

## House Budget Committee Report

**Agency:** Office of the Securities Commissioner    **Bill No.** HB 2370

**Bill Sec.** 22

**Analyst:** Dapp

**Analysis Pg. No.** 1894

**Budget Page No.** 466

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	3,442,539	3,418,913	0
Subtotal	\$ 3,442,539	\$ 3,418,913	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
TOTAL	\$ 3,442,539	\$ 3,418,913	\$ 0
FTE positions	26.8	26.8	0.0
Non FTE Uncl. Perm. Pos.	3.2	2.5	0.0
TOTAL	30.0	29.3	0.0

### Agency Request

The **agency** requests FY 2017 operating expenditures of \$3,442,539, all from special revenue funds. The request is an increase of \$90,565, or 2.7 percent, above the agency's 2016 request. The increase is attributable to increased salary and wage expenditures, due to the additional pay period included in the 2017 fiscal year, and is partially offset by reduced contractual service expenditures. The estimate includes 26.8 FTE positions which is the same number requested in FY 2016.

### Governor's Recommendation

The **Governor** recommends FY 2017 operating expenditures of \$3,418,913, all from special revenue funds. The recommendation is a decrease of \$23,626 or 0.7 percent, below the agency's FY 2017 request. The reduction of \$23,626 is attributable to the Governor's recommended reduction of employer contributions for state employee health insurance. The Governor recommends increasing the amount withheld from the agency's fee fund revenue from the lesser of 10.0 percent or \$100,000 to the lesser of 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 \$100,000 for FY 2017.

### House Budget Committee Recommendation

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

### House Committee Recommendation

The **House 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 \$100,000 for FY 2017.

### Senate Subcommittee Report

**Agency:** Office of the Securities  
Commissioner

**Bill No.** SB 237

**Bill Sec.** 22

**Analyst:** Dapp

**Analysis Pg. No.** 1894

**Budget Page No.** 466

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	3,442,539	3,418,913	0
Subtotal	\$ 3,442,539	\$ 3,418,913	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 3,442,539</b>	<b>\$ 3,418,913</b>	<b>\$ 0</b>
FTE positions	26.8	26.8	0.0
Non FTE Uncl. Perm. Pos.	3.2	2.5	0.0
<b>TOTAL</b>	<b>30.0</b>	<b>29.3</b>	<b>0.0</b>

### Agency Request

The **agency** requests FY 2017 operating expenditures of \$3,442,539, all from special revenue funds. The request is an increase of \$90,565, or 2.7 percent, above the agency's 2016 request. The increase is attributable to increased salary and wage expenditures, due to the additional pay period included in the 2017 fiscal year, and is partially offset by reduced contractual service expenditures. The estimate includes 26.8 FTE positions which is the same number requested in FY 2016.

### **Governor's Recommendation**

The **Governor** recommends FY 2017 operating expenditures of \$3,418,913, all from special revenue funds. The recommendation is a decrease of \$23,626 or 0.7 percent, below the agency's FY 2017 request. The reduction of \$23,626 is attributable to the Governor's recommended reduction of employer contributions for state employee health insurance. The Governor recommends increasing the amount withheld from the agency's fee fund revenue from the lesser of 10.0 percent or \$100,000 to the lesser of 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 \$100,000 for FY 2017.

### **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

### **Senate Committee Recommendation**

The **Committee** concurs with the Subcommittee's recommendation.

### **Senate Committee of the Whole Recommendation**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2016.

### **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 \$100,000 for FY 2017.
2. Add language to prohibit expenditures on newspapers and magazines, including electronic subscriptions, for FY 2017.
3. Delete \$53,928, all from special revenue funds, to reduce the Kansas Public Employees Retirement System employer contribution rate from 13.57 percent to 10.81 percent for FY 2017. This implements the provisions of SB 228.
4. Delete \$6,250, 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 2017.

	Governor's Recommendation FY 2017	Legislative Action	Legislative Approved FY 2017	Governor's Veto FY 2017	Final Legislative Approved FY 2017
All Funds					
State Operations	\$ 3,418,913	\$ (60,178)	\$ 3,358,735	\$ 0	\$ 3,358,735
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
Subtotal- Operations	\$ 3,418,913	\$ (60,178)	\$ 3,358,735	\$ 0	\$ 3,358,735
Capital Improvements	0	0	0	0	0
TOTAL	<u>\$ 3,418,913</u>	<u>\$ (60,178)</u>	<u>\$ 3,358,735</u>	<u>\$ 0</u>	<u>\$ 3,358,735</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	26.8	0.0	26.8	0.0	26.8
Non-FTE Unclass. Perm. Pos.	2.5	0.0	2.5	0.0	2.5
TOTAL	<u>29.3</u>	<u>0.0</u>	<u>29.3</u>	<u>0.0</u>	<u>29.3</u>