Approved: March 07, 2016

MINUTES OF THE HOUSE COMMERCE, LABOR AND ECONOMIC DEVELOPMENT COMMITTEE

The meeting was called to order by Chairperson Mark Hutton at 1:30 pm on Monday, February 08, 2016, 346-S of the Capitol.

All members were present except:

Representative Gene Suellentrop – Excused

Committee staff present:

Linda Herrick, Kansas Legislative Committee Assistant Reed Holwegner, Legislative Research Department Chuck Reimer, Office of Revisor of Statutes

Conferees appearing before the Committee:

J. W. Rust, Alvarez and Marsal

Others in attendance:

See Attached List

Possible bill introductions

There were no bill introductions.

Overview of Assigned Efficiency Study Recommendations, J. W. Rust, Alvarez and Marsal

Chairperson Hutton introduced J. W. Rust, from the firm, Alvarez and Marsal, which conducted the State Efficiency Study. Mr. Rust gave an overview of the study recommendations assigned to the House Commerce Committee (Attachment 1).

Those recommendations were:

- KDOL assessment rate change
- Implement Instant Ticket Vending Machines (ITVM) Kansas Lottery
- Enhance Commerce's Business to Business Strategies
- Disposition of State Owned, Surplus Properties
- Replace Worker's Compensation SSIF Claims Management with an Experienced Third Party Administrator Overseen by ORM
- Ensure no program subsidy for Athletic Commission fee for service operation.

Sherriene Jones-Sontag, Kansas Lottery, provided a handout (Attachment 2) on the recommendation to implement ITVMs.

Mr. Rust stood for questions. In response to a question, he noted that if all six recommendations were

CONTINUATION SHEET

MINUTES of the Committee on Commerce, Labor and Economic Development at 1:30 pm on Monday, February 08, 2016 in Room 346-S of the Capitol.

implemented, the five-year savings would be \$9 million.

Adjournment

The meeting adjourned at 2:00 p.m.

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.