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Senate Commerce Committee HB 2316 – Employee Compensation Payment Methods

Robert L. Mackey, Director Division of Accounts & Reports March 15, 2007

HB 2316 amends KSA 44-314 and repeals the existing section. The statute governs acceptable and authorized compensation payment schedules and methods for Kansas employers except for the State of Kansas. The State of Kansas as an employer is subject to additional law in regard to payment of wages to state employees. KSA 75-5540 requires the Director of Accounts and Reports to develop and authorize a payroll remittance plan which includes the direct deposit of state employees' salaries and wages into the employees' accounts at banks, savings and loan associations, or credit unions. The last sentence of KSA 75-5540 requires that "such direct deposits shall be made only upon the written authorization and direction of such state officers or employees."

The Department of Administration would like to offer the attached amendment to HB 2316 for consideration by the committee. This balloon would bring consistency between the statute governing payment methods for state employees with the statute that covers all other employers within the state by repealing K.S.A. 75-5540.

Thank you and I would be happy to stand for questions.