

SESSION OF 2020

**SUPPLEMENTAL NOTE ON SENATE BILL NO. 458**

As Amended by Senate Committee on Financial  
Institutions and Insurance

**Brief\***

SB 458, as amended, would amend law relating to the compensation of members of the State Banking Board (Board) to increase the per diem compensation rate. Current law authorizes members of various boards and similar entities to receive compensation, subsistence allowances, mileage, and other expenses, but limits the per diem compensation of any member of a board to \$35 for each day of actual attendance of a board meeting (KSA 75-3223).

This bill would, subject to the limitations of appropriations, raise the per diem compensation of Board members attending authorized board meetings and subcommittee meetings from \$35 to a daily rate between \$150 and \$175, as determined by the State Bank Commissioner (Commissioner). The bill would also remove reference to the subsistence allowances provided in KSA 75-3223, but would extend the allowance of mileage and other expenses in continuing law.

**Background**

The bill was introduced by the Senate Committee on Ways and Means at the request of Senator Braun.

In the Senate Committee on Financial Institutions and Insurance hearing, the Commissioner testified as a proponent, stating the Office of the State Bank Commissioner

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\*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

originally requested a budget proviso to increase the compensation rate for the nine-member Board and also noting the per diem compensation for board members has not changed since 1975. The Commissioner further stated the current compensation is insufficient for the time, attention, and oversight provided by the Board and, in discussions, it was determined the best remedy would be introduction of a bill.

No neutral or opponent testimony was provided.

The Senate Committee amended the bill to remove language allowing members to be paid subsistence allowances.

According to the fiscal note prepared by the Division of the Budget on the bill as introduced, enactment of the bill would increase expenditures for the agency by \$12,420 (\$115 increase x 12 meetings x 9 members) should the rate be increased to \$150 for FY 2021. Should the rate be increased to \$175, the agency expenditures would increase by \$15,120 (\$140 increase x 12 meetings x 9 members). The expenditures would be paid from the Bank Commissioner Fee Fund. Any fiscal effect associated with the enactment of the bill is not reflected in *The FY 2021 Governor's Budget Report*.