

House Budget Committee Report

Agency: Secretary of State

Bill No. HB 2370

Bill Sec. 36

Analyst: Dapp

Analysis Pg. No. 953

Budget Page No. 118

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	5,674,664	5,644,868	0
Subtotal	\$ 5,674,664	\$ 5,644,868	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 5,674,664	\$ 5,644,868	\$ 0
FTE positions	48.0	48.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	48.0	48.0	0.0

Agency Request

The **agency** requests FY 2016 operating expenditures of \$5,674,664, all from special revenue funds. The request is an increase of \$138,271, or 2.5 percent, above the agency's revised FY 2015 estimate. The increase is attributable to increased salary and wage expenditures, primarily due to an open information technology position that will be filled for the entirety of FY 2016 and employer contributions to fringe benefits, and increased contractual service expenditures. Those increases are partially offset by reduced capital outlay expenditures. The agency requests 48.0 FTE positions, the same number as the agency's revised FY 2015 estimate.

Governor's Recommendation

The **Governor** recommends FY 2016 operating expenditures of \$5,664,868, all from special revenue funds. The recommendation is a decrease of \$29,796, or 0.5 percent, below the agency's FY 2016 request. The Governor recommends a reduction of \$29,796 to reduce employer contributions for state employee health insurance. The Governor further recommends increasing the amount withheld from the agency's fee fund revenue in the Uniform Commercial Code Fee Fund from 10.0 percent or \$100,000 to 20.0 percent or \$200,000 and deposited in the State General Fund to reimburse the State for administrative services described under KSA 75-3170a. For this agency that amount is estimated at \$25,000 for FY 2016.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor’s recommendation.

House Committee Recommendation

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

1. Do not increase the amount from 10.0 percent (maximum \$100,000) to 20.0 percent (maximum \$200,000) that is withheld from the agency’s fee fund revenue and deposited in the State General Fund to reimburse the State for administrative services described under KSA 75-3170a. For this agency, that amount was estimated to be \$25,000 for FY 2016.

Senate Subcommittee Report

Agency: Secretary of State

Bill No. SB 237

Bill Sec. 36

Analyst: Dapp

Analysis Pg. No. 953

Budget Page No. 118

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	5,674,664	5,644,868	0
Subtotal	\$ 5,674,664	\$ 5,644,868	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 5,674,664	\$ 5,644,868	\$ 0
FTE positions	48.0	48.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	48.0	48.0	0.0

Agency Request

The **agency** requests FY 2016 operating expenditures of \$5,674,664, all from special revenue funds. The request is an increase of \$138,271, or 2.5 percent, above the agency’s

revised FY 2015 estimate. The increase is attributable to increased salary and wage expenditures, primarily due to an open information technology position that will be filled for the entirety of FY 2016 and employer contributions to fringe benefits, and increased contractual service expenditures. Those increases are partially offset by reduced capital outlay expenditures. The agency requests 48.0 FTE positions, the same number as the agency's revised FY 2015 estimate.

Governor's Recommendation

The **Governor** recommends FY 2016 operating expenditures of \$5,664,868, all from special revenue funds. The recommendation is a decrease of \$29,796, or 0.5 percent, below the agency's FY 2016 request. The Governor recommends a reduction of \$29,796 to reduce employer contributions for state employee health insurance. The Governor further recommends increasing the amount withheld from the agency's fee fund revenue in the Uniform Commercial Code Fee Fund from 10.0 percent or \$100,000 to 20.0 percent or \$200,000 and deposited in the State General Fund to reimburse the State for administrative services described under KSA 75-3170a. For this agency that amount is estimated at \$25,000 for FY 2016.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation with the following adjustment:

1. The subcommittee does not concur with the Governor's recommendation to transfer an additional 10.0 percent from the agency's Uniform Commercial Code Fee Fund to the State General Fund, to reimburse the State for administrative services described under KSA 75-3170a. For this agency that amount is estimated at \$25,000 for FY 2016.

Senate Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation with the following notation:

1. The Governor's recommended transfer of an additional 10.0 percent from the agency's fee fund to the State General Fund should be reviewed during the omnibus session.

Senate Committee of the Whole Recommendation

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

Conference Committee Recommendation (House Sub. for SB 112)

The **Conference Committee** concurs with the Governor's recommendation with the following adjustments:

1. Do not increase the amount from 10.0 percent (maximum \$100,000) to 20.0 percent (maximum \$200,000) that is withheld from the agency's fee fund revenue and deposited in the State General Fund to reimburse the State for administrative services described

under KSA 75-3170a. For this agency, that amount was estimated to be \$25,000 for FY 2016.

2. Add language to prohibit expenditures on newspapers and magazines, including electronic subscriptions, for FY 2016.
3. Delete \$31,249, all from special revenue funds, to reduce the Kansas Public Employees Retirement System employer contribution rate from 12.37 percent to 10.91 percent for FY 2016. This implements the provisions of SB 228.
4. Delete \$6,468, all from special revenue funds, to suspend employer contributions to the KPERS Group Insurance Fund, or Death and Disability Fund, for the final seven pay periods for FY 2016.

	Governor's Recommendation FY 2016	Legislative Action	Legislative Approved FY 2016	Governor's Veto FY 2016	Final Legislative Approved FY 2016
All Funds					
State Operations	\$ 5,314,868	\$ (37,717)	\$ 5,277,151	\$ 0	\$ 5,277,151
Aid to Local Units	330,000	0	330,000	0	330,000
Other Assistance	0	0	0	0	0
Subtotal- Operations	\$ 5,644,868	\$ (37,717)	\$ 5,607,151	\$ 0	\$ 5,607,151
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 5,644,868</u>	<u>\$ (37,717)</u>	<u>\$ 5,607,151</u>	<u>\$ 0</u>	<u>\$ 5,607,151</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>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
FTE Positions	48.0	0.0	48.0	0.0	48.0
Non-FTE Unclass. Perm. Pos.	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>48.0</u>	<u>0.0</u>	<u>48.0</u>	<u>0.0</u>	<u>48.0</u>