

FY 2013, FY 2014, and FY 2015

General Government Budget Committee

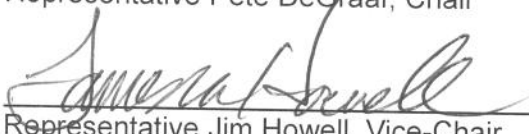
Office of the Securities Commissioner



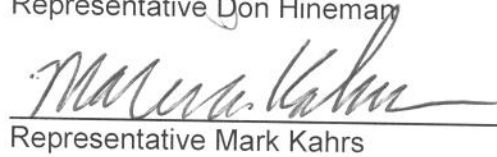
Representative Pete DeGraaf, Chair



Representative Don Hineman



Representative Jim Howell, Vice-Chair



Representative Mark Kahrs

Representative Harold Lane, Ranking
Minority Member

Representative Craig McPherson

Representative Tom Burroughs



Representative Virgil Peck, Jr.

Representative William Sutton

House Budget Committee Report

Agency: Office of the Securities
Commissioner

Bill No. HB 2088

Bill Sec. --

Analyst: Tevis

Analysis Pg. No. 840

Budget Page No. 484

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	3,433,641	3,433,641	0
Subtotal	<u>\$ 3,433,641</u>	<u>\$ 3,433,641</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 3,433,641</u></u>	 <u><u>\$ 3,433,641</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
TOTAL	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** estimates revised FY 2013 operating expenditures of \$3,433,641, including \$2,829,107 from the Securities Act Fee Fund and \$604,534 from the Investor Education Fund. This is an all funds increase of \$308,271, or 9.9 percent, above the amount approved by the 2012 legislature. The increase is attributable to an increase in contractual services of \$520,013, or 117.4 percent, above the amount approved by the 2012 legislature. The agency had originally planned to use these funds to develop Public Service Announcements (PSAs) and purchase media time to increase public awareness of agency services. The agency has since spent about \$220,000 on developing and broadcasting these PSAs, but plans to use the rest of this funding for different educational services. The increase is also attributable to an increase in salaries and wages of \$28,118, or 1.1 percent, above the amount approved by the 2012 Legislature. This increase reflects an overall increase in expenditures for employee wages. The agency also expects decreased expenditures in commodities, capital outlay, and other assistance. The agency request maintains the 30.0 FTE position limitation.

Governor's Recommendation

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

House Budget Committee Report

Agency: Office of the Securities
Commissioner

Bill No. HB 2231

Bill Sec. 18

Analyst: Tevis

Analysis Pg. No. 840

Budget Page No. 484

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	2,994,533	2,939,546	0
Subtotal	<u>\$ 2,994,533</u>	<u>\$ 2,939,546</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 2,994,533</u></u>	 <u><u>\$ 2,939,546</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
TOTAL	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2014 operating expenditures of \$2,994,533, including \$2,957,045 from the Securities Act Fee Fund and \$37,488 from the Investor Education Fund, a decrease of \$439,108, or 12.8 percent, below the agency's FY 2013 revised estimate. This is primarily attributable to a decrease of \$568,795 in contractual services because the agency will decrease its public service announcement development and distribution program. The request also includes an increase in salaries and wages due to a reduction in salaries and wages shrinkage, increased Kansas Public Employees Retirement System (KPERs) employer contributions, and increased salary expenditures. The agency's request includes 30.0 FTE positions, the same as the FY 2013 revised estimate.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$2,939,546, an all funds decrease of \$54,987, or 1.8 percent, below the agency's FY 2014 request. The decrease is all in salaries and wages and is attributable to a decrease of \$52,203 due to increasing the shrinkage rate to a total of 4.0 percent, and also due to a decrease of \$2,784 to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014.

House Budget Committee Report

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Bill No. HB 2231

Bill Sec. 18

Analyst: Tevis

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Budget Page No. 484

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	3,021,967	2,940,725	0
Subtotal	<u>\$ 3,021,967</u>	<u>\$ 2,940,725</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 3,021,967</u></u>	 <u><u>\$ 2,940,725</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
TOTAL	<u><u>30.0</u></u>	<u><u>30.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests operating expenditures of \$3,021,967, an all funds increase of \$27,434, or 0.9 percent, above the FY 2014 agency request. The request includes \$2,982,470 from the Securities Act Fee Fund and \$39,497 from the Investor Education Fund. The increase is primarily attributable to an increase of \$28,768, or 1.1 percent, in salaries and wages, a small increase in commodities, and small decreases in contractual services and capital outlay. The increase in salaries and wages is attributable to increased KPERS employer contributions and group health care expenditures. The agency's request includes 30.0 FTE positions, the same as the FY 2014 request.

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$2,940,725, an all funds decrease of \$81,242, or 2.7 percent, below the agency's FY 2015 request. The decrease is all in salaries and wages and is attributable to a decrease of \$78,386 due to increasing the salaries and wages shrinkage rate for a total of 4.0 percent, and is also attributable to a decrease of \$2,856 to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014.