

Senate Subcommittee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** SB 514 **Bill Sec.** --

Analyst: Pratt

Budget Analysis Vol. I, p. 195 **GBR Vol. II,** p. 68

Expenditure Summary	Agency Estimate FY 2024	Governor Recommendation FY 2024	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	40,139,980	40,139,980	0
<i>Subtotal</i>	\$ 40,139,980	\$ 40,139,980	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 0	\$ 0	\$ 0
TOTAL	\$ 40,139,980	\$ 40,139,980	\$ 0
FTE positions	21.0	21.0	0.0

Agency Estimate

The **agency** submits a revised estimate of \$40.1 million, all from special revenue funds, in expenditures and 21.0 FTE positions in FY 2024. This is a decrease of \$57,031, or 0.1 percent, below the amount approved by the 2023 Legislature. This is primarily due to a decrease in employer contributions for fringe benefits, such as group health insurance.

Governor's Recommendation

The **Governor** concurs with the agency's revised estimate in FY 2024.

Senate Human Services Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation in FY 2024.

Senate Committee on Ways and Means Recommendation

The **Committee** concurs with the Subcommittee's recommendation in FY 2024.

House Committee on Appropriations Recommendation

The **Committee** concurs with the Budget Committee's recommendation in FY 2024.

House Committee of the Whole Recommendation (Sub. for HB 2273)

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2024.

Conference Committee Recommendation (SB 28)

The **Conference Committee** concurs with the Governor's recommendation in FY 2024.

Omnibus Action (HB 2551)

No action taken in FY 2024.

	Governor's Recommendation FY 2024	Legislative Action Mega Bill	Legislative Approved FY 2024	Legislative Action Omnibus Bill	Final Legislative Approved FY 2024
All Funds					
State Operations	\$ 9,139,980	\$ 0	\$ 9,139,980	\$ 0	\$ 9,139,980
Aid to Local Units	0	0	0	0	0
Other Assistance	31,000,000	0	31,000,000	0	31,000,000
<i>Subtotal - Operations</i>	<i>\$ 40,139,980</i>	<i>\$ 0</i>	<i>\$ 40,139,980</i>	<i>\$ 0</i>	<i>\$ 40,139,980</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 40,139,980	\$ 0	\$ 40,139,980	\$ 0	\$ 40,139,980

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FTE Positions	21.0	0.0	21.0	0.0	21.0
---------------	------	-----	------	-----	------

Senate Subcommittee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** SB 514 **Bill Sec.** 26

Analyst: Pratt

Budget Analysis Vol. I, p. 195

GBR Vol. II, p. 68

Expenditure Summary	Agency Request FY 2025	Governor Recommendation FY 2025	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	49,009,411	49,009,411	0
<i>Subtotal</i>	<u>\$ 49,009,411</u>	<u>\$ 49,009,411</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 49,009,411</u></u>	<u><u>\$ 49,009,411</u></u>	<u><u>\$ 0</u></u>
 FTE positions	 21.0	 21.0	 0.0

Agency Request

The **agency** requests \$49.0 million, all from special revenue funds, in expenditures and 21.0 FTE positions for FY 2025. This is an increase of \$8.9 million, or 22.1 percent, above the FY 2024 revised estimate. The increase is attributable to the Medical Professional Liability Adjudication program, from which the agency pays the claims that are awarded to plaintiffs through court-approved settlements or jury awards. Based on previous years' expenditures, the agency anticipates that it will expend approximately \$40.0 million for the payment of medical malpractice claims for FY 2025. This is an increase of \$9.0 million, or 29.0 percent, above the FY 2024 revised estimate for the payment of claims.

Governor's Recommendation

The **Governor** concurs with the agency's request for FY 2025.

Senate Human Services Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2025.

Senate Committee on Ways and Means Recommendation

The **Committee** concurs with the Subcommittee's recommendation for FY 2025.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2025.

House Committee on Appropriations Recommendation

The Committee concurs with the Budget Committee's recommendation for FY 2025.

House Committee of the Whole Recommendation (Sub. for HB 2273)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2025.

Conference Committee Recommendation (SB 28)

The Conference Committee concurs with the Governor's recommendation for FY 2025.

Omnibus Action (HB 2551)

No action taken for FY 2025.

State Finance Council

1. Add \$123,538, all from special revenue funds, for a salary adjustment for most state employees based on the Department of Administration Market Survey and a 5.0 percent salary adjustment for employees with job classifications that are not included in the Market Survey for FY 2025. This adjustment includes increasing minimum pay to \$15.03 per hour.

	Governor's Recommendation FY 2025	Legislative Action Mega Bill	Legislative Approved FY 2025	Legislative Action Omnibus Bill	Final Legislative Approved FY 2025
All Funds					
State Operations	\$ 9,009,411	\$ 123,538	\$ 9,132,949	\$ 0	\$ 9,132,949
Aid to Local Units	0	0	0	0	0
Other Assistance	40,000,000	0	40,000,000	0	40,000,000
<i>Subtotal - Operations</i>	<i>\$ 49,009,411</i>	<i>\$ 123,538</i>	<i>\$ 49,132,949</i>	<i>\$ 0</i>	<i>\$ 49,132,949</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 49,009,411	\$ 123,538	\$ 49,132,949	\$ 0	\$ 49,132,949

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FTE Positions	21.0	0.0	21.0	0.0	21.0
---------------	------	-----	------	-----	------

**2024 Session Appropriations Report
Health Care Stabilization Fund Board**

		FY 2024			FY 2025		
		SGF	AF	FTE	SGF	AF	FTE
<i>Base Budget</i>							
1	Base Budget	-	40,197,011	21.0	-	40,139,980	21.0
	<i>Base Budget Subtotal</i>	-	40,197,011	21.0	-	40,139,980	21.0
<i>Agency Adjustments</i>							
2	All Other Adjustments	-	-	0.0	-	(130,569)	0.0
3	Medical Malpractice Claims Payment	-	-	0.0	-	9,000,000	0.0
4	Salaries and Wages	-	(57,031)	0.0	-	-	0.0
	<i>Agency Adjustments Subtotal</i>	-	(57,031)	0.0	-	8,869,431	0.0
<i>Governor's Adjustments</i>							
	No Changes	-	-	0.0	-	-	0.0
	<i>Governor's Adjustments Subtotal</i>	-	-	0.0	-	-	0.0
<i>Legislative Adjustments</i>							
5	2025 Pay Plan	-	-	0.0	-	123,538	0.0
	<i>Legislative Adjustments Subtotal</i>	-	-	0.0	-	123,538	0.0
	Grand Total	-	40,139,980	21.0	-	49,132,949	21.0

2024 HB 2551 (omnibus), Sec. 19(a): Notwithstanding the provisions of K.S.A. 40-3401, and amendments thereto, or any other statute, during the fiscal year ending June 30, 2025, in addition to the other purposes for which expenditures may be made by the above agency from moneys appropriated from any special revenue fund or funds of the above agency for fiscal year 2025 as authorized by section 41 of 2024 Senate Bill No. 28, this or other appropriation act of the 2024 regular session of the legislature, expenditures shall be made by the above agency from such moneys for fiscal year 2025 to deem a maternity center as a "healthcare provider" for the purposes of the healthcare provider insurance availability act, K.S.A. 40-3401 et seq., and amendments thereto, if such maternity center: (1) Has been granted accreditation by the commission for accreditation of birth centers; or (2) is a maternity center as defined in K.S.A. 65-503, and amendments thereto.