

FY 2013, FY 2014, and FY 2015

Regulatory Boards and Commissions, Ways and Means Committee

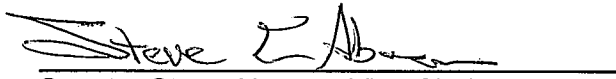
Real Estate Commission



Senator Michael O'Donnell, Chair



Senator Marci Francisco, Ranking Minority
Member



Senator Steve Abrams, Vice-Chair

Senate Ways and Means Committee
Date: 02-07-2013
Attachment #: 5

Senate Subcommittee Report

Agency: Real Estate Commission

Bill No. SB 76

Bill Sec. 10

Analyst: Carroll

Analysis Pg. No. --

Budget Page No. 482

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	1,121,673	1,057,211	22,019
Subtotal	<u>\$ 1,121,673</u>	<u>\$ 1,057,211</u>	<u>\$ 22,019</u>
Capital Improvements:			
State General Fund	\$	\$	\$
Other Funds			
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 1,121,673</u></u>	 <u><u>\$ 1,057,211</u></u>	 <u><u>\$ 22,019</u></u>
 FTE positions	 11.0	 11.0	 0.0
Non FTE Uncl. Perm. Pos.	2.0	2.0	0.0
TOTAL	<u><u>13.0</u></u>	<u><u>13.0</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** estimates FY 2013 operating expenditures of \$1,121,673, all from the Real Estate Fee Fund, a decrease of \$69,448, or 5.8 percent, below the amount approved by the 2012 Legislature. The decrease is attributable to a decrease in salaries and wages because of shifting 2.0 FTE positions to non-permanent unclassified positions. The request includes a supplemental estimate of \$64,462, all from the Real Estate Fee Fund, based on increased fees.

Absent the supplemental, the agency request is \$1,057,211, all from the Real Estate Fee Fund. The request is a decrease of \$133,910, or 11.2 percent, below the amount approved by the 2012 Legislature.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$1,057,211, all from the Real Estate Fee Fund. The request is a decrease of \$133,910, or 11.2 percent, below the amount approved by the 2012 Legislature. The decrease is attributable to the Governor not recommending the agency's FY 2013 supplemental request.

Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's recommendation with the following adjustment and recommendation:

1. Add \$22,019, all from the Real Estate Fee Fund, in FY 2013 to hold the agency's operating budget at the FY 2012 amount.
2. The Subcommittee recommends an efficiency audit for the agency to be completed prior to FY 2015. The Subcommittee notes that an audit will determine agency inefficiencies or whether a fee increase is needed to maintain services.

Senate Subcommittee Report

Agency: Real Estate Commission

Bill No. SB 110

Bill Sec. 17

Analyst: Carroll

Analysis Pg. No. --

Budget Page No. 482

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	1,151,739	1,002,345	76,885
Subtotal	<u>\$ 1,151,739</u>	<u>\$ 1,002,345</u>	<u>\$ 76,885</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>\$ 1,151,739</u></u>	<u><u>\$ 1,002,345</u></u>	<u><u>\$ 76,885</u></u>
FTE positions	11.0	11.0	0.0
Non FTE Uncl. Perm. Pos.	2.0	2.0	0.0
TOTAL	<u><u>13.0</u></u>	<u><u>13.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2014 operating expenditures of \$1,151,739, all from the Real Estate Fee Fund, an increase of \$30,066, or 2.7 percent, above the revised FY 2013 estimate. The increase is attributable to an enhancement which will allow the agency to continue operating its Enforcement program at its current level.

Absent the enhancement, the agency request is \$1,003,081, a decrease of \$118,592, or 10.6 percent, below the revised FY 2013 estimate. The decrease is attributable to the agency greatly reducing the Enforcement program based on a decrease in projected revenues from the Real Estate Fee Fund.

Governor's Recommendation

The **Governor** recommends FY 2014 operating expenditures of \$1,002,345, all from the Real Estate Fee Fund. The request is a decrease of \$54,866, or 5.2 percent, below the FY 2013 recommendation. The decrease is due to the Governor not recommending the agency's enhancement. The Governor's recommendation is a special revenue fund decrease of \$736, or less than 0.1 percent, below the agency's FY 2014 request absent the enhancement. The Governor's recommendation includes a decrease of \$736, all from the Real Estate Fee Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution rate from the statutory 1.0 percent to 0.85 percent for FY 2014.

Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's recommendation with the following adjustment and recommendation:

1. Add \$76,885, all from the Real Estate Fee Fund, in FY 2014 to hold the agency's operating budget at the FY 2012 amount.

Senate Subcommittee Report

Agency: Real Estate Commission

Bill No. SB 110

Bill Sec. 17

Analyst: Carroll

Analysis Pg. No. --

Budget Page No. 482

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	1,169,966	992,004	87,226
Subtotal	<u>\$ 1,169,966</u>	<u>\$ 992,004</u>	<u>\$ 87,226</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>\$ 1,169,966</u></u>	<u><u>\$ 992,004</u></u>	<u><u>\$ 87,226</u></u>
FTE positions	11.0	11.0	0.0
Non FTE Uncl. Perm. Pos.	2.0	2.0	0.0
TOTAL	<u><u>13.0</u></u>	<u><u>13.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2015 operating expenditures of \$1,169,966, all from the Real Estate Fee Fund, an increase of \$18,227, or 1.6 percent, above the FY 2014 request. The agency is requesting an enhancement of \$177,360 which is based on increased fees.

Absent the enhancement, the agency request is \$992,606, a decrease of \$159,133, or 13.8 percent, below the FY 2014 request. The decrease is attributable to the agency greatly reducing the Enforcement program based on a decrease in projected revenues from the Real Estate Fee Fund.

Governor's Recommendation

The **Governor** recommends FY 2015 operating expenditures of \$992,004, all from the Real Estate Fee Fund. The request is a decrease of \$10,341, or 1.0 percent, below the FY 2013 recommendation. The decrease is due to the Governor not recommending the enhancement. The Governor's recommendation is a special revenue fund decrease of \$602, or less than 0.1 percent, below the agency's FY 2015 request absent the enhancement. The Governor's recommendation includes a decrease of \$602, all from the Real Estate Fee Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERs) death and disability employer contribution rate from the statutory 1.0 percent to 0.85 percent for FY 2015.

Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's recommendation with the following adjustment and recommendation:

1. Add \$87,226, all from the Real Estate Fee Fund, for FY 2015 to hold the agency's operating budget at the FY 2012 amount.