

SENATE SUBCOMMITTEE REPORTS

1983 H.B. 2135 (FY 1983 Appropriations)

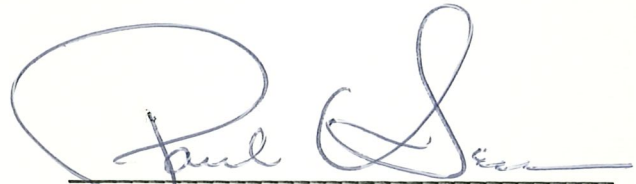
Board of Regents' Office

1983 H.B. 2148 (FY 1984 Appropriations)

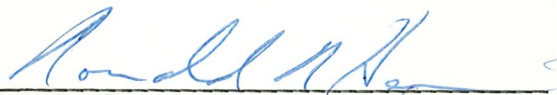
Board of Regents' Office

1983 H.B. 2156 (Capital Improvements)

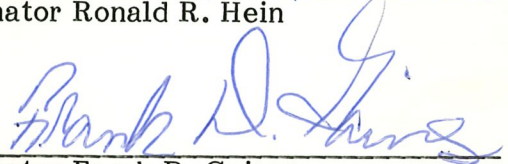
Board of Regents' Office

A handwritten signature in blue ink, appearing to read "Paul Hess". The signature is written in a cursive style with a large initial "P".

Senator Paul Hess, Subcommittee
Chairman

A handwritten signature in blue ink, appearing to read "Ronald R. Hein". The signature is written in a cursive style.

Senator Ronald R. Hein

A handwritten signature in blue ink, appearing to read "Frank D. Gaines". The signature is written in a cursive style.

Senator Frank D. Gaines

SUBCOMMITTEE REPORT

Agency: Board of Regents' Office Bill No. 2135 Bill Sec. 1Analyst: Monical Analysis Pg. No. 96 Budget Pg. No. 3-67

<u>Expenditure Summary</u>	<u>Agency Req. FY 83</u>	<u>Governor's Rec. FY 83</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 1,558,218	\$ 1,509,045	\$ (10,400)
Other Assistance	5,288,500	5,282,500	(8,800)
Operating Expenditures	\$ 6,846,718	\$ 6,791,545	\$ (19,200)
Capital Improvements	—	—	—
TOTAL	\$ 6,846,718	\$ 6,791,545	\$ (19,200)
State General Fund:			
State Operations	\$ 1,466,598	\$ 1,417,425	\$ (10,400)
Other Assistance	4,470,000	4,464,000	(8,800)
Operating Expenditures	\$ 5,936,598	\$ 5,881,425	\$ (19,200)
Capital Improvements	—	—	—
TOTAL	\$ 5,936,598	\$ 5,881,425	\$ (19,200)
F.T.E. Positions	16.5	16.5	—

Agency Request/Governor's Recommendation

The agency's FY 1983 estimate included a \$167,000 reduction in the State Scholarship and Tuition Grant Programs. The Board requests a \$25,000 supplemental appropriation for expenses associated with the search for a new president at Wichita State University.

The Governor recommends the \$167,000 reduction in the State Scholarship and Grant programs along with the further reduction of \$1,923 to reflect withholding of merit pay increases for classified employees. Additionally, the Governor recommends the lapsing of \$12,500 in the Regents' Distinguished Professor Program; \$3,750 for seat purchases in optometry education; and \$12,000 for seat purchases in osteopathic medicine education. Three reductions total \$28,250 and are based on the number of participants in each program. The Governor does not recommend funding for the presidential search expenses.

House Subcommittee Recommendations

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

1. Reduction of \$10,400 for other operating expenditures. This includes an \$8,000 reduction in the amount originally budgeted for travel and a \$2,400 reduction in the budget for communication costs. The Subcommittee recommends that these savings be reappropriated to FY 1984 and new appropriations reduced accordingly.
2. Lapse of \$8,800 appropriated for the Osteopathic Scholarship Program. This reduction reflects the actual costs of providing 15 scholarships in FY 1983.

3. The Subcommittee expresses its concern that when the Board of Regents responded to the Governor's imposition of allotment procedures that the operating budget for the Board Office was not affected. The Board chose to reduce only expenditures for student aid programs and did not adjust operating expenditures. This willingness to shift the total burden of budgetary reductions onto the student financial aid programs is not viewed favorably by the Subcommittee.
4. It has come to the attention of the Subcommittee that a Regents' Distinguished Professor position at Kansas State University has been vacant for FY 1983. Therefore, the Subcommittee recommends that the \$10,000 transferred from the Board Office to Kansas State for support of this position be transferred back to the Board Office and that this amount be lapsed from the Regents' Distinguished Professor account at the Board Office.

House Committee Recommendations

The House Committee concurs with the Subcommittee recommendations with the following adjustments:

1. Addition of \$25,000 for Presidential search expenses at Wichita State University and inclusion of a proviso allowing expenditures for applicants and their spouses. This recommendation reflects adoption of Governor's Budget Amendment No. 4, Item 8.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the recommendations of the House.

SUBCOMMITTEE REPORT

Agency: Board of Regents' Office Bill No. 2148 Bill Sec. 11
 Analyst: Monical Analysis Pg. No. 96 Budget Pg. No. 3-67

<u>Expenditure Summary</u>	<u>Agency Req. FY 84</u>	<u>Governor's Rec. FY 84</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 1,358,564	\$ 3,522,894	\$ (1,667,744)
Other Assistance	6,157,930	5,251,930	(151,492)
Operating Expenditures	\$ 7,516,494	\$ 8,774,824	\$ (1,819,236)
Capital Improvements	6,362,150	2,000,000	(2,000,000)
TOTAL	\$ 13,878,644	\$ 10,774,824	\$ (3,819,236)
State General Fund:			
State Operations	\$ 1,350,424	\$ 3,514,754	\$ (1,667,744)
Other Assistance	5,342,000	4,436,000	--
Operating Expenditures	\$ 6,692,424	\$ 7,950,754	\$ (1,667,744)
Capital Improvements	6,362,150	--	--
TOTAL	\$ 13,054,574	\$ 7,950,754	\$ (1,667,744)
F.T.E. Positions	16.5	16.0	0.5

Agency Request/Governor's Recommendation

The Board requests a 9.0 percent increase in unclassified salaries, a 1.0 percent increase in the state's retirement contribution for unclassified employees, and a 7.0 percent increase for classified salaries. Also requested is the creation of a new fees fund for receipt of cost reimbursements related to the conferral of degree granting authority for nonpublic institutions. The request includes \$57,500 for the Regents' Distinguished Professor Program; \$40,000 for reciprocal agreements with the University of Missouri; \$72,000 for dental education contracts; \$141,250 for optometry education contracts; \$384,000 for contracts and loans for osteopathic medicine education; \$300,000 for the Osteopathic Scholarship Program; and \$55,239 for postgraduate training stipends in osteopathic medicine. A total of \$4,800,000 is requested from the State General Fund for support of the Tuition Grant Program. State General Fund support of \$50,000 is requested for the State Scholarship Program based on the assumption of an additional \$815,930 in federal funds.

Requested capital improvements include \$4,000,000 for major repairs, special maintenance, and remodeling at the institutions; \$475,000 for energy conservation building audits; and \$1,887,150 to improve handicapped accessibility to campus facilities.

The Governor recommends a 4.0 percent salary increase for all employees and the creation of the new fees fund as requested. The Governor recommends as requested funding for the Regents' Distinguished Professor Program, reciprocal agreements with Missouri, dental education contracts, and postgraduate stipends in osteopathic medicine. The Governor recommends \$145,000 for contracts in optometry education which corrects an error in the request and allows for new contracts to increase from \$3,750 to \$4,000. The Governor recommends \$372,000 for contracts and loans in osteopathic medicine to reflect actual enrollments. A total of \$250,000 is recommended for the Osteopathic Scholarship Program which would provide for 10 (rather than 15) new awards in FY 1984. The Governor recommends \$3,950,000 from the State General Fund for support of the Tuition Grant Program. This will fund the program at approximately the same level as in FY 1983 and will result in continued proration of the maximum award at \$1,100. Funding for the State Scholarship Program is recommended as requested.

The Governor's recommendations also include State General Fund support for the Board to undertake two new programs: \$700,000 for creation of a student work-study program and \$1,500,000 for research and development grants to the state universities.

Recommended for capital improvements is \$2,000,000 from the Educational Building Fund for the major repairs account. Authorized expenditures from this account are expanded to allow for support of technical assistance for energy conservation audits.

House Subcommittee Recommendations

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

1. Deletion of \$19,744 for salary increases.
2. Restoration of 0.5 F.T.E. to the agency's position limitation to reflect continuation of the law clerk's position.
3. Deletion of \$10,000 for travel and subsistence.
4. Reappropriation of \$10,400 savings in other operating expenditures from FY 1983 and corresponding reduction in State General Fund appropriations for FY 1984.
5. Deletion of \$2,000,000 for major repairs and special maintenance. This item will be considered along with all other newly recommended capital improvements following review by the Joint Committee on State Building Construction. All new capital improvements recommended by the Governor will be considered in conjunction with H.B. 2156.
6. Deletion of \$1,500,000 for high technology research and development grants consistent with systemwide decision.
7. Reduction of \$138,000 in funds for a student work study program consistent with systemwide decision.
8. The Subcommittee concurs on levels of funding recommended by the Governor for other programs but recommends that the line item appropriations format employed by previous legislatures be continued.
9. The Subcommittee notes that \$815,930 in federal funds for the State Scholarship Program included in the Governor's recommendations will be reduced to \$664,438. The Subcommittee recommends that the State Scholarship Program be operated with \$50,000 from the State General Fund and whatever federal funds are available.
10. The Subcommittee recognizes that the appropriation of \$3,950,000 for the Tuition Grant Program will not be sufficient to fully fund the statutory maximum award of \$1,200. Therefore, the Subcommittee recommends that the Board continue its policy of prorating the maximum award to insure support for the maximum number of students.

House Committee Recommendations

The House Committee concurs with the Subcommittee recommendations with the following adjustment:

1. Addition of a proviso directing the Board to pay expenses for Wichita State University Presidential search from FY 1984 other operating expenditures and not from funds at Wichita State or its endowment association.
2. Appropriation, in H.B. 2156, of \$1,000,000 for FY 1984 from the Educational Building Fund for the major repairs and special maintenance account. Appropriation language is expanded to allow expenditures from this account for technical assistance studies for energy conservation purposes.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the House recommendations with the following adjustments and comments:

1. Deletion of proviso regarding Presidential search expenditures at Wichita State University.
2. Addition of \$50,000 for the Osteopathic Scholarship Program. This will provide funding for 15 new scholarships in FY 1984 rather than the 10 new scholarships recommended by the Governor and the House. Further, the Subcommittee recommends a phased reduction in the program by funding 12 new scholarships in FY 1985 and 10 new scholarships in FY 1986. This is consistent with the phased reductions proposed in the Medical Scholarship Program.
3. The Subcommittee strongly encourages the Board and all Regents' institutions to actively pursue all avenues in attempting to secure federal funding for energy conservation efforts. The Subcommittee specifically encourages efforts to secure funding from the Schools and Hospitals Program given the recent additional funding for this program due to oil overcharge allocations.
4. Pursuant to full Committee action, the Subcommittee recommends the introduction and passage of substantive legislation to create a student work-study program for all public four-year universities in the state. Funding for this program totals \$562,000 as recommended by the House and concurred in by the Senate Subcommittee.