

House Budget Committee Report

Agency: Kansas Insurance Department

Bill No. House Sub. for SB 4

Bill Sec. --

Analyst: Fye

Analysis Pg. No. 1012

Budget Page No. 106

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	30,047,640	29,967,048	0
Subtotal	\$ 30,047,640	\$ 29,967,048	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	95,000	95,000	0
Subtotal	\$ 95,000	\$ 95,000	\$ 0
TOTAL	\$ 30,142,640	\$ 30,062,048	\$ 0
FTE positions	122.4	122.4	0.0
Non FTE Uncl. Perm. Pos.	3.6	3.6	0.0
TOTAL	126.0	126.0	0.0

Agency Estimate

The **agency** estimates total revised expenditures of \$30.1 million, all from special revenue funds, for operational expenditures and capital improvements, in FY 2015. The agency estimates \$30.0 million for operational expenditures, all from special revenue funds, in FY 2015. This is a decrease of \$13,151, or less than 0.1 percent, below the amount approved by the 2014 Legislature. The decrease is attributable to a decrease in tuition grant and fringe benefits expenditures. The agency estimates capital improvement expenditures of \$95,000, all from special revenue funds, in FY 2015. This is the same amount approved by the 2014 Legislature. The budget includes 122.4 FTE positions and 3.6 non-FTE unclassified positions.

Governor's Recommendation

The **Governor** recommends total expenditures of \$30.1 million, all from special revenue funds, in FY 2015. Of this amount, the Governor recommends operational expenditures of \$30.0 million, all from special revenue funds, and capital improvements of \$95,000, all from special revenue funds, in FY 2015. The operational expenditures total is a decrease of \$80,592, or 0.3 percent, below the agency's revised estimate. The decrease is attributable to the Governor's recommendation to reduce KPERS employer contributions. The capital improvements total is the same amount as the agency's revised estimate. The Governor's recommendation also includes the transfer of \$3.0 million, all from the Workers Compensation Fund, to the State General Fund in FY 2015. It is noted that SB 4 did not include this \$3.0 million transfer.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor’s recommendation in FY 2015, with the following adjustment:

1. Delete the transfer of \$3.0 million, all from the Worker’s Compensation Fund, to the State General Fund in FY 2015.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor’s recommendation in FY 2015 as adjusted by House Sub. for SB 4, with the following notation:

1. The Budget Committee encourages the agency to consider reducing the amount of fees collected for the Service Regulation Fund, so that the fund balance more closely aligns with yearly expenditures.

House Committee Recommendation

The **Committee** concurs with the Budget Committee’s recommendation in FY 2015 with the following adjustment:

1. The Committee removes the Budget Committee’s recommendation to consider reducing the amount of fees collected, under number one of the Budget Committee’s recommendations.

Senate Subcommittee Report

Agency: Kansas Insurance Department **Bill No.** House Sub. for SB 4 **Bill Sec.** --
Analyst: Fye **Analysis Pg. No.** 1012 **Budget Page No.** 106

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	30,047,640	29,967,048	0
Subtotal	\$ 30,047,640	\$ 29,967,048	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	95,000	95,000	0
Subtotal	\$ 95,000	\$ 95,000	\$ 0
TOTAL	\$ 30,142,640	\$ 30,062,048	\$ 0
FTE positions	122.4	122.4	0.0
Non FTE Uncl. Perm. Pos.	3.6	3.6	0.0
TOTAL	126.0	126.0	0.0

Agency Estimate

The **agency** estimates total revised expenditures of \$30.1 million, all from special revenue funds, for operational expenditures and capital improvements, in FY 2015. The agency estimates \$30.0 million for operational expenditures, all from special revenue funds, in FY 2015. This is a decrease of \$13,151, or less than 0.1 percent, below the amount approved by the 2014 Legislature. The decrease is attributable to a decrease in tuition grant and fringe benefits expenditures. The agency estimates capital improvement expenditures of \$95,000, all from special revenue funds, in FY 2015. This is the same amount approved by the 2014 Legislature. The budget includes 122.4 FTE positions and 3.6 non-FTE unclassified positions.

Governor's Recommendation

The **Governor** recommends total expenditures of \$30.1 million, all from special revenue funds, in FY 2015. Of this amount, the Governor recommends operational expenditures of \$30.0 million, all from special revenue funds, and capital improvements of \$95,000, all from special revenue funds, in FY 2015. The operational expenditures total is a decrease of \$80,592, or 0.3 percent, below the agency's revised estimate. The decrease is attributable to the Governor's recommendation to reduce KPERS employer contributions. The capital improvements total is the same amount as the agency's revised estimate. The Governor's recommendation also includes the transfer of \$3.0 million, all from the Workers Compensation Fund, to the State General Fund in FY 2015. It is noted that SB 4 did not include this \$3.0 million transfer.

House Sub. for Senate Bill 4

House Sub. for SB 4 adopted the Governor's recommendation in FY 2015, with the following adjustment:

1. Delete the transfer of \$3.0 million, all from the Worker's Compensation Fund, to the State General Fund in FY 2015.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation in FY 2015 as adjusted by House Sub. for SB 4, with the following notation:

1. The Committee requests that the agency provide the projected ending balance in the Service Regulation Fund for FY 2018 and FY 2019, for review at Omnibus.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation in FY 2015.

Senate Committee of the Whole Recommendation

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2015.

	Governor's Recommendation FY 2015	Legislative Action	Legislative Approved FY 2015	Governor's Veto FY 2015	Final Legislative Approved FY 2015
All Funds					
State Operations	\$ 12,217,048	\$ 0	\$ 12,217,048	\$ 0	\$ 12,217,048
Aid to Local Units	10,250,000	0	10,250,000	0	10,250,000
Other Assistance	7,500,000	0	7,500,000	0	7,500,000
Subtotal- Operations	\$ 29,967,048	\$ 0	\$ 29,967,048	\$ 0	\$ 29,967,048
Capital Improvements	95,000	0	95,000	0	95,000
TOTAL	<u>\$ 30,062,048</u>	<u>\$ 0</u>	<u>\$ 30,062,048</u>	<u>\$ 0</u>	<u>\$ 30,062,048</u>

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal-Operating	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 0</u>				

FTE Positions	122.4	0.0	122.4	0.0	122.4
Non-FTE Unclass. Perm. Pos.	3.6	0.0	3.6	0.0	3.6
TOTAL	<u>126.0</u>	<u>0.0</u>	<u>126.0</u>	<u>0.0</u>	<u>126.0</u>