

SESSION OF 2016

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2632

As Amended by Senate Committee of the Whole

Brief*

HB 2632 would enact new law and amend law to recognize the Pooled Money Investment Board (PMIB) as a separate state agency for the purposes of budgetary preparations and reporting.

The bill would require budget estimates and requests of the PMIB to be separate from those associated with the State Treasurer and would require this separation to be maintained in the documents and reports prepared by the Director of the Budget and the Governor, including all reports and measures submitted to the Legislature.

In addition, the bill would eliminate current provisions linking the State Treasurer and PMIB for the purposes of the budget, office space, services, and equipment, and other related functions.

The bill would be in effect upon publication in the *Kansas Register*.

Background

The bill was introduced by the House Committee on Insurance and Financial Institutions at the request of the State Treasurer. The State Treasurer and the Executive Director of the PMIB appeared in support of the bill at the House Committee on Insurance and Financial Institutions and the Senate Committee on Financial Institutions and Insurance

*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>

hearings. The proponents explained the PMIB has been independently submitting its budget for some time; the Division of the Budget, however, has relied on language (proposed to be stricken by the bill) and the two budgets currently are rolled together. They testified, with the bill, the Legislature would be provided with a more accurate understanding of each agency's expenditures. There was no neutral or opponent testimony.

The Senate Committee of the Whole amended the bill to change the effective date to publication in the *Kansas Register*.

The fiscal note prepared by the Division of the Budget states both the PMIB and the Office of the State Treasurer indicate the bill, as introduced, would have no fiscal effect on the agencies. However, the fiscal note continues, the agencies currently are combined and reviewed together in the budgeting process.