

SENATE SUBCOMMITTEE REPORT

HOUSE BILL NO. 2085
FY 1983 AND FY 1984 APPROPRIATIONS



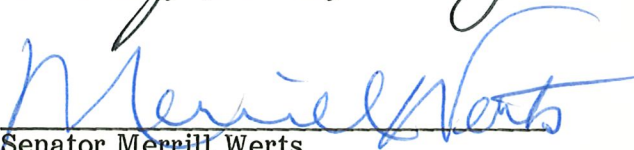
Senator Ronald R. Hein, Subcommittee
Chairman



Senator Joseph C. Harder



Senator Billy Q. McCray



Senator Merrill Werts

SUBCOMMITTEE REPORT

Agency: Abstracters' Board of Examiners Bill No. 2085 Bill Sec. 2

Analyst: McConnell Analysis Pg. No. 103 Budget Pg. No. 1-199

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 11,740	\$ 9,634	\$ 2,530
State General Fund	—	—	—

Agency Request/Governor's Recommendation

The Board's request to expend \$11,740 includes \$7,603 for salaries and per diem for Board members as well as employment of temporary and seasonal help and \$4,137 for communications, travel, printing, and rent. The Governor recommends an expenditure limitation of \$9,634. The reduced recommendation is primarily attributed to a reduction in the amount budgeted for temporary help and a recalculation of salaries to reflect a 4 percent cost-of-living adjustment as opposed to the budgeted 10 percent. The recommendation also reflects minor adjustments in communications, rent, and travel and subsistence.

House Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation with the following adjustments:

1. Deletion of the \$246 recommended for a 4 percent cost-of-living salary increase pending legislative determination of salary policy with respect to all state agencies.
2. Addition of \$2,176 in the amount budgeted for temporary help. The Subcommittee would note that this item has been underbudgeted in recent years forcing the agency to absorb additional costs in its operating budget.
3. Addition of \$100 in the amount budgeted for rent which will allow the agency some flexibility in the event they are unable to continue to secure examination rooms at no cost.
4. Addition of \$500 in the amounts budgeted for travel and subsistence. This item has typically been underbudgeted in recent years. Based on a review of expenditures made for this purpose during the first seven months of the fiscal year, it would appear that the agency might easily spend \$2,000 for travel expenses which is nearly twice the amount budgeted. The Subcommittee's recommendation would increase the budgeted amount for travel from \$1,500 to \$2,000.

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendation

The House Committee of the Whole concurs with the recommendations of the Committee.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendation of the House.

SUBCOMMITTEE REPORT

Agency: Board of Healing Arts Bill No. 2085 Bill Sec. 6
 Analyst: Rampey Analysis Pg. No. 110 Budget Pg. No. 1-213

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 319,467	\$ 313,683	\$ (3,990)
State General Fund	—	—	—
F.T.E. Positions	6.0	6.0	—

House Subcommittee Recommendations

FY 1983. The Governor recommends an expenditure limitation of \$273,747, which is the amount estimated by the Board. The Subcommittee concurs with the Governor's recommendation.

FY 1984. The Board requests an expenditure limitation of \$319,467 for FY 1984. The Governor recommends expenditures of \$313,683, a reduction of \$5,784 from the Board's request. The Subcommittee concurs with the Governor's recommendation with the following exception:

1. Delete \$3,990 for cost-of-living increases.

Based upon the Subcommittee's adjustments, the ending balance in the Healing Arts Fee Fund will be \$295,967 at the end of FY 1983 and \$381,916 at the end of FY 1984. In the Subcommittee's opinion, the balances are unnecessarily high. Moreover, the Board recently raised a number of its fees, including the annual renewal fees for medical doctors, osteopaths, chiropractors, and podiatrists (raised from \$30 to \$50). The fee increases were issued as temporary rules and regulations which became effective January 1, 1983. The rules and regulations will become permanent on May 1. The increased fees are expected to generate additional revenues of \$151,000 per year. The Subcommittee recommends that the Board review its resource requirements and consider the possibility of revising its fee structure in order to reduce what the Subcommittee considers an excessive balance in the Healing Arts Fee Fund.

The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$183,346	\$201,714	\$295,967
Net Receipts	278,433	368,000	395,642
Total Funds Available	\$461,779	\$569,714	\$691,609
Less: Expenditures	260,065	273,747	309,693
Ending Balance	<u>\$201,714</u>	<u>\$295,967</u>	<u>\$381,916</u>

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendation

The House Committee of the Whole concurs with the Committee's recommendation.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the House. In particular, it wishes to add its support to the recommendation that the Board review its fee structure and consider lowering fees whenever appropriate in order to avoid an excessive balance in its fee fund.

SUBCOMMITTEE REPORT

Agency: Board of Cosmetology Bill No. 2085 Bill Sec. 7

Analyst: Stanfield Analysis Pg. No. 112 Budget Pg. No. 1-207

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations	\$ 251,264	\$ 226,430	\$ (4,490)
F.T.E. Positions	8.0	8.0	--

House Subcommittee Recommendations

FY 1983. The Subcommittee concurs with the Governor's recommendations.

FY 1984. The Subcommittee concurs with the Governor's recommended expenditures, except for the following:

1. delete \$5,380 budgeted for the recommended 4.0 percent cost-of-living increase;
2. increase capital outlay to \$2,000 for purchase of a desk-top copier (\$1,500), and purchase of two office chairs and reupholstering of the office sofa (\$500);
3. a \$1,110 reduction in rental fees with the recommendation that the agency purchase a copier in lieu of renting.

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1983. The Senate Subcommittee concurs with the House Committee recommendations.

FY 1984. The Senate Subcommittee concurs with the House Committee recommendations.

SUBCOMMITTEE REPORT

Agency: Dental Board Bill No. 2085 Bill Sec. 9

Analyst: Rampey Analysis Pg. No. 116 Budget Pg. No. 1-209

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 120,961	\$ 102,416	\$ (1,100)
State General Fund	—	—	—
F.T.E. Positions	1.0	1.0	—

House Subcommittee Recommendations

FY 1983. The Board estimates expenditures of \$94,851 for the current year. The Governor's recommendation of \$94,409 eliminates \$442 in salaries and wages for a merit increase.

The Subcommittee concurs with the Governor's recommendation.

FY 1984. The Board requests an expenditure limitation of \$120,961. The amount would generally maintain the operations of the Board at the current level, except that it would enable the Board to fund its secretary-treasurer position full-time instead of part-time, as is currently the case. The request would also provide an increase in funding available for legal and investigative services (\$41,900 is requested, which is an increase of \$6,250 over the current year's estimate of \$35,650).

The Governor recommends an expenditure limitation of \$102,416, a decrease of \$18,545 from the Board's request. The reductions are primarily in the areas of salaries, travel and subsistence, and fees for professional services. The Governor does not recommend that the secretary-treasurer position be funded full-time.

The Subcommittee concurs with the Governor's recommendations except for the following adjustment:

1. Delete \$1,100 for cost-of-living increases.

Based upon the Subcommittee's adjustment, the ending balance in the Dental Board Fee Fund will be \$115,117 at the end of FY 1983 and \$109,321 at the end of FY 1984. The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$ 87,302	\$ 118,302	\$ 115,117
Net Receipts	117,804	91,224	95,520
Total Funds Available	\$205,106	\$ 209,526	\$ 210,637
Less: Expenditures	86,804	94,409	101,316
Ending Balance	<u>\$118,302</u>	<u>\$ 115,117</u>	<u>\$ 109,321</u>

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendations

The House Committee of the Whole concurs with the recommendations of the Committee.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the House.

SUBCOMMITTEE REPORT

Agency: Board of Embalming Bill No. 2085 Bill Sec. 10
 Analyst: Rampey Analysis Pg. No. 118 Budget Pg. No. 1-211

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 90,605	\$ 86,792	\$ (1,591)
State General Fund	—	—	—
F.T.E. Positions	3.0	3.0	—

Agency Request/Governor's Recommendation

For FY 1984, the Board requests expenditure authority of \$90,605 which would essentially maintain the current level of operations. The requested increase is attributed primarily to budgeted salary increases and to estimated increases in mileage and subsistence rates, as well as increased charges for rental of office space.

The Governor recommends \$86,792 for FY 1984. The reduced recommendation includes a recalculation of salaries and wages to reflect a 4 percent cost-of-living adjustment and a reduction in travel and subsistence expenses based upon the assumption that no increases will be authorized in mileage and subsistence rates in FY 1984.

House Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. Reduction of \$2,091 recommended for a 4 percent cost-of-living salary increase pending legislative determination of salary policy with respect to all state agencies.
2. Addition of \$500 for travel and subsistence expenses which would bring the total amount budgeted for travel to \$17,300. The increased recommendation is made in an attempt to provide the Board with some limited flexibility in the portion of the travel budget related to the Executive Secretary's handling of consumer complaints.

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendation

The House Committee of the Whole concurs with the recommendation of the Committee.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendation of the House, with the following exception:

1. Add \$500 for travel and subsistence.

SUBCOMMITTEE REPORT

Agency: Board of Optometry Examiners Bill No. 2085 Bill Sec. 14Analyst: Rampey Analysis Pg. No. 126 Budget Pg. No. 1-219

<u>Expenditure Summary</u>	<u>Agency Req. FY84</u>	<u>Governor's Rec. FY84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 22,104	\$ 21,965	\$ (300)
State General Fund	—	—	—
F.T.E. Positions	.3	.3	—

House Subcommittee Recommendations

FY 1983. The Board estimates expenditures of \$21,237 for the current year, which is the amount approved by the 1982 Legislature. The Governor recommends expenditures of \$21,237, which is the amount estimated by the Board and includes \$33 for merit increases. The Subcommittee recommends that \$33 be deleted in order to be consistent with the Governor's policy that no merit increases be granted during the current year.

FY 1984. The Board requests an expenditure limitation of \$22,104 for FY 1984. The Governor recommends an expenditure limitation of \$21,965. The Subcommittee concurs with the Governor's recommendation with the following adjustment:

1. Delete \$300 for cost-of-living increases.

In addition, the Subcommittee makes the following observations and recommendations:

1. The Subcommittee calls attention to S.B. 245, as introduced by the Senate Committee on Public Health and Welfare. The bill would, among other things, add a new section to the statutes administered by the Board of Optometry Examiners which would make it possible for a licensee to operate as a department or concession on the premises of a retail or mercantile establishment or to assign and transfer credit accounts to a commercial or mercantile establishment. Currently, rules and regulations of the Board (K.A.R. 65-7-12(3)(4)(5)) prohibit such arrangements. The Subcommittee takes no position on the merits of S.B. 245, but asks the Board of Optometry Examiners to be prepared to explain how the prohibitions contained in the Board's rules and regulations, which would be overturned by the passage of S.B. 245, serve to protect the public.
2. The Subcommittee recommends that the Board revise its procedures by which new licensees are notified that they may begin to practice. Currently, licensees who have successfully completed all of the requirements to practice must wait until their licenses are printed and signed by members of the Board. It has been reported to the Subcommittee that licensees sometimes wait weeks for their licenses to be printed and signed. The Subcommittee recommends that the Board adopt the practice of other regulatory boards whereby licensees are notified by letter that they have completed the requirements to practice and that the letter of notification constitutes a permit to practice until they receive their official license.

3. The Subcommittee notes that a close relationship exists between the Board and the Kansas Optometric Association, Inc. Currently, complaints concerning optometrists are often referred to the Board by the Association. After reviewing complaints, the Board often refers them to the Association to investigate and resolve. The Subcommittee is aware that close relationships between regulatory boards and professional associations are not unusual. However, the Subcommittee would like for the Board to keep a record and prepare a report on the number of complaints it receives, noting whether the complaints were received directly or referred to it by the Association. In addition, the report should indicate how each complaint was resolved and the extent to which the Association investigated, made a recommendation to the Board, or otherwise participated in the resolution of the complaint. The report should be made available to the 1984 Legislature.
4. The Subcommittee calls attention to the close relationship which exists between certain Optometry Board members and persons employed or contracted for by the Board: The Board member who serves as secretary-treasurer is the husband of the Board's classified employee and the brother of the attorney who represents the Board on a contractual basis. While the Subcommittee finds nothing wrong with this nexus, it does find it unusual.

Based upon adjustments to the Board's budget made by the Subcommittee, the ending balance in the Optometry Board Fee Fund will be \$22,583 at the end of FY 1983 and \$24,446 at the end of FY 1984. The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual 1982</u>	<u>Est. 1983</u>	<u>Est. 1984</u>
Beginning Balance	\$26,684	\$20,258	\$22,583
Net Receipts	<u>22,806</u>	<u>23,529</u>	<u>23,528</u>
Total Funds Available	\$49,490	\$43,787	\$46,111
Less: Expenditures	<u>29,232</u>	<u>21,204</u>	<u>21,665</u>
Ending Balance	<u>\$20,258</u>	<u>\$22,583</u>	<u>\$24,446</u>

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendation

The House Committee of the Whole concurs with the recommendation of the Committee.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the House.

SUBCOMMITTEE REPORT

Agency: Board of Accountancy Bill No. NA Bill Sec. NA
 Analyst: Stanfield Analysis Pg. No. 105 Budget Pg. No. 1-201

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 127,910	\$ 127,363	\$ (3,255)
F.T.E. Positions	2.7	2.7	—

House Subcommittee Recommendations

FY 1983. The Subcommittee concurs with the Governor's recommendations with the following exceptions:

1. A reduction of \$269 in communication costs based upon historical patterns and expenditures to date.
2. A reduction of \$2,408 for examination costs based on expenditures to date.
3. A reduction of \$578 for travel and subsistence based on historical patterns and expenditures to date.

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1983. The Senate Subcommittee concurs with the House Committee recommendations.

SUBCOMMITTEE REPORT

Agency: Board of Accountancy Bill No. 2085 Bill Sec. 2

Analyst: Stanfield Analysis Pg. No. 105 Budget Pg. No. 1-201

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 145,178	\$ 138,803	\$ (2,220)
F.T.E. Positions	3.0	2.7	--

House Subcommittee Recommendations

FY 1984. The Subcommittee concurs with the Governor's recommended expenditures, with the following exceptions:

1. Reduction of \$1,866 recommended to provide a 4.0 percent salary increase.
2. Reduction of \$654 in communication expenditures.
3. Reduction of \$1,200 for rental costs of a copying machine.
4. Increase of \$1,500 in capital outlay for purchase of a desk-top copier, in lieu of renting.

The Subcommittee notes that the Board is proposing to increase the examination fees in FY 1984, therefore increasing its projected revenues by \$14,850. Since even with the proposed increase in examination fee schedules the Board is not at its statutory limit, should there be a severe drop in projected revenues, fees could be increased even further to offset such. The Subcommittee concurs with the Board's proposal.

The following fee fund analysis is based upon the Subcommittee's recommendations and the Board's proposed fee increase:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$ 51,335	\$ 61,090	\$ 45,260
Net Receipts	<u>121,495</u>	<u>108,278</u>	<u>125,884</u>
Total Funds Available	<u>\$172,830</u>	<u>\$169,368</u>	<u>\$171,144</u>
Less: Expenditures	<u>111,740</u>	<u>124,108</u>	<u>136,583</u>
Ending Balance	<u>\$ 61,090</u>	<u>\$ 45,260</u>	<u>\$ 34,561</u>

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1984. The Senate Subcommittee concurs with the House Committee recommendations.

SUBCOMMITTEE REPORT

Agency: Board of Barber Examiners Bill No. NA Bill Sec.

Analyst: Stanfield Analysis Pg. No. 109 Budget Pg. No. 1-203

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 64,747	\$ 64,214	\$ (1,535)
F.T.E. Positions	2.5	2.5	--

House Subcommittee Recommendations

FY 1983. The Subcommittee concurs with the Governor's recommendation with the exception being:

1. A \$315 reduction in communication costs based on expenditures to date and historical patterns.
2. A \$300 reduction in printing and advertising expenditures.
3. A travel and subsistence reduction of \$500 based on historical patterns and expenditures to date.
4. Delete \$420 in salaries and wages to reflect two existing vacancies on the Board.

Shown below is the fee fund analysis for the Board of Barber Examiners based on the Subcommittee's adjustments:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>
Beginning Balance	\$ 12,220	\$ 19,990
Net Receipts	74,868	71,968
Total Funds Available	\$ 87,088	\$ 91,968
Less: Expenditures	67,098	62,679
Ending Balance	<u>\$ 19,990</u>	<u>\$ 29,289</u>

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1983. The Senate Subcommittee concurs with the House Committee recommendations except for the following:

1. Restore the \$500 deleted for travel and subsistence expenditures.

SUBCOMMITTEE REPORT

Agency: Board of Barber Examiners Bill No. 2085 Bill Sec. 5
 Analyst: Stanfield Analysis Pg. No. 109 Budget Pg. No. 1-203

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 73,296	\$ 67,303	\$ (1,712)
F.T.E. Positions	2.5	2.5	--

House Subcommittee Recommendations

FY 1984. The Subcommittee concurs with the Governor's recommended expenditures, except for the following:

1. Delete the 4.0 percent cost-of-living increase of \$1,712.

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the House Committee recommendations.

SUBCOMMITTEE REPORT

Agency: Board of Pharmacy Bill No. NA Bill Sec. ----
 Analyst: Stanfield Analysis Pg. No. 129 Budget Pg. No. 1-221

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 212,168	\$ 210,170	\$ (1,000)
F.T.E. Positions	6.0	6.0	--

House Subcommittee Recommendation

FY 1983. The Subcommittee concurs with the Governor's recommendations with the following exception:

1. A reduction of \$1,000 in examination costs based upon historical patterns and expenditures to date.

The Subcommittee further notes that while travel expenditures to date would indicate a possible reduction in FY 1983, the Subcommittee recommends that the savings in this area be used to offset an overexpenditure of monies in communication costs and recommends that the agency review its mailing policy of responding to an overabundance of possibly unnecessary requests.

House Committee Recommendation

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1983. The Senate Subcommittee concurs with the House Committee recommendations.

SUBCOMMITTEE REPORT

Agency: Board of Pharmacy Bill No. 2085 Bill Sec. 15
 Analyst: Stanfield Analysis Pg. No. 129 Budget Pg. No. 1-221

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 247,770	\$ 228,089	\$ (8,455)
F.T.E. Positions	6.0	6.0	—

House Subcommittee Recommendations

FY 1984. The Subcommittee concurs with the Governor's recommendations with the following exceptions:

1. Reduction of \$5,155 recommended to provide a 4.0 percent salary increase.
2. Reduction of \$1,100 in examination costs.
3. Reduction of \$2,200 in rents, due to the scheduled move to Topeka in April, 1984.

The Subcommittee further recommends that additional bids be sought associated with the upcoming move of the Board office to Topeka. The Subcommittee feels that \$1,700 in moving costs may be extreme.

The Subcommittee would also like the Board to investigate the feasibility of employing a full-time attorney instead of contracting for legal services at an hourly rate. While the Subcommittee recognizes that the present hourly rate charged is very reasonable (\$40.00), it should be pointed out that a full-time staff attorney would cost only \$2,500 more than the agency's request for legal costs while providing three times the amount of hours now being used.

Finally, the Subcommittee wishes to bring to the attention of the Committee a potential adjustment to the FY 1984 salary and wages recommendation. The Executive Secretary and his clerical staff have expressed the possibility of retirement, upon completion of the move to Topeka. Additional payments of approximately \$6,700 are possible to compensate for the unused accumulated sick leave (K.S.A. 75-5517). Additionally, the Board has recommended that the salary of the Executive Secretary be raised to \$39,280 to more favorably compete with the Executive Secretary salaries in surrounding states. The Subcommittee does not feel that this issue should be addressed by this body but should instead be channeled through the executive branch.

Based upon the Subcommittee's recommendations, the balance in the Board of Pharmacy Fee Fund will be \$54,001 at the end of FY 1983 and \$57,700 at the end of FY 1984. The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$124,726	\$111,288	\$ 54,001
Net Receipts	<u>156,706</u>	<u>151,883</u>	<u>223,333</u>
Total Funds Available	\$281,432	\$263,171	\$277,334
Less: Expenditures	<u>170,144</u>	<u>209,170</u>	<u>219,634</u>
Ending Balance	<u>\$111,288</u>	<u>\$ 54,001</u>	<u>\$ 57,700</u>

House Committee Recommendations

The Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendations

FY 1984. The Senate Subcommittee concurs with the House Committee recommendations, with the following exception:

1. The Subcommittee would like to point out that should the Board choose to hire a full-time staff attorney, additional costs will more than likely be incurred. These costs would include, but not be limited to, additional clerical staff, additional office space rental, additional communication costs and capital outlays for office furniture.

SUBCOMMITTEE REPORT

Agency: Board of Technical Professions Bill No. 2085 Bill Sec. 18
 Analyst: Brown Analysis Pg. No. 133 Budget Pg. No. 1-225

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 177,391	\$ 173,212	\$ (2,277)
State General Fund	—	—	—
F.T.E. Positions	3.0	3.0	—

House Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. A \$2,277 reduction to delete the 4 percent cost-of-living increase.
2. Note is made that the agency acquired a word processor in the current year to be financed through anticipated savings in the travel budget. The Subcommittee suggests a similar method of financing in FY 1984 since this cost is not included in the budget.

House Committee Recommendation

The Committee concurs with the Subcommittee.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House recommendations.

SUBCOMMITTEE REPORT

Agency: Board of Nursing Bill No. 2085 Bill Sec. 13
 Analyst: Rampey Analysis Pg. No. 123 Budget Pg. No. 1-217

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 445,708	\$ 413,190	\$ (8,300)
State General Fund	—	—	—
F.T.E. positions	11.0	11.0	—

House Subcommittee Recommendations

FY 1983. The agency estimates expenditures of \$409,650 for the current year, which is at the level approved for FY 1983. The Governor recommends a reduction of \$22,462 from the Board's estimate. The reductions made by the Governor are in the areas of salaries (\$2,462) and travel and subsistence (\$20,000). The Subcommittee concurs with the Governor's recommendations with the following exceptions:

1. Add \$2,462 for salaries and wages. The addition would correct a technical error. (The Governor deleted \$2,462 for merit increases, but the agency failed to include its merit pool and related benefits in its estimate for FY 1983. Therefore, there was no merit increase to delete.)
2. Delete \$6,582 for travel and subsistence. The agency estimates expenditures of \$50,582 for travel and subsistence, which was reduced to \$30,582 by the Governor. Actual expenditures as of January 27, 1983, totaled \$11,969. Based upon those expenditures, the Subcommittee believes an additional reduction could be made and therefor recommends an expenditure of \$24,000 for travel and subsistence, a reduction of \$6,582 from the Governor's recommendation.

The net effect of the Subcommittee's adjustments is to reduce the Governor's recommendations for the current year by \$4,120.

FY 1984. The Board is requesting an expenditure limitation of \$445,708. The Governor recommends expenditures of \$413,190 for FY 1984, a reduction of \$32,518 from the Board's request. The Subcommittee concurs with the Governor's recommendations with the following exceptions:

1. Delete \$8,700 for cost-of-living increases.
2. Add \$400 for printing an informational bulletin for licensees and health care facilities. The Board's request is, in part, a response to a finding by the Legislative Division of Post Audit in its 1982 sunset audit report of the Board of Nursing. The Division noted a low number of complaints concerning licensees which is reported to the Board and concluded that practitioners and employers may not be aware of proper reporting procedures and what constitutes violations of statutes administered by the Board. The Division recommended the dissemination of "written materials on complaint procedures on a more regular basis among practitioners and

administrators" in order to make people aware of their obligations to report violations. The Subcommittee expects the Board to use the informational bulletin to carry out this recommendation.

3. Recommend that K.S.A. 74-1106 be amended to delete the provision that the Board shall employ an attorney whose salary shall be paid by the Board. The Board currently uses legal services provided by attorneys in the Attorney General's Office and has no funds budgeted with which to pay an attorney. The amendment to K.S.A. 74-1106 would conform the statutes to what is the current practice of the Board.

The net effect of the Subcommittee's adjustments would be to delete \$8,300 from the Governor's recommendations for FY 1984.

Based upon the Subcommittee's adjustments, the ending balance in the Board of Nursing Fee Fund will be \$70,507 at the end of FY 1983 and \$105,342 at the end of FY 1984. The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$105,743	\$ 94,520	\$ 70,507
Net Receipts	<u>345,828</u>	<u>359,055</u>	<u>439,725</u>
Total Funds Available	\$451,571	\$453,575	\$510,232
Less: Expenditures	<u>357,051</u>	<u>383,068</u>	<u>404,890</u>
Ending Balance	<u>\$ 94,520</u>	<u>\$ 70,507</u>	<u>\$105,342</u>

House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

House Committee of the Whole Recommendation

The House Committee of the Whole concurs with the recommendation of the Committee.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the recommendations of the House, with the following exception:

1. Add \$15,000 for fees for professional services with which to contract for an attorney. Currently, the Board is authorized by K.S.A. 74-1106 to be represented by an attorney appointed by the Attorney General whose salary is set and paid for from the Nursing Board Fee Fund. However, the Board has not budgeted funds for an attorney in recent years and has instead used the services of attorneys in the Attorney General's Office.

The Subcommittee recommends that the Board begin contracting for its own attorney and is therefore recommending the additional expenditure of \$15,000 for legal services. The Subcommittee also recommends that legislation which would amend K.S.A. 74-1106 (H.B. 2535) not be enacted this Session. (If H.B. 2535 passes, the Board would no longer have the authority to set the salary and pay for an attorney from its fee fund.)

2. The Subcommittee calls attention to the policy of the Department of Administration to encourage agencies to lease rather than purchase major pieces of office equipment such as copiers. The Subcommittee understands that the policy is intended to avoid situations whereby agencies expend considerable amounts of money to purchase machines and then discover within a short period of time that the equipment is inadequate or obsolete. The Subcommittee takes no position on the policy, but encourages the Department of Administration to carefully monitor the office equipment needs of agencies to ensure that leasing equipment rather than purchasing it can be fully justified and is, in fact, the more economical alternative.

The effect of the Subcommittee's adjustment would be to authorize expenditures of \$419,890 for FY 1984, an increase of \$6,700 over the expenditure limitation recommended by the Governor.

Based upon the Subcommittee's adjustments, the ending balance in the Board of Nursing Fee Fund will be \$70,507 at the end of FY 1983 and \$90,342 at the end of FY 1984. The fee fund analysis is shown below:

<u>Resource Estimate</u>	<u>Actual FY 1982</u>	<u>Est. FY 1983</u>	<u>Est. FY 1984</u>
Beginning Balance	\$105,743	\$ 94,520	\$ 70,507
Net Receipts	<u>345,828</u>	<u>359,055</u>	<u>439,725</u>
Total Funds Available	\$451,571	\$453,575	\$510,232
Less: Expenditures	<u>357,051</u>	<u>383,068</u>	<u>419,890</u>
Ending Balance	<u>\$ 94,520</u>	<u>\$ 70,507</u>	<u>\$ 90,342</u>

SUBCOMMITTEE REPORT

Agency: Board of Hearing Aid Examiners Bill No. 2135 Bill Sec. 1

Analyst: Goering Analysis Pg. No. 120 Budget Pg. No. 1-215

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 6,679	\$ 6,679	\$ 797
State General Fund	—	—	—

House Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. An increase of \$600 in the recommended operating budget for FY 1983 for contractual legal services. The Subcommittee recommends that the Board hire an attorney to revise the agency's rules and regulations, and that the attorney's responsibilities also include monitoring the process of submitting revised rules and regulations until such revisions are approved and adopted.

2. An increase of \$197 in the recommended amount to finance salaries and wages costs for the Chairman. The Subcommittee notes that the Chairman of the Board has not requested an increase in stipend despite the approval of increases by both the 1981 and 1982 Legislatures. The Subcommittee encourages the Governor to approve such an increase in the stipend from \$1,800 to the current approved sum of \$2,158. The recommended adjustment corrects technical errors in the agency's revised budget submission and provides sufficient funding for the Chairman's stipend of \$2,158, per diem compensation for Board members of \$1,120, and all necessary fringe benefits totalling \$242.

The Subcommittee notes that the current expenditure limitation of \$7,043 need only be increased by \$433 to allow for the recommended budget adjustments in FY 1983.

House Committee Recommendation

The Committee concurs with the Subcommittee recommendations.

House Committee of the Whole Recommendation

The House concurs with the Committee recommendations.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the House recommendation.

SUBCOMMITTEE REPORT

Agency: Board of Hearing Aid Examiners Bill No. 2085 Bill Sec. 11
 Analyst: Goering Analysis Pg. No. 120 Budget Pg. No. 1-215

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 6,273	\$ 6,273	\$ 203
State General Fund	--	--	--
F.T.E. Positions	--	--	--

House Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. Increase of \$203 in the recommended expenditure limitation to allow for full payment of the stipend of \$2,158 approved by the 1982 Legislature for the Board Chairman. The Subcommittee notes that the budget request assumes payment of only \$1,800 plus fringe benefits to the Chairman. The Subcommittee recommends no further increases in the Chairman's stipend until such time as the current authorized level is approved by the Governor. The Subcommittee notes that technical errors in the agency's budget submission allow such an adjustment by increasing the recommended expenditure limitation by only \$203.

Fee Fund Analysis

	<u>Actual FY 82</u>	<u>Subcommittee Rec. FY 83</u>	<u>Subcommittee Rec. FY 84</u>
Beginning Balance	\$34,833	\$ 32,532	\$ 27,976
Net Receipts	3,348	2,920	2,920
Total Funds Available	\$38,181	\$ 35,452	\$ 30,896
Less: Expenditures	5,650	7,476	6,476
Ending Balance	<u>\$32,532</u>	<u>\$ 27,976</u>	<u>\$ 24,420</u>

Note: Columns may not add to totals due to rounding.

House Committee Recommendation

The Committee concurs with the Subcommittee recommendations.

House Committee of the Whole Recommendation

The House concurs with the Committee recommendation.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House recommendation.

SUBCOMMITTEE REPORT

Agency: State Bank Commissioner Bill No. 2135 Bill Sec. 14

Analyst: Galligan Analysis Pg. No. 107 Budget Pg. No. 1-89

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations			
All Funds	\$ 1,504,293	\$ 1,479,811	\$ (16,894)
State General Fund	—	—	—
F.T.E. Positions	53.3	53.3	—

Agency Request/Governor's Recommendation

The agency's estimate of expenditures during FY 1983 is equal to the expenditure limitation established a year ago.

The Governor's recommendation included a reduction in travel and subsistence by \$24,482 because there was no increase in reimbursement rates for FY 1983.

House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of \$13,905 budgeted for FY 1983 merit increases.
2. A technical adjustment to salaries and wages that results in deletion of \$1,725 budgeted for fringe benefits.
3. Adjustments to other operating expenditures that result in a net reduction of \$1,264.
4. Reduction of the FY 1983 expenditure limitation by \$41,376 (\$16,894 Subcommittee adjustment, plus \$24,482 Governor's adjustment) to implement the Governor's recommendation and the Subcommittee adjustments.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: State Bank Commissioner Bill No. 2085 Bill Sec. 1Analyst: Galligan Analysis Pg. No. 107 Budget Pg. No. 1-89

<u>Expenditure Summary</u>	<u>Agency Req. FY84</u>	<u>Governor's Rec. FY84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 1,643,237	\$ 1,583,157	\$ (74,502)
State General Fund	—	—	—
F.T.E. Positions	53.3	53.3	—

Agency Request/ Governor's Recommendation

The agency's request would maintain current operations with no change in number of staff or scope of activities. The request includes cost-of-living and merit increases for staff, anticipated increases in travel and subsistence rates and recommended inflationary increases in most areas of operating expenditures.

The Governor's recommendation includes a 4 percent cost-of-living adjustment to salaries and is equal to the requested amount for operating expenditures.

House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of \$48,041 budgeted for the 4 percent cost-of-living adjustment.
2. Addition of \$11,665 in salaries of the examination subprogram which will lower the turnover rate from the budgeted 6.2 percent to 5 percent as requested by the agency.
3. A technical adjustment to the fringe benefit calculation that results in deletion of \$1,158.
4. Reduction of the amount budgeted for travel and subsistence by \$39,350.
5. Adjustments to other budgeted expenditures that result in the addition of \$2,382.

Additionally, the Subcommittee learned that the agency has experienced some difficulty retaining experienced examiners. The Subcommittee therefore recommends that the agency work with the Division of Personnel Services to develop a plan for improving retention and report back to the full Committee on or before January 9, 1984.

Further, the Subcommittee recommends that the agency take the necessary steps to ensure that its fee fund balance does not exceed 25 percent of anticipated expenditures. The Subcommittee learned during discussion with the agency that a 25 percent balance is adequate.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendations.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: State Department of Credit Unions Bill No. 2135 Bill Sec. 1b
 Analyst: Galligan Analysis Pg. No. 114 Budget Pg. No. 1-111

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 297,184	\$ 290,219	\$ (3,275)
State General Fund	—	—	—
F.T.E. Positions	9.0	9.0	—

Agency Request/Governor's Recommendation

The agency's estimate of FY 1983 expenditures equals the expenditure limitation established a year ago and provides for continuation of mandated regulatory activities with six examiners and three administrative staff.

The Governor's recommendation reduced travel and subsistence by \$6,965 to reflect current reimbursement rates.

House Subcommittee Recommendations

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of \$3,275 FY 1983 merit pool.
2. Reduction of the FY 1983 expenditure limitation by \$10,240 to implement the Governor's recommendation and the Subcommittee's adjustment.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: State Department of Credit Unions Bill No. 2085 Bill Sec. 8
 Analyst: Galligan Analysis Pg. No. 114 Budget Pg. No. 1-111

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 319,551	\$ 301,486	\$ (10,108)
State General Fund	—	—	—
F.T.E. Positions	9.0	9.0	—

Agency Request/Governor's Recommendation

The agency's request for FY 1984 would maintain current operations with a 9.0 F.T.E. staff. In addition the agency requested \$1,200 for attorney fees to research and interpret federal regulatory changes during FY 1984.

The Governor's recommendation includes a 4 percent cost-of-living adjustment to salaries and reduced travel and subsistence to reflect a policy of no rate increase during FY 1984. The Governor recommended funding for the attorney fees.

House Subcommittee Recommendations

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. In accordance with Committee policy, deletion of \$8,908 budgeted for cost-of-living adjustment.
2. Deletion of \$1,200 budgeted for attorney fees.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: Consumer Credit Commissioner Bill No. 2135 Bill Sec. 13
 Analyst: Galligan Analysis Pg. No. 122 Budget Pg. No. 1-95

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 262,462	\$ 257,398	\$ (1,910)
State General Fund	---	---	---
F.T.E. Positions	9.0	9.0	---

Agency Request/Governor's Recommendation

The Commissioner's estimate of FY 1983 expenditures is equal to the expenditure limitation established a year ago.

The Governor's recommendation reduced the amount budgeted for travel and subsistence by \$5,064 based on current reimbursement rates.

House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of \$1,910 budgeted for FY 1983 merit pool.
2. Reduction of the FY 1983 expenditure limitation by \$6,974 to implement the Governor's recommendation and the Subcommittee adjustment.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: Consumer Credit Commissioner Bill No. 2085 Bill Sec. 12
 Analyst: Galligan Analysis Pg. No. 122 Budget Pg. No. 1-95

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 283,389	\$ 267,418	\$ (25,409)
State General Fund	—	—	—
F.T.E. Positions	9.0	9.0	(1.0)

Agency Request/Governor's Recommendation

The agency's request would maintain current operations with the current staff and recommended inflationary increases in operating expenditures. The agency's budget request includes continued transfer of \$50,000 to the Department of Education for consumer education activities.

The Governor's recommendation includes a 4 percent cost-of-living adjustment to salaries and wages, reduction of travel and subsistence based on current reimbursement rates, and a 1.3 percent turnover rate applied to salaries and wages.

House Subcommittee Recommendations

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of \$19,687 from salaries and wages and one F.T.E. Examiner II position. The Subcommittee learned that the position is currently unfilled and that the agency does not have plans to fill the position in FY 1984.
2. Technical adjustments to salaries and wages that result in addition of \$2,010.
3. In accordance with Committee policy, deletion of \$7,732 budgeted for cost-of-living adjustment.
4. Transfer of an additional \$15,000 to the Department of Education for the Economic/Consumer Education Project. The Subcommittee, by increasing the transfer from the currently budgeted \$50,000 to \$65,000, intends that the entire project be funded from this source. Additionally, the Subcommittee requests that a detailed written report of the activities and expenditures for the project be submitted to the full Committee, the Consumer Credit Commissioner and the Subcommittee at the beginning of the 1984 Legislative Session. Further, the Subcommittee strongly recommends that the Department of Education work closely with the Commissioner in the development of curricula and materials and in evaluation of the project's effectiveness.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House Committee recommendation with the following exception:

1. Deletion of \$1,133.88 budgeted for group health insurance for the Examiner position deleted by the House Committee.

Additionally, the Subcommittee notes the relatively large fee fund balance anticipated at the end of FY 1984. The Subcommittee further notes that the Commissioner may have need for additional data processing expenditures in FY 1985 that would lower that balance, and that the Commissioner has been reducing the balance consistently over the past several fiscal years.

SUBCOMMITTEE REPORT

Agency: Savings and Loan Department Bill No. 2135 Bill Sec. 18
 Analyst: Galligan Analysis Pg. No. 132 Budget Pg. No. 1-175

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 252,250	\$ 252,250	\$ (21,870)
State General Fund	—	—	—
F.T.E. Positions	7.5	7.5	—

Agency Request/Governor's Recommendation

The agency's revised estimate of FY 1983 expenditures is \$3,036 below the level approved a year ago. All of the savings are shown in the salaries and wages expenditure estimate, largely because the FY 1983 merit increases were not included in the total.

The Governor's recommendation is equal to the agency's revised estimate.

House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. Deletion of the \$400 budgeted for office renovation and \$1,753 budgeted for 280 square feet of additional office space. The Subcommittee learned that the Commissioner decided not to pursue the expansion since 503 Kansas has been sold.
2. Reduction of the amount budgeted for salaries and wages by \$19,717 for one Examiner position that is currently unfilled and which will not be filled this fiscal year.
3. Reduction of the agency's expenditure limitation by \$24,906 to implement the Governor's recommendation and the Subcommittee adjustments.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Subcommittee concurs with the House Committee recommendation.

SUBCOMMITTEE REPORT

Agency: Savings and Loan Department Bill No. 2085 Bill Sec. 17
 Analyst: Galligan Analysis Pg. No. 132 Budget Pg. No. 1-175

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 251,458	\$ 234,250	\$ (9,007)
State General Fund	—	—	—
F.T.E. Positions	6.5	6.5	—

Agency Request/Governor's Recommendation

The agency's request for FY 1984 included anticipated increases in operating expenditures and reduction of staff by one F.T.E. Examiner position. The request also included additional rent for expansion of the office.

The Governor's recommendation included a 4 percent cost-of-living adjustment to salaries and wages and reduced the amount budgeted for travel and subsistence based on current reimbursement rates.

House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following exceptions:

1. In accordance with Committee policy, deletion of \$6,557 budgeted for cost-of-living adjustments.
2. Deletion of \$2,450 budgeted for additional office space. The Subcommittee learned that the agency will not expand its space, so the additional amount is not necessary.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the House Committee recommendation and makes the following additional recommendation:

1. That the Department of Administration work with the Savings and Loan Department in an effort to locate this office in more adequate space in 503 Kansas. The Subcommittee suggests that the space currently identified for the Mexican American Affairs Commission might be more appropriate to the needs of this agency, while the Savings and Loan Department's space might be adequate for the Mexican American Affairs Commission. To implement this recommendation, the Subcommittee recommends restoration of the \$2,450 deleted by the House Committee.

SUBCOMMITTEE REPORT

Agency: Real Estate Commission Bill No. 2085 Bill Sec. 16
 Analyst: Gilmore Analysis Pg. No. 130 Budget Pg. No. 1-223

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 389,790	\$ 380,353	\$ (21,427)
State General Fund	—	—	
F.T.E. Positions	13.0	13.0	(1.0)

House Subcommittee Recommendation

FY 1983. The Subcommittee recommends total expenditures of \$355,670 for FY 1983 which is \$2,865 less than the Governor's recommendation. The Subcommittee adjustment to the Governor's recommendation is as follows:

1. Deletion of the merit salary reserve, which is a reduction of \$2,865.

FY 1984. The Subcommittee recommends total expenditures of \$358,926 for FY 1984 which is \$21,427 less than the Governor's recommendation. The Subcommittee adjustments to the Governor's recommendations are as follows:

1. Deletion of the recommended 4 percent salary increase, a reduction of \$8,795. Included in the reduction is \$641 to delete the cost of living increase provided by the Governor for Commission member compensation.
2. Deletion of 1.0 F.T.E. Clerk-Steno II position recommended for elimination by the Governor. No adjustment had been made in the Governor's budget to eliminate funding for the position or to reduce the Commission's position limitation. The adjustment allows Real Estate Fee Fund savings of \$10,212 in salaries and \$2,420 in fringe benefits.

House Committee Recommendation

The House Committee concurs with the Subcommittee recommendation with one addition. The House Committee recommends the agency look into purchasing a copier as a cost saving measure rather than continue renting the current Savin copier.

House Committee of the Whole

The Committee concurs with the House Committee's recommendations.

Senate Subcommittee Recommendation

The Subcommittee concurs with the budget as recommended by the House.

Agency: Board of Veterinary Examiners Bill No. 2085 Bill Sec. 19Analyst: Gilmore Analysis Pg. No. 135 Budget Pg. No. 1-227

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 45,938	\$ 41,310	\$ (2,471)
State General Fund	—	—	—
F.T.E.	1.0	.5	.5

House Subcommittee Recommendations

The House Subcommittee recommends total expenditures of \$38,839 which is \$2,471 less than the Governor's recommendation. The Subcommittee adjustments to the Governor's recommendations are as follows:

1. Deletion of the recommended 4 percent salary increase, a reduction of \$431.
2. Deletion of \$2,040 for the purchase of National Board examinations. The Subcommittee recommendation allows \$10,875 for the purchase of 100 examinations at \$102 each.

House Committee Recommendation

The House Committee concurs with the House Subcommittee recommendations.

House Committee of the Whole

The Committee concurs with the House Committee's recommendations.

Senate Subcommittee Recommendation

The Subcommittee concurs with the budget as recommended by the House. The Subcommittee would also recommend the Board raise their fees in FY 1985 after subsequent action by the Joint Committee on Administrative Rules and Regulations.

SUBCOMMITTEE REPORT

Agency: Behavioral Sciences Regulatory Board Bill No. 2085 Bill Sec. 20

Analyst: Hauke Analysis Pg. No. 137 Budget Pg. No. 1-205

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 107,630	\$ 99,786	\$ (5,355)
State General Fund	—	—	—
F.T.E. Positions	3.0	3.0	—

House Subcommittee Recommendations

The House Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. The Subcommittee recommends several adjustments to the salary and wage budget, which reduce that budget by \$3,855. Those adjustments are as follows:
 - a. Deletion of \$2,008 budgeted in the Governor's recommendations for a 4 percent cost-of-living increase.
 - b. Agency salary and wage computations duplicated merit increases. Adjustment of this technical error allows a budgetary reduction of \$931 (\$852 base salary and \$79 fringes).
 - c. Agency salary and wage computations included KPERS on board member compensation. Correction of this technical inaccuracy allows a budgetary reduction of \$498.
 - d. The Subcommittee notes that the FY 1984 budget includes 23 days of compensated board member activity, in addition to the days budgeted for board meetings. The Subcommittee recommends that this be reduced to 12 days, for a savings of \$418 (\$385 net salaries and \$33 in fringe benefits). Such extra days of board member activity typically include appearing before legislative committees or travel on board authorized business. The Subcommittee is of the opinion that the abovementioned days can be reduced. Further, it is likely that one or more members of the board will continue to be state employees (therefore being ineligible for compensation), a factor which adds flexibility to the agency's budget for board member compensation. Finally the Subcommittee notes that the agency could appeal restoration of extra days of board member activity as a supplemental item, given specific justification for the expenditure of those days.

2. The Subcommittee recommends that the board's budget for travel and subsistence be reduced by \$1,500. The Subcommittee notes that the Governor's recommendations would allow a 57 percent increase in the board's travel and subsistence budget. The Subcommittee is of the opinion that increased use of conference calls may reduce travel expenditures, adding flexibility to the Board's budget.

House Committee Recommendations

The House Committee concurs with the House Subcommittee recommendations.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the House recommendations.