

January 23, 2014

The Honorable Rob Olson, Chairperson
Senate Committee on Financial Institutions and Insurance
Statehouse, Room 236-E
Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 283 by Senate Committee on Financial Institutions and Insurance

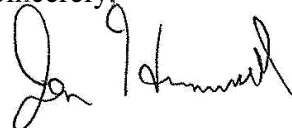
In accordance with KSA 75-3715a, the following fiscal note concerning SB 283 is respectfully submitted to your committee.

SB 283 would increase the statutory salary of the Commissioner of Insurance from \$3,307.81 biweekly to \$3,803.89 biweekly, effective on January 1, 2015.

Estimated State Fiscal Effect				
	FY 2014 SGF	FY 2014 All Funds	FY 2015 SGF	FY 2015 All Funds
Revenue	--	--	--	--
Expenditure	--	--	--	\$6,578
FTE Pos.	--	--	--	--

Enactment of SB 283 would increase the base salary of the Insurance Commissioner by \$496 (\$598 with fringe benefits) biweekly, or \$12,896 (\$15,548 with fringe benefits) for an entire fiscal year. With the effective date of the salary increase on January 1, 2015, there would be eleven pay periods in FY 2015 at the higher salary. As a result, expenditures for the Department of Insurance would increase by \$6,578 (\$598 biweekly salary increase with fringes X 11 pay periods) in FY 2015, with an annualized increase of \$15,548 in future fiscal years. The additional expense would be paid by agency fee funds. Any fiscal effect associated with SB 283 is not reflected in *The FY 2015 Governor's Budget Report*.

Sincerely,



Jon Hummell,
Interim Director of the Budget

cc: Zac Anshutz, Insurance