

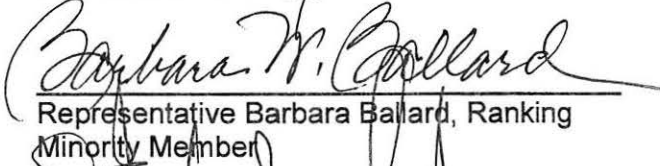
FY 2015, FY 2016, and FY 2017

Social Services Budget Committee

Health Care Stabilization Fund Board of Governors


Representative Will Carpenter, Chair


Representative Peggy Mast, Vice-Chair

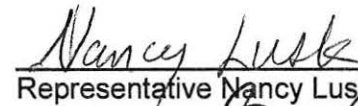

Representative Barbara Ballard, Ranking
Minority Member


Representative Stephanie Clayton


Representative Bud Estes


Representative Linda Gallagher


Representative Randy Garber


Representative Nancy Lusk


Representative Kristey Williams

House Budget Committee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No. --** **Bill Sec. --**

Analyst: Fye **Analysis Pg. No. --** **Budget Page No. 62**

Expenditure Summary	Agency Estimate FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	32,268,668	32,255,847	0
Subtotal	\$ 32,268,668	\$ 32,255,847	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
 TOTAL	 \$ 32,268,668	 \$ 32,255,847	 \$ 0
 FTE positions	 19.5	 19.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	19.5	19.5	0.0

Agency Estimate

The **agency** requests a revised estimate in FY 2015 of \$32.3 million, all from special revenue funds. This is a decrease of \$7,009,567, or 17.9 percent, below the amount approved by the 2014 Legislature. The decrease is primarily attributable to the agency's revised estimate for claims payments and claims related expenditures, such as attorney and other legal fees. There was a significant increase in claims payments in FY 2013 compared to FY 2011 and FY 2012, so the agency had projected increased payments using FY 2013 totals as a guide. A review of FY 2014 expenditures seem to indicate that FY 2013 was an outlier, so the agency re-estimated claims payments, and has reduced claims expenditures and legal costs in the revised budget estimate. The revised estimate includes 19.5 FTE positions, which is 0.5 FTE positions above the number approved by the 2014 Legislature. The increase is attributable to the agency hiring a part-time Legal Assistant.

Governor's Recommendation

The **Governor** recommends expenditures of \$32.3 million, all from special revenue funds, in FY 2015. This is a decrease of \$12,821, or less than 0.1 percent, below the amount requested by the agency. The decrease is attributable to a decrease in employer contributions for state employees KPERS, due to a change in the KPERS employer contribution rate.

House Budget Committee Recommendation

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

House Budget Committee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No. --** **Bill Sec. --**

Analyst: Fye **Analysis Pg. No. --** **Budget Page No. 62**

Expenditure Summary	Agency Request FY 2016	Governor Recommendation FY 2016	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	32,941,484	32,927,563	0
Subtotal	\$ 32,941,484	\$ 32,927,563	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
 TOTAL	 \$ 32,941,484	 \$ 32,927,563	 \$ 0
 FTE positions	 19.5	 19.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	19.5	19.5	0.0

Agency Request

The **agency** requests expenditures of \$32.9 million, all from special revenue funds, for FY 2016. This is an increase of \$672,816, or 2.1 percent, above the agency's revised estimate in FY 2015. The increase is primarily attributable to an estimated 1.9 percent increase in the frequency of claims. The increase is also attributable to the first half of a contract for an actuarial review. The request includes 19.5 FTE positions, which is the same number as the revised FY 2015 estimate.

Governor's Recommendation

The **Governor** recommends expenditures of \$32.9 million, all from special revenue funds, for FY 2016. This is a decrease of \$13,921, or less than 0.1 percent, below the amount requested by the agency. The decrease is attributable to a decrease in the employer contributions to state employee health insurance.

House Budget Committee Recommendation

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

House Budget Committee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No. --** **Bill Sec. --**

Analyst: Fye **Analysis Pg. No. --** **Budget Page No. 62**

Expenditure Summary	Agency Request FY 2017	Governor Recommendation FY 2017	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	37,325,545	37,311,345	0
Subtotal	\$ 37,325,545	\$ 37,311,345	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
 TOTAL	 \$ 37,325,545	 \$ 37,311,345	 \$ 0
 FTE positions	 19.5	 19.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	19.5	19.5	0.0

Agency Request

The **agency** requests expenditures of \$37.3 million, all from special revenue funds, for FY 2017. This is an increase of \$4.4 million, or 13.3 percent, above the FY 2016 request. The increase is primarily attributable to an agency estimated increase in claims due to the addition of five additional health care providers, and an agency estimated 1.9 percent increase in the frequency of claims. The increase is also attributable to the second half of a contract for an actuarial review, and payment of the 27th payroll period. The revised request includes 19.5 FTE positions, which is the same number as the FY 2016 request.

Governor's Recommendation

The **Governor** recommends expenditures of \$37.3 million, all from special revenue funds, for FY 2017. This is a decrease of \$14,200, or less than 0.1 percent, below the amount requested by the agency. The decrease is attributable to a decrease in the employer contributions to state employee health insurance.

House Budget Committee Recommendation

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