

February 28, 2017

The Honorable Troy Waymaster, Chairperson
House Committee on Appropriations
Statehouse, Room 111-N
Topeka, Kansas 66612

Dear Representative Waymaster:

SUBJECT: Fiscal Note for HB 2361 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2361 is respectfully submitted to your committee.

The bill would move administration of the State Workers Compensation Self-Insurance Fund (SSIF) from the Department of Health and Environment to the Department of Administration. All powers, duties, functions and employees of the Department of Health and Environment related to administering the SSIF would be transferred to the Department of Administration.

Passage of HB 2361 would have no fiscal effect on state revenues or expenditures. The bill does not alter the funds, expenditures and positions that would shift from one agency to another and it does not make any changes to the SSIF. Risk Management and Insurance—Recommendation #1 from the Kansas Statewide Efficiency Review by Alvarez & Marsal included a recommendation to centralize the state's insurance and risk management functions within the Department of Administration. As included in *The FY 2018 Governor's Budget Report*, expenditures for the SSIF are estimated to be \$21.9 million in FY 2018 and \$22.0 million in FY 2019.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Colleen Becker, Department of Administration
Dan Thimmesch, Health & Environment