

House Budget Committee Report

Agency: Kansas Insurance Department

Bill No. HB 2588

Bill Sec. 9

Analyst: de Boer

Analysis Pg. No. Vol. 1, Pg. 128

Budget Page No. 156

Expenditure Summary	Agency Request FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	337,793	337,793	0
Other Funds	36,766,354	36,766,354	0
<i>Subtotal</i>	<u>\$ 37,104,147</u>	<u>\$ 37,104,147</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 37,104,147</u></u>	<u><u>\$ 37,104,147</u></u>	<u><u>\$ 0</u></u>
 FTE positions	 135.5	 135.5	 0.0

Agency Request

The **agency** requests FY 2023 expenditures of \$37.1 million, from all funds. This is a decrease of \$437,973, or 1.2 percent, below the FY 2022 revised estimate. The decrease is primarily due to expenditures on contractual services for training, accountants, and auditors. This amount includes a federal grant award of total of \$675,586 from the State Flexibility to Stabilize the Market Cycle II Grant from federal Centers for Medicare and Medicaid Services (CMS) that will be split between FY 2022 and FY 2023.

The agency request also includes 135.5 FTE positions, which is the same as the FY 2022 revised estimate number.

Governor’s Recommendation

The **Governor** concurs with the agency’s FY 2023 request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor’s recommendation for FY 2023 with the following comments:

1. The Budget Committee comments that attention should be paid to the increasing balance of the Insurance Department Service Regulation Fund to guard against the agency over-charging businesses and individuals who operate in Kansas.
2. The Budget Committee comments that increased expenditures for salaries and wages, along with increased expenditures for professional services, is of concern.

House Committee Recommendation

The **Committee** concurs with the Budget Committee’s recommendation for FY 2023.

House Committee of the Whole Recommendation (House Sub. for Sub. for SB 267)

The **Committee of the Whole** concurs with the Committee’s recommendation for FY 2023.

Senate Subcommittee Report

Agency: Kansas Insurance Department

Bill No. SB 422

Bill Sec. 9

Analyst: de Boer

Analysis Pg. No. Vol. 1, Pg. 128

Budget Page No. 156

Expenditure Summary	Agency Request FY 2023	Governor Recommendation FY 2023	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	337,793	337,793	0
Other Funds	36,766,354	36,766,354	0
<i>Subtotal</i>	<u>\$ 37,104,147</u>	<u>\$ 37,104,147</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u>\$ 37,104,147</u>	<u>\$ 37,104,147</u>	<u>\$ 0</u>

FTE positions	135.5	135.5	0.0
---------------	-------	-------	-----

Agency Request

The **agency** requests FY 2023 expenditures of \$37.1 million, from all funds. This is a

decrease of \$437,973, or 1.2 percent, below the FY 2022 revised estimate. The decrease is primarily due to expenditures on contractual services for training, accountants, and auditors. This amount includes a federal grant award of total of \$675,586 from the State Flexibility to Stabilize the Market Cycle II Grant from federal Centers for Medicare and Medicaid Services (CMS) that will be split between FY 2022 and FY 2023.

The agency request also includes 135.5 FTE positions, which is the same as the FY 2022 revised estimate number.

Governor's Recommendation

The **Governor** concurs with the agency's FY 2023 request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2023.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation for FY 2023.

Senate Committee of the Whole Recommendation (Sub. for SB 444)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2023.

Conference Committee Recommendation (House Sub. for Sub. for SB 267)

The **Conference Committee** concurs with the Governor's recommendation for FY 2023.

Omnibus Action (HB 2510)

1. Add language to rename the pharmacy benefits manager registration fund to the pharmacy benefits manager licensure fund for FY 2023.

State Finance Council

1. Add \$444,194, all from special revenue funds, for a 5.0 percent salary adjustment for most state employees for FY 2023. This adjustment excludes statewide elected officials, current beneficiaries of the 24/7 pay plan, with other specific limitations for employees who receive salary adjustments in other portions of the appropriations bill.

	Governor's Recommendation FY 2023	Legislative Action	Legislative Approved FY 2023	Governor's Veto FY 2023	Final Legislative Approved FY 2023
All Funds					
State Operations	\$ 18,423,147	\$ 0	\$ 18,867,341	\$ 0	\$ 18,867,341
Aid to Local Units	14,500,000	0	14,500,000	0	14,500,000
Other Assistance	4,181,000	0	4,181,000	0	4,181,000
<i>Subtotal - Operations</i>	<i>\$ 37,104,147</i>	<i>\$ 0</i>	<i>\$ 37,548,341</i>	<i>\$ 0</i>	<i>\$ 37,548,341</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 37,104,147	\$ 0	\$ 37,548,341	\$ 0	\$ 37,548,341

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
<i>Subtotal - Operating</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FTE Positions	135.5	0.0	135.5	0.0	135.5
---------------	-------	-----	-------	-----	-------