MINUTES OF THE HOUSE COMMITTEE ON	GOVERNMENTAL ORGANIZATION
The meeting was called to order byRepresentativ	re Stephen Cloud
	Chairperson
9:00 a.m.XXXX Wednesday, January 1	.2, 19 <u>83</u> in room <u>522-S</u> of the Capitol.
All members were present except:	

Committee staff present:

Carolyn Rampey, Legislative Research Department Julian Efird Legislative Research Department

Avis Swartzman, Revisor of Statutes Jackie Breymeyer, Secretary Conferees appearing before the committee:

Trudy Racine, Division of Post Audit

Chairman Cloud informed the Committee that there would be a formal adjournment at 9:30 on the 13th so that Committee members could leave to tour the prison. He asked the Committee to keep the same seating arrangements. He then introduced the new Committee secretary.

The Chairman pointed out that the third page of the December 22 Memorandum distributed yesterday was part of a December 17 Memorandum. He asked the Committee to disregard this page. The December 17 Memorandum will be distribured to the Committee on the 13th.

In reviewing the Agenda for next week, the Chairman said that there would be no meeting on Monday, January 17. On the 18th, the Committee will begin in earnest with a review by the Division of Post Audit Report on the Department of Revenue, Division of Taxation. Wednesday, January 19, will be a further review of the Division of Taxation, if needed, and a Division of Post Audit Report on the Department of Revenue, Division of Vehicles (Dealer Licensing and Titles). Thursday the Board of Nursing will come under review by the Division of Post Audit, and Friday, a review of the Department of Transportation.

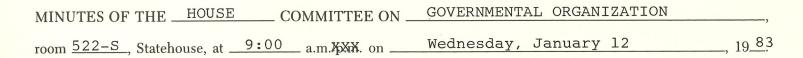
The Chairman told the Committee that they should be deciding which subcommittee they would prefer. These subcommittees are: Department of Transportation which will consider the Board of Healing Arts and the Board of Nursing, State Corporation Commission Divisions and Department of Revenue Divisions.

The Chairman introduced Trudy Racine, a member of the Post Audit Staff who gave an overview of the Department of Revenue, Division of Alcohol Beverage Control. Numerous questions concerning minimum price markups, advertising and the criteria to be established in working within the framework of the constitution were asked by Committee members.

In reply to one of the questions asked of the Research Department, Russ Mills replied that in 1978 an interim committee had discussed minimum price marks but had only recommended that the Legislature continue to study this area.

Comments were made by Mr. Thomas Kennedy, Division of Alcoholic Beverage Control. Mr. Kennedy introduced Assistant Attorney General Coleman and Mr. Tuck Duncan, Kansas Wine and Spirits Wholesalers Association.

CONTINUATION SHEET



It was mentioned that the states of Montana, Nebraska Oklahoma and Iowa are either in a control state-owned retail, wholesale combination or licensed. Thirty-two of the states are licensed.

Representative Matlack stated that a more in depth history of the liquor laws might be of benefit to Committee members.

The Chairman thanked Ms. Racine for her presentation.

Thursday, January 13, a Review by Post Audit Staff will be on the Kansas Corporation Commission, Public Utilities Regulatory Program.

The minutes of the previous meeting were distributed and will be acted upon the 13th.

The meeting was adjourned.