

Office of Administrative Hearings

| Expenditure | Actual FY 2014 | Approved FY 2015 | Approved FY 2016 | Approved FY 2017 |
|-----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| All Funds: | | | | |
| State Operations | \$ 886,432 | \$ 933,626 | \$ 961,468 | \$ 987,777 |
| Aid to Local Units | - | - | - | - |
| Other Assistance | 8,886 | 6,995 | 6,995 | 6,995 |
| <i>Subtotal - Operating</i> | <u>\$ 895,318</u> | <u>\$ 940,621</u> | <u>\$ 968,463</u> | <u>\$ 994,772</u> |
| Capital Improvements | - | - | - | - |
| TOTAL | <u><u>\$ 895,318</u></u> | <u><u>\$ 940,621</u></u> | <u><u>\$ 968,463</u></u> | <u><u>\$ 994,772</u></u> |
| State General Fund: | | | | |
| State Operations | \$ - | \$ - | \$ - | \$ - |
| Aid to Local Units | - | - | - | - |
| Other Assistance | - | - | - | - |
| <i>Subtotal - Operating</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Capital Improvements | - | - | - | - |
| TOTAL | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |
| Percent Change: | | | | |
| Operating Expenditures | | | | |
| All Funds | 1.9 % | 5.1 % | 3.0 % | 2.7 % |
| State General Fund | - | - | - | - |
| FTE Positions | 4.0 | 4.0 | 4.0 | 4.0 |
| Non-FTE Unclass. Perm. Pos. | <u>5.0</u> | <u>5.0</u> | <u>5.0</u> | <u>5.0</u> |
| TOTAL | <u><u>9.0</u></u> | <u><u>9.0</u></u> | <u><u>9.0</u></u> | <u><u>9.0</u></u> |

The FY 2015 approved budget for the Office of Administrative Hearings is \$940,621, all from the Administrative Hearings Office Fund. This is an increase of \$45,303, or 5.1 percent, above FY 2014 actual expenditures and an increase of \$44,206, or 4.9 percent, above the FY 2015 budget approved by the 2014 Legislature. The increase is primarily due to supplemental requests for salaries and wages increases for 5.0 unclassified positions and for expenditures to OITS to use the KS.LOC network, partially offset by a reduction in employer contributions for KPERs. **All expenditures for this agency are non-reportable.** The FY 2015 approved budget includes 4.0 FTE positions, the same as the FY 2014 actual amount and 5.0 FTE positions less than the FY 2015 amount approved by the 2014 Legislature. The reduction in FTE positions is due

to the agency converting 5.0 FTE positions to non-FTE unclassified permanent positions.

The FY 2016 approved budget is \$968,463, all from the Administrative Hearings Office Fund, which is an increase of \$27,842, or 3.0 percent, above the FY 2015 approved budget. The increase is primarily due to an increase in building rent and to a reduction in salaries and wages shrinkage, partially offset by reductions in employer contributions for KPERs and state employee health insurance. The FY 2016 approved budget includes 4.0 FTE positions, the same as the FY 2015 approved amount.

The FY 2017 approved budget is \$994,772, all from the Administrative Hearings Office Fund, which is an increase of \$26,309, or 2.7 percent, above the FY 2016 approved budget. The increase is attributable to an additional payroll period in FY 2017, partially offset by a

reduction in employer contributions for KPERs. The FY 2017 approved budget includes 4.0 FTE positions, the same as the FY 2016 approved amount.

Office of Administrative Hearings

| | FY 2015 | | | FY 2016 | | | FY 2017 | | |
|---|-------------|-------------------|------------|-------------|-------------------|------------|-------------|-------------------|------------|
| | SGF | All Funds | FTE | SGF | All Funds | FTE | SGF | All Funds | FTE |
| Agency Estimate/Request | \$ - | \$ 949,207 | 4.0 | \$ - | \$ 983,314 | 4.0 | \$ - | \$ 1,017,586 | 4.0 |
| Governor's Changes: | | | | | | | | | |
| 1. KPERS Employer Contribution Rate Reduction | \$ - | \$ (8,586) | - | \$ - | \$ - | - | \$ - | \$ - | - |
| 2. Health Insurance Reduction | - | - | - | - | (5,202) | - | - | (5,306) | - |
| Total Governor's Recommendation | \$ - | \$ 940,621 | 4.0 | \$ - | \$ 978,112 | 4.0 | \$ - | \$ 1,012,280 | 4.0 |
| Change from Agency Est./Req. | \$ - | \$ (8,586) | - | \$ - | \$ (5,202) | - | \$ - | \$ (5,306) | - |
| Percent Change from Agency Est./Req. | -% | (0.9)% | -% | -% | (0.5)% | -% | -% | (0.5)% | -% |
| Legislative Action: | | | | | | | | | |
| 3. KPERS Employer Contribution Rate Reduction | \$ - | \$ - | - | \$ - | \$ (7,994) | - | \$ - | \$ (15,690) | - |
| 4. KPERS Death and Disability Reduction | - | - | - | - | (1,655) | - | - | (1,818) | - |
| 5. Newspapers and Magazines Prohibition | - | - | - | - | - | - | - | - | - |
| TOTAL APPROVED | <u>\$ -</u> | <u>\$ 940,621</u> | <u>4.0</u> | <u>\$ -</u> | <u>\$ 968,463</u> | <u>4.0</u> | <u>\$ -</u> | <u>\$ 994,772</u> | <u>4.0</u> |
| Change from Gov. Rec. | \$ - | \$ - | - | \$ - | \$ (9,649) | - | \$ - | \$ (17,508) | - |
| Percent Change from Gov. Rec. | -% | -% | -% | -% | (1.0)% | -% | -% | (1.7)% | -% |
| Change from Agency Est./Req. | \$ - | \$ (8,586) | - | \$ - | \$ (14,851) | - | \$ - | \$ (22,814) | - |
| Percent Change from Agency Est./Req. | -% | (0.9)% | -% | -% | (1.5)% | -% | -% | (2.2)% | -% |

1. The Governor deleted \$8,586, all from the Administrative Hearings Office Fund, to reduce the Kansas Public Employees Retirement System employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015.
2. The Governor deleted \$5,202 for FY 2016 and \$5,306 for FY 2017, all from the Administrative Hearings Office Fund, to reduce employer contributions for state employee health insurance.
3. The Legislature reduced the Kansas Public Employees Retirement System employer contribution rate (excluding KPERS Death and Disability) from 12.37 percent to 10.91 percent for FY 2016 and from 13.57 percent to 10.81 percent for FY 2017. **For this agency, the reductions totaled \$7,994 for FY 2016 and \$15,690 for FY 2017, all from the Administrative Hearings Office Fund.**
4. The Legislature deleted \$1,655 for FY 2016 and \$1,818 for FY 2017, all from the Administrative Hearings Office Fund, to suspend employer contributions to the Kansas Public Employees Retirement System Group Insurance Fund, or Death and Disability Fund, for the final seven pay periods for FY 2016 and FY 2017.
5. The Legislature prohibited agencies from making expenditures on newspapers and magazines, including electronic subscriptions, for FY 2016 and FY 2017.