All Other Adjustments | - | - | (0.3) | - | - | (0.3) |
| **TOTAL** | **$ -** | **$ 92,729,499** | **204.3** | **$ -** | **$ 92,729,499** | **204.3** |

### 1. SGF REAPPROPRIATION

The agency did not have any SGF funds reappropriated from FY 2024 into FY 2025.

### 2. SUPPLEMENTAL REQUESTS

The agency's revised request does not include any supplemental requests.

### 3. FEE FUNDS

The agency's revised request includes $1.9 million from agency fee funds. Of that amount, $1.7 million is attributable to the agency's Public Service Regulation Fund. Almost all of the increase in Public Service Regulation Fund is attributable to contractual services because expenditures relating to updating the agency's docket system have shifted from FY 2024 to FY 2025. The agency notes that issues with procurement necessitated the shift from FY 2024 to FY 2025. In addition to docket system overhaul expenditures, the agency is also estimating increased expenditures relating to anticipated dockets in FY 2025.

- **Agency**: Add $1.9 million, all from agency fee funds, for updating the agency's docket system and docket expenditures in FY 2025.

- **LBC**: No changes.

## 4. FEDERAL FUNDS

The agency's revised request deletes $14.7 million from federal funds in FY 2025. The agency notes the decrease is primarily attributable to estimated receipts of federal funds for several energy grants. Those energy grants were established by federal action through the Inflation Reduction Act (IRA) and the Bipartisan Infrastructure Law (BIL). Specifically, the agency estimates reduced federal receipts for energy efficiency home rebates by $31.3 million in FY 2025. The agency also notes that estimated expenditures relating to the Energy Efficiency Revolving Loan Fund were made in error during the last budget cycle, and estimates from that fund have since reduced by $3.2 million in FY 2025, bringing estimated expenditures from the fund to zero. No expenditures have been made from that fund for several fiscal years and are not estimated to resume. Reductions in those funds are partially offset by increased estimates in the Energy Conservation Plan Fund by $19.7 million in FY 2025.

The agency continues to work through the process of identifying grants made available to the states through the IRA and the BIL, and notes the difficulty in estimating how much will be received and when those receipts will be realized.

- **Agency**: Delete $14.7 million from federal funds for decreased estimates in federal funding made available through the IRA and the BIL in FY 2025.

- **LBC**: No changes.

## 5. ALL OTHER ADJUSTMENTS

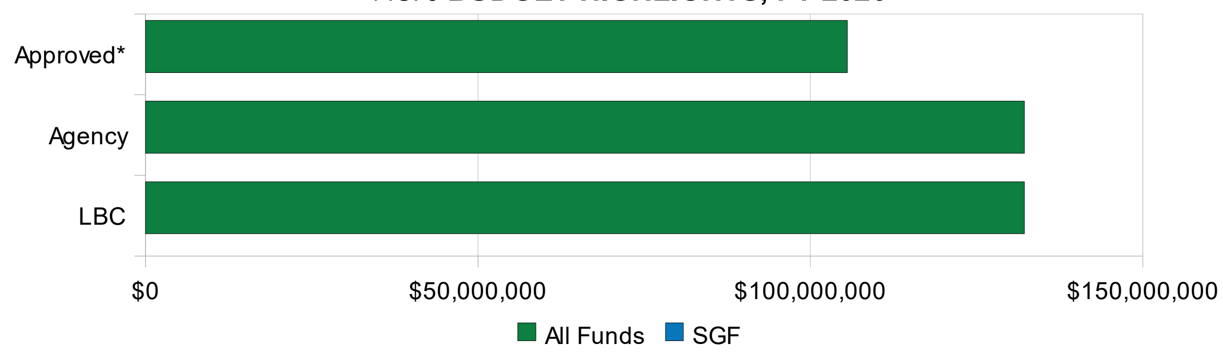
All other adjustments made by the agency result in a reduction of 0.25 FTE position in FY 2025. The agency estimates reducing FTE positions in the Administration Program while increasing FTE positions in the Conservation and Energy Programs. The net result of the changes reduces the agency's total FTE positions by 0.25.

- **Agency**: Delete 0.25 FTE positions in FY 2025.

- **LBC**: No changes.

## FY 2026 ANALYSIS

FIG. 5 **BUDGET HIGHLIGHTS, FY 2026**




* *Note*: Reflects legislative-approved expenditures for FY 2025, excluding reappropriations.

FIG. 6 **BUDGET HIGHLIGHT CHANGES, FY 2026**

| Fund | 2025 Agency | 2025 Approved* | 2026 Agency | Agency Change from Previous-Year Agency | | Agency Change from Approved* | |
|---|---|---|---|---|---|---|---|
| SGF | $ - | $ - | $ - | $ - | -- % | $ - | -- % |
| All Other Funds | 92,729,499 | 105,547,422 | 132,207,716 | 39,478,217 | 42.6 | 26,660,294 | 25.3 |
| **TOTAL** | **$ 92,729,499** | **$ 105,547,422** | **$ 132,207,716** | **$ 39,478,217** | **42.6 %** | **$ 26,660,294** | **25.3 %** |

* *Note*: Reflects legislative-approved expenditures for FY 2025, excluding reappropriations.

## BUDGET ANALYSIS

FIG. 7 **SUMMARY OF BUDGET REQUEST, FY 2026**

| | Agency SGF | Agency All Funds | Agency FTE | Legislative Budget Committee SGF | Legislative Budget Committee All Funds | Legislative Budget Committee FTE |
|---|---|---|---|---|---|---|
| **Approved, FY 2025** | **$ -** | **$ 105,547,422** | **204.5** | **$ -** | **$ 105,547,422** | **204.5** |
| 2024 SB 28 & HB 2551 | - | 105,547,422 | 204.5 | - | 105,547,422 | 204.5 |
| **Enhancement Requests** | **$ -** | **$ -** | **-** | **$ -** | **$ -** | **-** |
| 1. No Enhancement Requests | - | - | - | - | - | - |
| **Other Changes** | **$ -** | **$ 26,660,294** | **-** | **$ -** | **$ 26,660,294** | **-** |
| 2. Federal Funds | - | 25,440,556 | - | - | 25,440,556 | - |
| 3. Fee Funds | - | 1,219,738 | - | - | 1,219,738 | - |
| **TOTAL** | **$ -** | **$ 132,207,716** | **204.5** | **$ -** | **$ 132,207,716** | **204.5** |

### 1. ENHANCEMENT REQUESTS

The agency's FY 2026 request did not include any any enhancement requests.

### 2. FEDERAL FUNDS

The agency's FY 2026 request includes $25.4 million from federal funds for FY 2026. Nearly the entirety of the increase is attributable to increasing estimated revenues and expenditures from the Energy Conservation Plan Fund for FY 2026. The agency estimates that revenues for certain energy grants that were established by federal action through the IRA and the BIL for FY 2026 will increase. Estimated increased receipts for certain IRA and BIL energy programs are partially offset by reduced estimates for other energy efficiency home rebates made available through the IRA and the BIL in FY 2026.

As in FY 2025, the agency notes that estimated expenditures relating to the Energy Efficiency Revolving Loan Fund were made in error during the last budget cycle and have since reduced estimates from that fund, estimating no receipts or expenditures in FY 2025 or for FY 2026. The agency's FY 2026 request also includes no expenditures from the American Rescue Plan Act (ARPA) Fund. The 2024 Legislature approved $4.0 million ARPA in FY 2025 to provide for small municipalities currently being served by a natural gas gathering field to design, construct, and install natural gas distribution lines that connect to a natural gas service provider in FY 2025. The agency estimates expending all those funds in FY 2025 and does not estimate any funds moving from FY 2025 into FY 2026.

- **Agency**: Add $25.4 million from federal funds for certain energy grants that were established by federal action through the IRA and the BIL for FY 2026.

- **LBC**: No changes.

### 3. FEE FUNDS

The agency's FY 2026 request includes $1.2 million from agency fee funds for FY 2026. Of that amount, $984,883 is attributable to the agency's Public Service Regulation Fund. Similar to the agency's FY 2025 revised request, almost all of the increase in Public Service Regulation Fund is attributable to contractual services. While expenditures relating to updating the agency's docket system have shifted from FY 2024 to FY 2025 due to issues with procurement, increases in expenditures from the Public Service Regulation Fund are mostly attributable to anticipated dockets for FY 2026. Increases in Public Service Regulation fund expenditures represent increases of $1.7 million in FY 2025 and $1.0 million for FY 2026 for contractual service expenditures above the FY 2025 approved amount.

- **Agency**: Add $1.9 million, all from agency fee funds, for docket expenditures for FY 2026.

- **LBC**: No changes.

## REFERENCE TABLES

FIG. 8 **10-YEAR EXPENDITURE HISTORY, FY 2017 – FY 2026**

| Fiscal Year | SGF | Change | All Funds | Change | FTE | CPI-U Change** |
|---|---|---|---|---|---|---|
| FY 2017 | $ - | -- % | $ 21,464,641 | 9.8 % | 180.0 | 0.0 % |
| FY 2018 | - | -- | 19,228,595 | (10.4) | 169.5 | 0.2 |
| FY 2019 | - | -- | 19,743,998 | 2.7 | 162.0 | 0.0 |
| FY 2020 | - | -- | 20,112,115 | 1.9 | 165.0 | 0.8 |
| FY 2021 | - | -- | 21,102,949 | 4.9 | 162.8 | 2.4 |
| FY 2022 | - | -- | 23,600,885 | 11.8 | 162.8 | 9.2 |
| FY 2023 | - | -- | 50,695,026 | 114.8 | 204.5 | 5.8 |
| FY 2024 | - | -- | 26,379,106 | (48.0) | 204.5 | 3.0 |
| FY 2025 Agency | - | -- | 92,729,499 | 251.5 | 204.3 | 2.5 |
| FY 2026 Agency | - | -- | 132,207,716 | 42.6 | 204.5 | 2.4 |
| 10-Yr. Chg. (FY 2017– 2026) | $ - | -- % | $ 110,743,075 | 515.9 % | 24.5 | 33.4 % |
| 3-Yr. Avg. (FY 2022– 2024)* | $ - | | $ 33,558,339 | | 190.6 | |

* *Note*: Reflects three most recent years of actuals data.

** *Note*: Consumer Price Index – All Urban Consumers estimate for FY 2025 and FY 2026 is from the Consensus Revenue Estimating Group.

FIG. 9 **EXPENDITURES BY PROGRAM, FY 2024 – FY 2026**

| Program | Actual FY 2024 | Agency FY 2025 | LBC FY 2025 | Agency FY 2026 | LBC FY 2026 |
|---|---|---|---|---|---|
| Administration | $ 6,060,321 | $ 17,676,958 | $ 17,676,958 | $ 13,053,876 | $ 13,053,879 |
| Conservation | 11,365,927 | 30,977,319 | 30,977,319 | 31,051,874 | 31,051,874 |
| Energy Programs | 1,615,896 | 32,702,676 | 32,702,676 | 76,817,562 | 76,817,562 |
| Transportation | 2,826,090 | 2,866,987 | 2,866,987 | 2,845,395 | 2,845,395 |
| Utilities | 4,510,872 | 8,505,559 | 8,505,559 | 8,439,009 | 8,439,009 |
| **TOTAL** | **$ 26,379,106** | **$ 92,729,499** | **$ 92,729,499** | **$ 132,207,716** | **$ 132,207,719** |

FIG. 10 **FTE POSITIONS BY PROGRAM, FY 2024 – FY 2026**

| Program | Actual FY 2024 | Agency FY 2025 | LBC FY 2025 | Agency FY 2026 | LBC FY 2026 |
|---|---|---|---|---|---|
| Administration | 58.0 | 56.1 | 56.1 | 56.1 | 56.1 |
| Conservation | 87.0 | 87.8 | 87.8 | 88.0 | 88.0 |
| Energy Programs | 2.0 | 2.9 | 2.9 | 2.9 | 2.9 |
| Transportation | 19.0 | 19.0 | 19.0 | 19.0 | 19.0 |
| Utilities | 38.5 | 38.5 | 38.5 | 38.5 | 38.5 |
| **TOTAL** | **204.5** | **204.3** | **204.3** | **204.5** | **204.5** |