

Kansas Insurance Department

Expenditure	Actual FY 2013	Approved FY 2014	Approved FY 2015
All Funds:			
State Operations	\$ 11,226,406	\$ 12,237,973	\$ 12,330,791
Aid to Local Units	12,489,398	10,250,000	10,250,000
Other Assistance	2,215,146	7,510,000	7,510,000
<i>Subtotal - Operating</i>	<u>\$ 25,930,950</u>	<u>\$ 29,997,973</u>	<u>\$ 30,090,791</u>
Capital Improvements	25,567	65,000	65,000
TOTAL	<u><u>\$ 25,956,517</u></u>	<u><u>\$ 30,062,973</u></u>	<u><u>\$ 30,155,791</u></u>
State General Fund:			
State Operations	\$ -	\$ -	\$ -
Aid to Local Units	-	-	-
Other Assistance	-	-	-
<i>Subtotal - Operating</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements	-	-	-
TOTAL	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Percent Change:			
Operating Expenditures			
All Funds	4.0 %	15.7 %	0.3 %
State General Fund	0.0	0.0	0.0
FTE Positions			
Non-FTE Unclass. Perm. Pos.	3.6	3.6	3.6
TOTAL	<u><u>126.0</u></u>	<u><u>126.0</u></u>	<u><u>126.0</u></u>

The Legislature approved an operating budget for the Insurance Department in FY 2014 of \$30.0 million, all from special revenue funds, an increase of \$4.1 million, or 15.7 percent, above FY 2013 operating actual expenditures. The FY 2014 approved operational budget is \$30,000, or 0.1 percent, above the amount approved by the 2013 Legislature. The increase is attributable to increased expenditures in the Workers Compensation program, primarily in the other assistance category. These include disability payments to claimants, lump sum settlements and reimbursements to insurance carriers and employers for overpayment of benefits. The FY 2014 budget includes a statutorily-required transfer of \$5.0 million from the agency's Service Regulation Fund to the State General Fund. The approved budget includes 122.4 FTE positions, the same as the FY 2013 actual amount and the same amount approved by the 2013 Legislature.

The approved budget for capital improvements for the Insurance Department in FY 2014 totals \$65,000, all from special revenue funds, an increase of \$39,433, or 154.2 percent, above the capital improvements FY 2013 actual expenditures. The capital improvements budget is to provide ongoing routine maintenance to the agency's building.

The agency's approved operating budget for FY 2015 totals \$30.1 million, all from special revenue funds, an increase of \$92,818, or 0.3 percent, above the FY 2014 approved budget. The FY 2015 approved operating budget is an increase of \$62,177, or 0.2 percent, above the amount approved by the 2013 Legislature. The increases are primarily attributable to increased fixed operating costs and the \$250 full-time state employee bonus. The Governor recommended a transfer of \$3.0 million from the agency's Service Regulation Fund to the State General Fund, in addition to the \$5.0 million transfer approved by the Legislature in FY 2013. The Legislature deleted the additional transfer citing concerns related to agency cash flow. The approved budget includes 122.4 FTE positions, the same as the FY 2014 approved amount and the same amount approved by the 2013 Legislature.

The approved budget for capital improvements for the Insurance Department for FY 2015 totals \$65,000, all from special revenue funds, the same amount as the 2014 capital improvements approved budget. The capital improvements budget is used to provide ongoing routine maintenance to the agency's building.

Kansas Insurance Department

	FY 2014			FY 2015		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate/Request	\$ -	\$ 30,062,973	122.4	\$ -	\$ 30,123,614	122.4
Governor's Changes:						
1. Service Regulation Fund Transfer	\$ -	\$ -	-	\$ -	\$ -	-
2. 1.5 Percent Base Pay Increase	-	-	-	-	3,577	-
Total Governor's Recommendation	\$ -	\$ 30,062,973	122.4	\$ -	\$ 30,127,191	122.4
Change from Agency Est./Req.	\$ 0	\$ 0	0.0	\$ 0	\$ 3,577	0.0
Percent Change from Agency Est./Req.	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Legislative Action:						
3. Service Regulation Fund Transfer	\$ -	\$ -	-	\$ -	\$ -	-
4. 1.5 Percent Base Pay Increase	-	-	-	-	(3,577)	-
5. \$250 State Employee Bonus	-	-	-	-	32,177	-
TOTAL APPROVED	\$ -	\$ 30,062,973	122.4	\$ -	\$ 30,155,791	122.4
Change from Gov. Rec.	\$ 0	\$ 0	0.0	\$ 0	\$ 28,600	0.0
Percent Change from Gov. Rec.	0.0 %	0.0 %	0.0 %	0.0 %	0.1 %	0.0 %
Change from Agency Est./Req.	\$ 0	\$ 0	0.0	\$ 0	\$ 32,177	0.0
Percent Change from Agency Est./Req.	0.0 %	0.0 %	0.0 %	0.0 %	0.1 %	0.0 %

1. The Governor included language authorizing an additional \$3.0 million transfer from the Service Regulation Fund to the State General Fund for FY 2015. This transfer is in addition to the \$5.0 million transfer from the Service Regulation Fund to the State General Fund required by the 2013 Legislature.
2. The Governor added \$3,577, all from special revenue funds, for a 1.5 percent base pay increase for classified employees in the Executive Branch for FY 2015.
3. The Legislature deleted language authorizing the transfer of an additional \$3.0 million from the Insurance Department Service Regulation Fund to the State General Fund for FY 2015. This would leave intact the \$5.0 million transfer from the Insurance Department Service Regulation Fund to the State General Fund already authorized by the 2013 Legislature.
4. The Legislature deleted \$3,577, all from special revenue funds, for a 1.5 percent base pay increase for classified employees in the Executive Branch for FY 2015.
5. The Legislature added \$32,177, all from special revenue funds, for FY 2015 for employee bonuses of \$250 for all full-time employees except elected officials who were employed on December 6, 2013, and which will be paid on December 6, 2014.