

MINUTES

JOINT COMMITTEE ON STATE BUILDING CONSTRUCTION

February 24, 2015
Room 159-S—Statehouse

Members Present

Representative Steve Brunk, Chairperson
Senator Kay Wolf, Vice-chairperson
Senator Marci Francisco
Senator Laura Kelly
Senator Forrest Knox
Senator Larry Powell
Representative John Alcala
Representative J. Steve Alford
Representative Mark Hutton
Representative Adam Lusker

Staff Present

Shirley Morrow, Kansas Legislative Research Department
Mark Dapp, Kansas Legislative Research Department
Jill Wolters, Office of Revisor of Statutes
Daniel Yoza, Office of Revisor of Statutes
Gary Deeter, Committee Secretary

Others Attending

See attached sheet.

The meeting was called to order at 12:10 p.m. by Chairperson Brunk.

A motion was made by Senator Wolf and seconded by Representative Lusker to approve the JCSBC minutes from February 10, 12, and 17 meetings. The motion passed.

Chairperson announced a field trip conjointly with the House Appropriations Committee and the Senate Ways and Means Committee on March 12, to visit the construction site for the forensic laboratory of the Kansas Bureau of Investigation.

Shirley Morrow, Kansas Legislative Research Department, reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the Postsecondary Education Systemwide ([Attachment 1](#)). The \$140.0 million estimate for FY 2015 was reduced by the Governor to \$139.2 million. Ms. Morrow noted House Sub. for SB 4 adopts the Governor's

recommendations except that the bill deletes \$25 million in bonding authority for student union expansion (Kansas State University), deletes \$51.2 million in bonding authority for a new dorm and dining hall, and deletes \$14.5 million in bonding authority for Corbin Hall (University of Kansas). The House Appropriations Committee, however, concurs with the Governor's recommendations.

Ms. Morrow, commenting on the FY 2016 Postsecondary Education Systemwide budget, stated the agency estimate of \$155.7 million was reduced by the Governor's recommendation to \$112.9 million; the Governor did not recommend funds for the Fort Hays State Art and Education building project due to a change in the University's campus master plan and reduced funding by \$6 million from the Educational Building Fund (EBF). The House Appropriations Committee concurred with the Governor's recommendation, except added \$25.0 million in bonding authority for Kansas State University's student union expansion, added \$51.2 million in bonding authority for the University of Kansas' dorm and dining hall, and restored \$14.5 million in bonding authority for Corbin Hall.

For FY 2017, Postsecondary Education Systemwide request of \$124.9 million was pared by the Governor to \$91.3 million; the Governor did not recommend the Fort Hays State University's Art and Education building project due to a change in the University's campus master plan and reduced funding for the EBF by \$3.0 million. The House Appropriations Committee concurred with the Governor.

Ms. Morrow reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the Kansas Board of Regents (Regents). The original FY 2015 estimate of \$35.0 million in the EBF was transferred to each university. The Governor concurs with the Regents' estimate. The FY 2016 request of \$55.0 million included \$20.0 million from the Expanded Lottery Act Revenue Fund (ELARF) for deferred maintenance. The Governor recommended \$29 million, which did not include the ELARF funding. Ms. Morrow noted the Regents' letter ([Attachment 2](#)) and documentation outlining mission-critical projects ([Attachment 3](#)). For FY 2017, the Regents' request of \$55.0 million was reduced by the Governor to \$32.0 million; the Governor did not recommend the ELARF funding.

Ms. Morrow outlined the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for Emporia State University. The Governor concurs with the University's estimate of \$7.0 million for FY 2015. For FY 2016 the University requested \$2.3 million, including an enhancement of \$500,000 to raze the maintenance facility. The Governor concurred with the request. For FY 2017 the University requested \$2.3 million, an amount with which the Governor concurred.

Ms. Morrow reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for Fort Hays State University (FHSU). The FY 2015 estimate of \$25.5 million includes replacing Wiest Hall and construction of the Art and Education Building. The Governor recommends \$24.4 million, which does not include advancing the Art and Education Building project. For FY 2016, the University requests \$33.4 million; the Governor's recommendation of \$19.4 million does not include advancing the Art and Education Building project.

Answering questions, Dana Cunningham, Director of Facilities Planning, FHSU, explained changes in the University's administration resulted in revising the Art and Education Building Project. The revised plan uses the old power plant to develop a new Art facility and calls for razing Wiest Hall; these changes were resubmitted to the Kansas Board of Regents and were approved in December 2014.

A motion was made by Senator Powell and seconded by Senator Francisco to accept the changes in the project and five-year plan as submitted by the University. The motion passed unanimously.

For FY 2017, the University request of \$10.6 million was reduced by the Governor to \$2.9 million; the Governor's recommendation did not include razing Wiest Hall or the enhancement of the Art and Education Building project.

A motion was made by Senator Kelly and seconded by Senator Powell to reinstate the \$1.6 million for razing Wiest Hall. The motion passed unanimously.

Ms. Morrow presented the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for Pittsburg State University. The University estimates expenditures of \$6.3 million for FY 2015; the Governor concurs with the request. For FY 2016, the University requested 3.8 million; the Governor concurred with the request. For FY 2017, the University requested \$4.3 million; the Governor concurred with the request.

Ms. Morrow outlined the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for Wichita State University. The FY 2015 expenditures estimate of \$18.7 million is a total with which the Governor concurs. For FY 2016, the University requested expenditures of \$5.1 million. The Governor concurred with the request. For FY 2017, the University requested \$6.3 million; the Governor concurred with the request.

Ms. Morrow reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for Kansas State University (KSU). The University estimates expenditures of \$34.3 million for FY 2015; the Governor concurs with the estimate. For FY 2016, the University requested \$17.8 million, an amount that included debt service for the College of Architecture-Seaton Hall renovation. The Governor did not recommend the Seaton Hall bonding or debt service. For FY 2017, the University requested \$12.3 million. The Governor's recommendation of \$18.4 million did not include debt service for Seaton Hall.

Representative Hutton stated the KSU College of Architecture is one of the best architecture schools in the nation and priority should be given to renovating Seaton Hall. He noted private funds for the project now total \$15 million.

A motion was made by Representative Hutton and seconded by Representative Lusker to authorize \$60 million in bonding authority for FY 2016 and ongoing funding of \$3.7 million in FY 2017 for debt service from the EBF. The motion failed 4-5. By consensus, members agreed to review the proposal at a later date.

Ms. Morrow presented the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the KSU Extension Systems and Agricultural Research Programs. The Governor concurs with the agency's estimate of \$1.3 million for FY 2015. The Governor also concurred with the agency's request of \$1.5 million in FY 2016. The agency had no FY 2017 request.

Ms. Morrow reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the KSU Veterinary Medical Center. The agency's FY 2015 estimate of \$4.8 million matches the Governor's recommendation. The Governor also concurred with the agency's request of \$2.7 million for FY 2016. The agency made no FY 2017 request.

Ms. Morrow outlined the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the University of Kansas. The University estimates expenditures of \$29.8 million for FY 2015. The Governor concurs with the estimate. The Governor also concurs with the University's request of \$28.3 million for FY 2016 and the University's request of \$20.2 million in FY 2017. Ms. Morrow noted the House Appropriations Committee added \$51.2 million in bonding authority for a new dorm and dining hall and \$14.5 million in bonding authority for Corbin Hall.

Ms. Morrow reviewed the capital improvements budgets for FY 2015, FY 2016, and FY 2017 for the University of Kansas Medical Center. The Center estimates expenditures of \$12.9 million for FY 2015. The Governor concurs with the estimate. The Center requested \$5.8 million for FY 2016 and \$4.9 million in FY 2017. The Governor concurred with both requests.

A motion was made by Senator Knox and seconded by Senator Powell to concur with the Governor's FY 2015, FY 2016, and FY 2017 budget recommendations as amended with motions adopted above recommending changes in the FHSU and the KSU capital improvements budgets. The motion passed unanimously.

The meeting was adjourned at 12:59 p.m. The next meeting is scheduled for 12:00 p.m., Thursday, March 5, 2015, in Room 159-S of the Capitol Building.

Prepared by Gary Deeter
Edited by Shirley Morrow

Approved by the Committee on:

May 14, 2015
(Date)