Session of 2012

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SENATE BILL No. 315

By Committee on Financial Institutions and Insurance

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AN ACT concerning the office of the state bank commissioner; pertaining
to certain positions in the unclassified service; amending K.S.A. 2011
Supp. 75-2935b, 75-3135 and 75-3135a and repealing the existing
sections.

Be it enacted by the Legislature of the State of Kansas:

7 K.S.A. 2011 Supp. 75-2935b is hereby amended to read as Section 1. 8 follows: 75-2935b. Salaries and other compensation of all persons who are 9 within the unclassified service of the Kansas civil service act, and which salaries and other compensation are not fixed by statute, shall be subject to 10 the approval of the governor and such salaries or other compensation shall 11 12 not be paid until approved by the governor. The provisions of this section 13 shall not apply to the salaries and other compensation of any officer or 14 employee when such salary or other compensation is specifically 15 prescribed by law, nor to officers and employees of elected state officials, 16 officers and employees under the jurisdiction of the state board of regents, 17 the executive secretary and other employees of the Kansas public 18 employees retirement system that are in the unclassified service as 19 specified under K.S.A. 74-4908, and amendments thereto, officers and 20 employees of Kansas, Inc. attorneys, officers and employees of the office 21 of the state bank commissioner as specified under K.S.A. 75-2935, 75-22 3135 and 75-3135a, and amendments thereto, officers and employees 23 under the jurisdiction of the supreme court, legislative officers and 24 employees or officers and employees of any agency performing functions 25 and duties primarily for the legislative branch.

26 Sec. 2. K.S.A. 2011 Supp. 75-3135 is hereby amended to read as 27 follows: 75-3135. (a) The bank commissioner shall receive an annual 28 salary to be fixed by the governor with the approval of the state finance 29 council. The bank commissioner is hereby authorized to appoint two 30 deputy commissioners who shall be in the unclassified service under the 31 Kansas civil service act and shall receive an annual salary fixed by the 32 bank commissioner in accordance with an equitable salary schedule 33 established by the bank commissioner for all unclassified positions. The 34 salaries shall not exceed the average compensation of corresponding state 35 regulatory positions in similar geographic areas. The bank commissioner's salary schedule shall be reported to the state banking board annually. 36

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3 4 *(b) (1)* The deputy commissioner of the banking division shall supervise all banks and trust companies as directed by the *bank* commissioner and shall perform such other duties as may be required by the *bank* commissioner.

5 (2) The deputy commissioner of the consumer and mortgage lending 6 division shall supervise all consumer and mortgage lending functions as 7 directed by the *bank* commissioner and shall perform such other duties as 8 may be required by the *bank* commissioner.

9 (c) If the office of the *bank* commissioner is vacant or if the *bank* 10 commissioner is absent or unable to act, the deputy commissioner of the 11 banking division shall be the acting *bank* commissioner.

(d) (1) The deputy commissioner of the banking division shall have at
least five years' years experience as a state bank officer or five years' years
experience as a state or federal regulator.

15 (2) The deputy commissioner of consumer and mortgage lending 16 shall have at least five years' years experience in consumer or mortgage 17 lending, regulatory, legal or related experience.

18 (e) The bank commissioner is also authorized to appoint or contract 19 for, in accordance with the civil service law, such special assistants and 20 other employees as are necessary to properly discharge the duties of the 21 office.

22 Sec. 3. K.S.A. 2011 Supp. 75-3135a is hereby amended to read as 23 follows: 75-3135a. (a) Subject to the provisions of appropriation acts, the bank commissioner may appoint regional managers and, financial 24 25 examiner administrators, case managers, examiners and a business manager within the office of the state bank commissioner as determined 26 necessary by the bank commissioner to effectively carry out the mission of 27 28 the office. All regional managers and financial examiner administrators 29 Each regional manager, financial examiner administrator, case manager, examiner or business manager appointed after the effective date of this act 30 31 shall be in the unclassified service under the Kansas civil service act, shall 32 have special training and qualifications for such positions; and shall serve 33 at the pleasure of the bank commissioner and shall receive compensation 34 fixed by the bank commissioner and approved by the governor. The bank 35 commissioner shall prepare and maintain an equitable salary schedule for 36 such appointed positions.

The amount of compensation in the bank commissioner's salary schedule for such appointed positions in the unclassified service shall not exceed the average compensation of corresponding state regulatory positions in similar geographic areas. The bank commissioner's salary schedule for unclassified positions shall be reported to the state banking board.

43 (b) Nothing in subsection (a) shall affect the classified status of any

person employed in the office of the state bank commissioner on the day
immediately preceding the effective date of this act. The provisions of this
subsection shall not be construed to limit the powers of the bank
commissioner pursuant to K.S.A. 75-2948, and amendments thereto.
Sec. 4. K.S.A. 2011 Supp. 75-2935b, 75-3135 and 75-3135a are

- 6 hereby repealed.
- 7 Sec. 5. This act shall take effect and be in force from and after its 8 publication in the Kansas register.