

FY 2013

**Agriculture and Natural Resources Budget Committee**

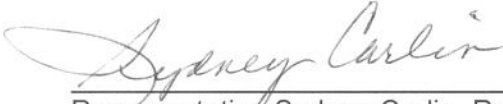
**Department of Credit Unions  
Office of the Securities Commissioner  
Office of the State Bank Commissioner**



Representative Sharon Schwartz, Chair



Representative Don Schroeder, Vice-Chair



Representative Sydney Carlin, Ranking  
Minority Member



Representative Dan Collins



Representative Carl Holmes



Representative Steven Johnson



Representative Harold Lane



Representative Larry Powell



Representative Tom Sloan

## House Budget Committee Report

**Agency:** Department of Credit Unions

**Bill No. --**

**Bill Sec. --**

**Analyst:** Weir

**Analysis Pg. No. --**

**Budget Page No. 496**

Expenditure Summary	Agency Request FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	1,038,452	931,047	0
Subtotal	<u>\$ 1,038,452</u>	<u>\$ 931,047</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 1,038,452</u></u>	<u><u>\$ 931,047</u></u>	<u><u>\$ 0</u></u>
FTE positions	12.0	11.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>12.0</u></u>	<u><u>11.0</u></u>	<u><u>0.0</u></u>

### Agency Request

The **agency** requests FY 2013 expenditures of \$1,038,452, all from the Credit Union Fee Fund, and 12.0 FTE positions. The agency's FY 2013 request is the same as the amount approved by the 2011 Legislature.

### Governor's Recommendation

The **Governor** recommends FY 2013 expenditures of \$931,047, all from the Credit Union Fee Fund, and 11.0 FTE positions. The Governor's recommendation is a decrease of \$75,905, or 7.5 percent, below the Governor's FY 2012 recommendation, and \$107,405, or 10.3 percent, and 1.0 FTE position below the agency's FY 2013 request. The decrease is attributable to a reduction in salaries and wages of \$91,910, and 1.0 FTE position, due to savings from the Voluntary Retirement Incentive Program, and a reduction of \$15,495 in contractual services, for staffing and recruiting services.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's FY 2013 recommendation, with the following notation:

1. When the anticipated Governor's Budget Amendment to restore \$91,910, all from special revenue funds, and 1.0 FTE position, to the agency's salaries and wages expenditure limitation for FY 2013 is made available, the budget committee recommends its adoption.

## House Budget Committee Report

**Agency:** Office of the Securities  
Commissioner

**Bill No. --**

**Bill Sec. --**

**Analyst:** Weir

**Analysis Pg. No. --**

**Budget Page No. 520**

Expenditure Summary	Agency Request FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	3,220,130	3,131,354	0
Subtotal	<u>\$ 3,220,130</u>	<u>\$ 3,131,354</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 3,220,130</u></u>	<u><u>\$ 3,131,354</u></u>	<u><u>\$ 0</u></u>
FTE positions	30.0	30.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>0.0</u></u>

### Agency Request

The **agency** estimates FY 2013 operating expenditures of \$3,220,130, including \$2,923,867 from the Securities Act Fee Fund, and \$296,263 from the Investor Education Fund. The estimate is an all funds increase of \$24,315, or 0.8 percent, above the agency's FY 2012 revised estimate. The increase is primarily attributable to an increase of \$54,429 in salaries and wages expenditures for continuation of the expanded Investor Education Program for FY 2013, which was partially offset by a decrease of \$19,435 in capital outlay for office and computer equipment, and a Contractual Services decrease of \$8,197, primarily for computer programming. The estimate includes 30.0 FTE positions, the same as the agency's FY 2012 revised estimate.

### Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$3,131,354, including \$2,835,091 from the Securities Act Fee Fund, and \$296,263 from the Investor Education Fund. The recommendation is an increase of \$5,017, or 0.2 percent, above the Governor's FY 2012 recommendation, and a decrease of \$88,776, or 2.8 percent, below the agency's FY 2013 request. Compared to the agency's request, the decrease is attributable to a reduction in salaries and wages of \$88,776, due the Governor's recommended increase in the agency's

shrinkage rate to 4.0 percent. The recommendation includes 30.0 FTE positions, the same as the Governor's FY 2012 recommendation and the agency's FY 2013 request.

#### **House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's FY 2013 recommendation, with the following notation:

1. The Budget Committee requests that the agency present additional information regarding performance measures and outcome measures for the Investor Education Program at Omnibus.

## House Budget Committee Report

**Agency:** Office of the State Bank  
Commissioner

**Bill No. --**

**Bill Sec. --**

**Analyst:** Weir

**Analysis Pg. No. --**

**Budget Page No. 488**

Expenditure Summary	Agency Request FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	11,276,742	10,933,074	0
Subtotal	\$ 11,276,742	\$ 10,933,074	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 11,276,742</b>	<b>\$ 10,933,074</b>	<b>\$ 0</b>
FTE positions	109.0	107.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>109.0</b>	<b>107.0</b>	<b>0.0</b>

### Agency Request

The **agency** requests \$11,276,742, all from special revenue funds, an increase of \$1,252,090, or 12.5 percent, above the FY 2013 approved amount. The increase is attributable to several supplemental requests: \$998,267 for salaries and wages, including salary increases for examination and supervisory staff and funding for 10.0 FTE positions; \$157,794 for contractual services; \$650 for commodities; and \$95,379 for capital outlay for computer equipment and software for the agency's Kansas Supervised Institution Monitoring System (KSIMS) database application. The request includes 109.0 FTE positions, an increase of 10.0 FTE positions above the approved amount. The increase is due to continuation of the agency's supplemental request for an additional 6.0 FTE positions in FY 2012, and the following FTE supplementals for FY 2013: 2.0 FTE Consumer and Mortgage Lending Examiners, a 1.0 FTE Financial Examiner Principal (Field IT Specialist), and a 1.0 FTE Financial Examiner Principal (Surveillance Specialist).

### Governor's Recommendation

The **Governor** recommends FY 2013 expenditures of \$10,933,074, all from special revenue funds, an increase of \$1,162,846, or 11.9 percent, above the Governor's FY 2012 recommendation. This is an all funds decrease of \$343,668, or 3.0 percent, below the agency's FY 2013 request. The Governor's recommendation includes 107.0 FTE positions, an increase of



2.0 FTE positions above the 2012 recommendation, and a decrease of 2.0 FTE positions below the agency's FY 2013 request. The Governor recommends the agency's FY 2013 supplemental request totaling \$1,252,090, which was partially offset by a decrease for salaries and wages shrinkage of \$205,865, or 2.5 percent, and a decrease of \$137,803 for savings from the Voluntary Retirement Incentive Program.

### **House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's FY 2013 recommendation, with the following adjustments and notations:

1. When the anticipated Governor's Budget Amendment to restore \$137,803, all from special revenue funds, and 2.0 FTE positions, to the agency's salaries and wages expenditure limitation for FY 2013 is made available, the budget committee recommends its adoption.
2. The Budget Committee notes that there has been a high turnover in agency staff, which is the result of agency salaries and wages not being competitive with surrounding states and federal agencies.