

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS

The meeting was called to order by Senator Paul Hess at _____
Chairperson

5:00 a.m./p.m. on April 20, 1983, 19__ in room 123-S of the Capitol.

All members were present except:

Committee staff present:

Research Department: Marlin Rein, Mary Galligan, Julian Efird
Revisor's Office: Norman Furse
Committee Office: Mark Skinner, Doris Fager

Conferees appearing before the committee:

Michael Lennen, Secretary, Department of Revenue
Bill Hollenbeck, Pittsburg State University

Omnibus Bill - HB 2576

Department of Revenue - Budget Amendment No. 7-3

This item is contained in the Research Department Memorandum dated April 19, 1983. Staff explained the request and there was committee discussion.

Various committee members noted that the checks and balances on oil and gas production have been in effect for many years, and every county in the state has a statement showing production of various wells. It was decided that, because this is a new tax in Kansas, it is difficult to compare with other states and it is also difficult to determine exactly how much money will be needed to administrate it properly.

Motion was made by Senator Doyen and seconded by Senator Gaines to authorize \$66,923 for the remainder of FY 1983; and \$200,000 for FY 1984, with a position limitation of 10 F.T.E.; and to approve reappropriating any savings from FY 1983 to FY 1984. The motion carried by voice vote.

Public Television Board (Page 32, April 18 memo)

A. Grant to Smoky Hills Public TV

There was explanation by staff of a Post Audit report recently completed; and questions from committee members concerning the history of the Smoky Hills Public TV station.

Motion was made by Senator Bogina and seconded by Senator Gaines to approve \$246,196 for FY 1984, with a proviso as follows: "No funds shall be dispensed for the grant until the Board is assured that adequate financial controls are in place." The motion carried by voice vote.

FY 1984 Operating Grant to KANZ-FM public radio station

It was noted by staff that the House Ways and Means Committee had added \$25,000 for a grant to KANZ-FM public radio station.

Following a brief discussion, it was decided not to approve the \$25,000 noted above.

State Highway Patrol

A. Senate Bill No. 288 (Pending)

Staff distributed a letter from The Highway Patrol dated April 14, 1983 (Attachment A).

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.

Omnibus Bill (HB 2576) - Continued

State Highway Patrol - Continued

A. Senate Bill No. 288 (Pending) - Continued

There was discussion among committee members about the request made should Senate Bill 288 pass. It was the consensus of the committee to omit this item pending passage of the bill.

B. Governor's Budget Amendment

There was a brief discussion concerning this matter, and it was decided to approve the Governor's recommendation. (See page 33, April 18 memorandum)

Additional Item

Senator Talkington explained that he had received a request in the form of a letter for two pagers for the Highway Patrol. He noted that this request was largely the result of experiences on the occasion of the kidnapping hoax involving the Governor's daughter. It was almost three hours before the head of the Division was made aware of the situation; however, if he had a pager, he would have known almost instantaneously.

The committee agreed to approve \$840 for appropriation for two pagers, as requested of Senator Talkington.

Mr. Hollenbeck distributed Attachment B, which summarized errors in calculation of utilities at Pittsburg State University.

Motion was made by Senator Hein and seconded by Senator Talkington to approve the request for \$39,000 in additional supplemental appropriations for utilities at Pittsburg State University for FY 1983; with the proviso that any savings in excess of \$39,000 be carried over to FY 1984, as decided at an earlier meeting of the committee. The motion carried by voice vote.

Park and Resources Authority

Senator Hein distributed copies of a memorandum from Lynn Burris dated April 18, 1983, with additional requests for funding. (Attachment C)

Motion was made by Senator Hein and seconded by Senator Gaines to approve \$32,200 in additional funds to repair damages due to wind and wave action at several reservoirs; this to be from the State General Fund for FY 1983. The motion carried by voice vote.

There followed a discussion concerning the construction of an amphitheater at El Dorado, and the limitation placed upon the Authority regarding personnel and equipment. It was the consensus of the committee that these minutes should specifically include the following statement: "The Senate Committee understands and concurs that inmates and supervisory personnel will be utilized in connection with construction of the amphitheatre."

The third item requested in Attachment C was discussed. Following a thorough explanation and understanding of the situation, motion was made by Senator Warren and seconded by Senator Hein to approve transfer of \$2,000 from the General Fees Fund to the Development and Promotions Fund; with the provision that this amount be returned to the General Fees Fund by May 1, 1984, as a result of sale of commemorative belt buckles. The motion carried by voice vote.

Omnibus Bill (HB 2576) - Continued

Department of Transportation

Motion was made by Senator Hein and seconded by Senator Gaines to authorize an expenditure of \$25,000 for contractual services involving a survey of employee attitudes. Following the motion, Senator Hein said he felt it might be done for less than the \$25,000; but that the Department of Revenue had a similar survey done by the University of Kansas in 1981 and it cost \$82,000. The motion carried by voice vote.

International Grains Program - Kansas State University

Senator Werts explained that the conference committee considering the KSU budget had deleted \$30,000 for the International Grains Program. The Kansas Wheat Commission has indicated they would be willing to fund that and provide substantial support for a total of \$50,000.

Motion was made by Senator Werts and seconded by Senator Warren to add \$50,000, plus 1 F.T.E. position, for this program to be paid from Wheat Commission funds. The motion carried by voice vote.

The meeting was adjourned by the Chairman.

KANSAS HIGHWAY PATROL

Service—Courtesy—Protection

John Carlin
Governor



Col. David Hornbaker
Superintendent

April 14, 1983

RE: Fiscal Year 1984 Budget

Representative Bill Bunten, Chairman
House Ways and Means Committee
Statehouse, Room 514S
Topeka, Kansas 66612


Dear Representative Bunten:

With the possibility of Senate Bill #288, as amended by the House Transportation Subcommittee and passed by the House, being adopted we are asking your favorable consideration of the addition of seven (7) positions to our agency Position Limitation for Program 7200 - Motor Vehicle Inspection for Fiscal Year 1984 and nine (9) positions for Fiscal Year 1985. These positions would be funded from excess funds generated by increasing the cost of inspection certificates from .50¢ to \$2.00 (reference the attached worksheet). We anticipate this entire program will be self-supporting, with the inception of the increased rates.

During hearings in the House Transportation Committee it was readily apparent that the increase in certificate cost was to be utilized to fund additional positions. Those personnel were to supplement the present program by providing needed resources to properly maintain the inspection program and to assist in quality control checks which are so vitally necessary to insure the program is functioning as mandated.

Thank you for your efforts in making the results of this program more effective in its service to our public.

Very truly yours,


DAVID HORNBAKER
Superintendent

DH:KW:wmg

cc: ✓ Marlin Rein, Legislative Research Analyst
Dennis Williams, Division of the Budget

122 SW SEVENTH STREET
TOPEKA, KANSAS 66603 (913) 232-9200

AAA
4-20-83
5:00p.m.

K H P

7200 - Motor Vehicle Inspections

REVENUE:

INFORMATION	F.Y. 1981		F.Y. 1982	
	OLD RATE	NEW RATE	OLD RATE	NEW RATE
Number of permits sold	1,420	1,420	1,343	1,343
RATE	x\$ 25	\$ 25	x\$ 25	\$ 25
S.T.-PERMIT INCOME	\$ 35,500	35,500	\$ 33,575	33,575
Number of certificates sold	405,720	405,720	384,219	384,219
RATE	\$.50	\$ 2.00	\$.50	\$ 2.00
S.T.-CERTIFICATE INCOME	\$202,860	\$811,440	\$192,109	\$768,438
TOTAL REVENUE	\$ 238,360	\$846,940	\$225,685	\$802,013
Less old rate		<u>-238,360</u>		<u>-225,685</u>
NET INCREASE PER YEAR		\$608,580		\$576,328
PROJECTED INCOME		\$846,940		\$802,013
LESS F.Y. 1984 BUDGET ESTIMATE AT "LEVEL B" (p.133)		<u>-506,774</u>		<u>-506,774</u>
EXCESS FUNDS		\$340,166		\$295,239
COST PER TROOPER (1st year)		<u>± 40,322</u>		<u>± 40,322</u>
EXTRA POSITIONS FUNDED (1st year)		8.4		7.3
COST PER TROOPER (2nd year)		± 31,717		± 31,717
EXTRA POSITIONS FUNDED (2nd year)		10.7		9.3

PITTSBURG STATE UNIVERSITY

UTILITIES

FY 1983

(General Use Funds)

Total original requested supplemental FY 1983	\$ 96,000
Additional requested supplemental FY 1983 due to accounting errors	<u>39,000</u>
Revised Supplemental FY 1983 Request	\$ <u>135,000</u>

This additional request is based on the following:

Error in summarizing actual utility costs for:

Dec. '82 Electricity	\$ 28,660
Mar. '83 ""	5,224
Jan. '83 Gas	9,932
Feb. '83 Gas	<u>4,288</u>

Subtotal due to error	48,104
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Plus: Revised estimates @ 5/1/83 for Electricity	(26,252)
Gas	12,107
Water	4,474
Sewer	<u>567</u>

Subtotal due to revised estimates	<u>(9,104)</u>
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Total requested supplemental	\$ <u>39,000</u>
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Prepared 4/20/83

AHB 4-20-83
5:00 p.m.

M E M O R A N D U M

TO: Senator Ron Hein and Representative Jim Lowther
Respective Sub-Committee Chairmen

FROM: Lynn Burris, Jr., Director
State Park and Resources Authority

DATE: April 18, 1983

SUBJECT: Omnibus Bill Consideration

With the recent highwaters in the eastern third of the state, we have sustained considerable damage due to wind and wave action at Elk City, Fall River-Toronto, and Clinton Reservoirs, perhaps others. We would estimate the road and parking surface and shoulder loss at approximately \$40,000 for riprap materials to be placed in washouts. This may not be sufficient to cover and protect the damage totally, but it is necessary to put us back into operation. Our roads and parking areas are particularly vulnerable at these specific water elevations and our current emergency fund balance is \$7,800.00. This is not sufficient to cover the work required. Your consideration in our Omnibus Bill appropriation for Fiscal Year 1983 in order to move quickly this spring is requested.

Two other items we request to carry out the responsibilities of the agency involved on Page 5 of the Sub-Committee House of Representatives Report. The language in Paragraph 5 particularly bothers us because it states "However the Sub-Committee strongly believes that any use of state personnel or equipment in construction of the facility (amphitheater at El Dorado) should be charged to the local group and costs reimbursed." On the one hand we are authorized to develop the facility and on the other we are limited totally in use of personnel and equipment. I recommend that this be amended in order that we may use park equipment and inmate labor, as well as state park supervisory personnel in work that directly contributed to the amphitheater. I fear that at some future date a Legislative post audit would find our activity in conflict with the language contained in Paragraph 5 of the House Sub-Committee Report. Inasmuch as the amphitheater will be a public facility utilized by many park patrons, we believe that it is important that we consider this area as we would look to provide service at other areas in the state park. Inasmuch as the amphitheater project is scheduled to be utilized by potential theater groups, in those instances the activity would necessarily require the support of the user and the operations and maintenance for that specific activity be reimbursed or supplied under contract with the state. Inasmuch as we do not request additional money, specifically assigned to the amphitheater for operations or development, I would hate to see this fine endeavor being contested unnecessarily at a later time. I did share with the House Sub-Committee Chairman, Jim Lowther the ultimate objective in the minds of the local theater groups of having an outstanding statewide amphitheater program. In that instance I believe the sub-committee was properly concerned about the expense and involvement by the State Park Authority. It is in this instance that I assure you we will appraise the administration, the legislative

ATC 4-20-83
5:00 p.m.

committees, and staff on our amphitheater endeavors as we progress on this important project.

The third item is the request for a special development and promotions fund, referred to in Paragraph 7 of Page 5 of the House Sub-Committee Report. It specifically states "The sub-committee does not believe the state should advance any funds for the project." We respectfully request this be modified by a supplemental transfer from our fee fund in the amount of \$2,000 with the provision that the fee fund be reimbursed by the end of Fiscal Year 1984. This will permit us to purchase the buckles and sell throughout this summer season during our 25th anniversary. As pointed out in the Memorandum from the Attorney General's office, this will not make us dependent upon the supplier and the profits would then flow to the new fund. We anticipate that we will net approximately \$1,500 after the cost of the buckles. We believe the transfer of the \$2,000 to purchase the 500 buckles is in the state's interest. I can assure that the money will be replaced prior to the end of Fiscal Year 1984.

Your consideration on the three above items is sincerely appreciated.

LBjr:ab

cc - Marlin Rein, Analyst
Legislative Research Dept.

Alan Conroy, Budget Analyst