

Approved 2-16-84  
Date

MINUTES OF THE House COMMITTEE ON Ways and Means

The meeting was called to order by Bill Buntен at  
Chairperson

1:30 ~~xx~~ p.m. on Monday, February 6, 1984 in room 514-S of the Capitol.

All members were present except:

Committee staff present: Ed Ahrens, Legislative Research  
Mary Galligan, Legislative Research  
Lyn Goering, Legislative Research  
Gloria Timmer, Legislative Research  
Jim Wilson, Office of the Revisor  
Dave Hanzlick, Administrative Assistant  
Nadine Young, Committee Secretary

Conferees appearing before the committee:

Laurence Kunkel, Director of Communications

Others present (Attachment I)

Chairman called the meeting to order at 1:30 p.m.

A presentation was made by Laurence Kunkel relative to the current telephone service situation and the cost impact to the State as a result of divestiture and rate increases. (Attachment II). In the past, where we have had one major provider of telephone service, we now will have two major providers, SWB Corporation and AT&T. One big change is the fact that SWB will no longer own any of their customer's on-premise telephone equipment. They are now a local utility that provides telephone service only. AT&T now provides all the interstate phone service (KANS-A-N). Kunkel said that long distance service for the State will increase about \$1,600,000 annually and the State will be required to pay circuit by circuit for KANS-A-N service. His department proposes that the State purchase its own phone system and that it be operated by the State.

Chairman turned to HB 2620, an act relating to contracts for personal property and services by the legislative coordinating council; amending K.S.A. 46-1204 and repealing the existing section.

Jim Wilson reviewed the contents of the bill, of which the committee had previously heard testimony on January 17, 1984.

Representative Chronister moved that HB 2620 be reported favorable for passage. Seconded by Representative Louis. Motion carried.

Chairman turned to HB 2696, an act concerning social and rehabilitation services; placement agreement with secretary of corrections.

Representative Turnquist presented a proposed amendment (Attachment III) to HB 2696. Chairman announced that we would allow some time for the committee members to take a closer look at this proposed amendment, and that we would take it up again at a later date.

HB 2718, an act amending the small claims procedure act; concerning the amount of a small claim; amending K.S.A. 61-2703, 61-2706 and 61-2713 and repealing the existing sections.

Representative Duncan moved that HB 2718 be reported favorable for passage. Seconded by Representative Meacham. Chairman asked if there was any discussion. Jim Wilson brought to our attention a minor "cleanup" amendment. Page 3, Line 97 "which is the subject to your claim" should read "which is the subject of your claim". Representative Duncan stated he would include this change in his motion for passage.

Chairman subsequently asked Representatives Duncan and Meacham to withdraw their original motion and he asked for a motion on the amendment which changes the word "to" to "of". Representative Louis moved that this amendment be adopted. Seconded by Representative Chronister. Motion carried.

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Ways and Means,  
 room 514-S, Statehouse, at 1:30 ~~am~~/p.m. on Monday, February 6, 1984

Representative Farrar made the motion to amend HB 2718 as follows: Line 0034 after the word "or" -- "under contract to that person". Seconded by Representative Rolfs. Representative Louis called to the committee's attention that this recommendation was made by Frances Kastner in her testimony on 1-31-84 in support of this bill. Motion carried.

Representative Luzzati raised a question about the fiscal note on HB 2718. Chairman read a portion of the fiscal note as follows: "it is estimated that this increase would require an additional three clerical positions, either additional or equivalent in temporary help -- the cost for this additional staff FY85 would be \$39,300". Representative Luzzati asked what the objections of Joyce Reeves, Clerk of District Court, were. Representative Duncan said he understood from her testimony, that it would increase the work load in her department, thereby causing a real inconvenience.

Representative Heinemann made a substitute motion to amend K.S.A. 61-2501 to read that the filing fee would be consistent with the increase in the dollar limitation. Seconded by Representative Shriver. Representative Solbach said he agreed with the principle but stated there would be an added fiscal note as a result of this amendment. Chairman asked for a vote on this substitute motion made by Representative Heineman. The motion carried.

Chairman then stated that Representative Duncan had recommended HB 2718 be reported favorable for passage, as amended and Representative Meacham had seconded the motion. In asking for discussion, Representative Hoy questioned the proposed amendment, specifically the language that reads "under contract to that person". This raised considerable discussion that ensued for some time. Chairman Buntin then appointed Representatives Solbach, Duncan and Shriver to look into this proposed language change, to study it further, and report back to this committee on Wednesday, February 8, at which time we would take it up again.

HCR 5052, a concurrent resolution relating to institutions and facilities for the state correctional system; requesting a study by the Secretary of Corrections on the current missions and operations of state correctional institutions and facilities to develop recommendations to improve and make more efficient the utilization and operation of such institutions and a study by Secretary of Corrections and SRS on the mission and utilization of Norton State Hospital to examine possible conversion of such facility into an institution meeting needs within the correctional system.

Representative Luzzati stated an objection to HCR 5052 because it would be a hardship on the families of female prisoners in that it would necessitate a lot of travel for those families; i.e. from the urban areas such as Kansas City and Topeka to Norton. Representative Luzzati moved that HCR 5052 be reported unfavorable for passage. Seconded by Representative Wisdom.

Chairman asked for discussion. Representative Duncan stated he opposes the motion saying Norton poses no greater hardship for female inmates than it does for a retarded person, and if we do keep it open, it's a question of what to use it for.

Chairman asked for a vote on Representative Luzzati's motion. The motion did not carry.

Representative Chronister moved that HCR 5052 be reported favorable for passage. Seconded by Representative Meacham.

Representative Heineman said he would like to see an amendment - saying he is not sure of the language on Line 35 "to provide adequate housing and confinement for female inmates". Chairman asked if he has an amendment and Representative Heineman replied that he suggests striking from lines 35 and 36 the wording "converting the Kansas Correctional Vocational Training Center into an institution" and striking the word "female" on Line 37. Representative Solbach seconded the motion.

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Ways and Means,  
room 514-S, Statehouse, at 1:30 ~~xxx~~/p.m. on Monday, February 6, 1984

Chairman stated that he opposes Representative Luzzati's subsequent motion that HCR 5052 be reported unfavorable for passage. Chairman said the committee did look at it this summer and he's sure they thought it out, and for us to make a change at this time may or may not hinder what they were trying to accomplish.

Chairman Bunten asked for a vote on Representative Heineman's substitute motion to amend HCR 5052. Ayes were eleven (11). Nays were eleven (11). Chairman broke the tie by voting Nay. The motion lost.

Chairman Bunten then asked for a vote on the original motion to recommend that HCR 5052 be reported favorable for passage. The motion carried.

HCR 5064, a concurrent resolution revoking K.A.R. 88-13-4 and 88-13-11; concerning student assistant programs and HCR 5068, a concurrent resolution relating to the department of health and environment; concerning certain fees; rejecting Kansas administrative regulations 38-43-11, 28-44-11 and 28-45-11, as adopted by the secretary of health and environment and filed with the revisor of statutes on December 15, 1983.

Representative Duncan briefed the committee on the contents of these two resolutions and Chairman asked his suggestion on what disposition we should take. Representative Duncan said that, pending working out whether or not we will ask the agency to simply reject them on May 1, we would ask that you hold them. It may be important at some point to convert them to bills.

Chairman announced we would put a "hold" on HCR 5064 and HCR 5068.

Chairman asked for a motion on the Minutes from January 30, 31, February 1 and 2. Representative Mainey moved the minutes be approved as read. Seconded by Representative Farrar. Motion carried.

Meeting adjourned at 3:30 p.m.

GUESTS -- 1984

2-6-84

| <u>Name</u>                 | <u>Address</u>            | <u>Representing</u>       |
|-----------------------------|---------------------------|---------------------------|
| 1. J. CAREY BROWN           | SOB                       | DOIA - DISC               |
| 2. Dave Hanson              | Telecommunications Office | 503 KANSAS                |
| 3. Jim Edwards              | Topeka                    | KACI                      |
| 4. <del>Jim Werra</del>     |                           | KCC                       |
| 5. Don Low                  |                           | KLL                       |
| 6. Neal Goodson             |                           | ATTC                      |
| 7. Steve Simpson            |                           | Xerox                     |
| 8. Frank Gentry             | Topeka                    | Ks Hosp. Assoc.           |
| 9. Jerry Sloan              | Topeka                    | Off of Jud. Admin.        |
| 10. <del>Jeff Russell</del> |                           | SWTOD Telephone           |
| 11. RICK EMEYOLD            | TOPEKA                    | AT+T                      |
| 12. Wilbur Leonard          | Topeka                    | Ks. Tel. Assoc.           |
| 13. Jim Holt                | Valley Center, KS         | Ks. C.U. League           |
| 14. Carl Hedberg            | Ovendale Park             | Kansas Correctional Assoc |
| 15. <del>James Hill</del>   | SRS                       |                           |
| 16. James R. Cobler         | Topeka                    | Dept of Adm.              |
| 17. Charles Stevenson       | Topeka                    | SRS                       |
| 18. Wayne Hundley           | "                         | A.G.                      |
| 19. Mitch Winter            | Topeka                    | AFT-15                    |
| 20. Don Hovser              | Lawrence city             | AFT-15                    |
| 21. BILL EWING              | TOPEKA, KS.               | S.W. BELL                 |
| 22.                         |                           |                           |
| 23.                         |                           |                           |
| 24.                         |                           |                           |
| 25.                         |                           |                           |

I



Presentation to House Ways and Means  
Committee, 6 February 1984

SUBJECT: Cost Impacts Resulting from Divestiture and Rate Increases.

Current Telephone Service Situation

a. Southwestern Bell Corporation (SBC).

Services SBC is now permitted to provide the state on a regulated basis are as follows:

1. Local Exchange Switched and Private Line Service.

- (a) Business Main Line service.
- (b) PBX trunks.
- (c) Centrex switched service only, including both state business offices and university dormitories.
- (d) Private line miscellaneous telephone and data service.

2. Intra-LATA (Local Access Transport Area) switched and private line service (see enclosure).

- (a) Message Rate (call by call) Long Distance.
- (b) WATS.
- (c) Private Line dedicated voice or data.

3. SBC no longer owns or provides any Customer Premises Equipment (CPE) and is precluded from doing so on a tariff regulated basis. A separate unregulated subsidiary has been established for the purpose of selling CPE.

b. AT&T

- 1. AT&T provides all inter-LATA and interstate service. All KANS-A-N service is now provided by AT&T, along with all other private line data, voice, or WATS inter-LATA service not routed through KANS-A-N facilities.

2. AT&T now owns all embedded (in-place) CPE and charges rent based on a schedule established by the F.C.C. This schedule establishes rental prices through calendar year 1986 after which it may become completely de-regulated unless the F.C.C. decides otherwise. AT&T is responsible for maintaining this embedded CPE during this period, but is expected to withdraw maintenance support after that time.

Impacts of Divestiture and Regulatory (F.C.C. and K.C.C.) Actions

- a. SBC requested rate increases of approximately \$200 million dollars in 1983 and was granted about half of that amount or just under \$100 million dollars. Costs for SBC services used by state agencies increased less than \$200,000 for the remainder of FY 84 and about \$600,000 for FY 85 for local exchange service only, costs for intra-LATA long distance service were increased by 17%. The K.C.C. considers this to be an interim decision for a one year study period. However, SBC has appealed this decision, the K.C.C. has denied the appeal and SBC is now free to take the matter to court or to file a new rate case. It is believed that the latter course of action will be taken and subsequent increases could result toward the end of calendar year 1984.

- b. AT&T.

1. CPE

- (a) All embedded CPE is now the property of AT&T and is deregulated to the extent that it is governed by an F.C.C. directive over a phase out or transition period of two years through calendar 1986. This CPE is not subject to regulation by the K.C.C. The F.C.C. directive is as follows: "During the multi-line (Centrex, PBX, and key system) transition period the rate which AT&T charges must be the greater of: 1) 70% of the highest state-tariffed rate, or 2) the statistical median of the rates in all state tariffs, for that equipment." The immediate impact is very small. However, rates will escalate to a larger amount in September 1984, again on 1 May 1985, and finally, again on 1 January 1986, at which time the rates become stable through calendar 1986.

Thereafter, they may become fully deregulated or otherwise as determined by the F.C.C. Examples of escalation of monthly rental for some high density items are as follows:

| <u>ITEM</u>      | <u>WE USE</u> | <u>COST 83</u> | <u>MAR 84</u> | <u>SEP 84</u> | <u>MAY 85</u> | <u>JAN 86</u> |
|------------------|---------------|----------------|---------------|---------------|---------------|---------------|
| Single line tels | 17,000        | 2.10           | 2.15          | 2.68          | 3.20          | 3.73          |
| 6 button tels    | 13,000        | 4.70           | 3.26*         | 3.88          | 4.50          | 5.12          |

\*Indicates that rates in Kansas have exceeded the national average.

(b) Much of the embedded base CPE is considered obsolete by AT&T. This particularly applies to very old PBX's and multi-line, multi-button telephone equipment and systems. This equipment is trouble prone and expensive to maintain, and we may anticipate efforts by AT&T to abandon support of this equipment. At this time AT&T still maintains and installs it.

(c) AT&T also has a fully separated subsidiary that sells CPE.

2. Inter-LATA/Intra-state service.

(a) Long distance message rate, WATS, and private line services are provided by AT&T. All KANS-A-N services are included. All applicable rates were increased by an average of 17%. AT&T requested a large increase, including private line "access" charges of \$25 per month per line but the K.C.C. held them to the same level of increase as SBC. AT&T has requested a rehearing but the K.C.C has not yet reached a decision.

(b) On 1 January 1986, AT&T will discontinue "Telpak", a bulk transmission channel offering. We will then be required to pay circuit by circuit for KANS-A-N and this will increase the cost of KANS-A-N by \$1,600,000 annually.

b. Regulatory Agency Actions.

1. Federal Communications Commission.

The F.C.C. directed \$2 per month per Centrex access line charge and \$6 per month PBX trunk or multiline access charge which is to be effective on 3 April 1984. The calendar year 1985 access charge will be \$3 per line and in calendar 1986 the access charge will be \$4 per line. These charges remain imposed for large businesses, even though equivalent charges for residential and single line business customers have been suspended until 1985.

2. Kansas Corporation Commission

The K.C.C. imposed no access charges this year pending further study.

The following documents are provided:

1. LATA definition.
2. History of Telecommunications Expenditures and Projected increases for the remainder of FY 84 and FY 85.
3. Rate increase impacts for regents institutions and major state agencies.
4. Current price lists for AT&T Equipment and Services.
5. Current price lists SBC services.



# LATA filing defines service areas; Kansas to have three

Areas served by Southwestern Bell in its five-state territory will be grouped into 25 regions called Local Access and Transport Areas (LATAs), according to a plan filed in federal district court in Washington, D.C.

Three of the LATAs will be in Kansas, James B. Ellis, assistant vice president-revenues and public affairs in Topeka, said.

LATAs—which must be ap-

proved by Judge Harold Greene—define the areas in which local companies, such as Southwestern Bell, will operate after divestiture. Southwestern Bell will provide all local exchange service and any long distance service within each LATA. AT&T and other long distance carriers will handle calls between points in different LATAs.

"The Oct. 4 filing in general

calls for Southwestern Bell-served exchanges in the 913 and 316 areas codes to become the Topeka and Wichita LATAs, respectively," Ellis said. "Metropolitan Kansas City would make up a separate LATA and includes communities on both sides of the state line."

Any long distance carrier wishing to provide service be-

*(Continued on page 4)*

*(Continued from page 1)*  
tween LATAs would be given access to a particular LATA on an equal basis with all other long distance carriers seeking to serve the area, Ellis pointed out.

"The charge for access to the LATAs, that is, to the local network, will be based on the cost of providing that service," Ellis said. "Specifics of how those access charges would be structured aren't worked out yet," he added.

The LATA filing, which calls for 161 LATAs throughout the Bell System, is a forerunner to the full AT&T reorganization plan which must be submitted for Justice Department and court approval within six months of the Aug. 24 approval of the Consent Decree. AT&T plans to submit its reorganization plan for court approval well ahead of the late February deadline.

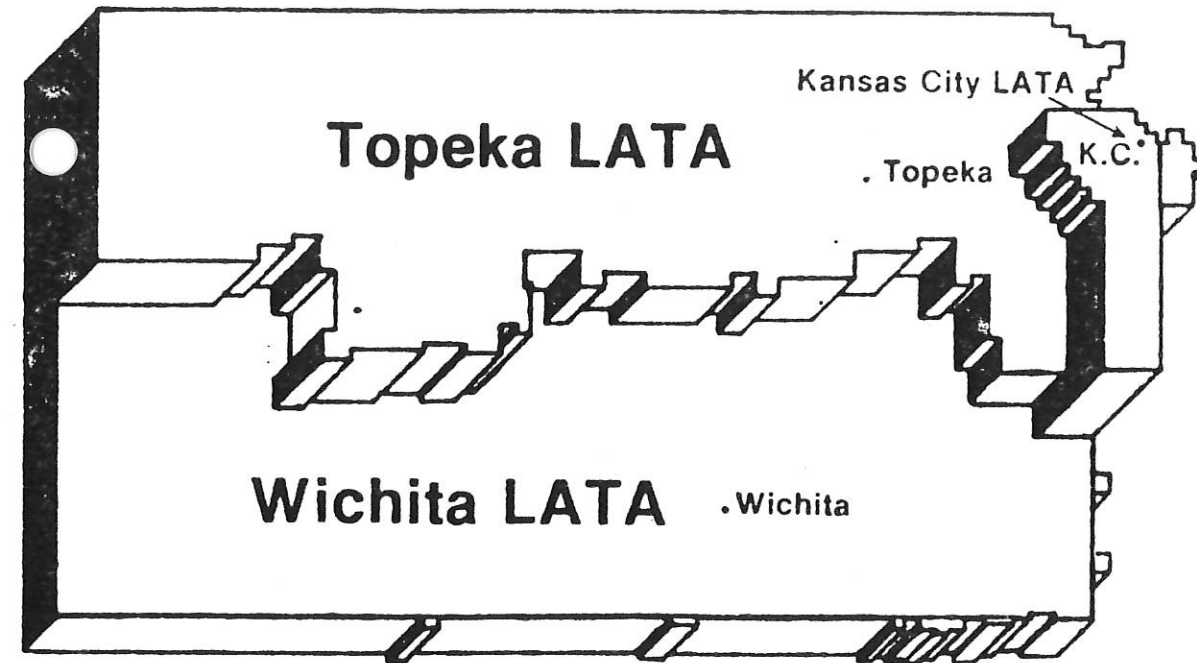
Final approval of the LATAs will not affect authority of any regulatory agency over local and long distance calls, Ellis noted. The LATA plan will preserve existing local calling and non-optional extended area service arrangements, he said.

"Each LATA includes within its boundaries a number of

communities and local telephone exchanges," Ellis said. "The boundaries of these local exchanges would not be altered under the plan, so its approval by the court would not disrupt the provision of basic telephone service.

"What is considered a local call today will remain local," Ellis continued. "What is long distance will remain long distance." For that reason, six Oklahoma and three Missouri communities are included in the Wichita LATA where local calling scopes cross state lines, Ellis said.

Court procedures allow intervenors 30 days to comment on AT&T's Oct. 4 filing. AT&T and the DOJ have 20 days following that in which to respond. U.S. District Court Judge Harold Greene recently added another step to the process which will allow intervenors a 15 day period for comment on the responses that AT&T will make to the initial round of intervenor comments now under way. After that, the court will begin its deliberation. There are 109 intervenors in the case and Judge Greene said no more will be allowed.



The Local Access and Transport Area (LATA) plan filed recently defines the areas in which local companies, such as Southwestern Bell, will operate after divestiture. Because the LATA plan preserves existing local calling and non-optional extended area service arrangements, three Missouri and six

Oklahoma communities are included in the Wichita LATA, as shown on the map, where local calling scopes cross state lines. In one instance, an Oklahoma LATA will extend into Kansas. Metropolitan Kansas City will make up a separate LATA that includes communities on both sides of the state line.

SWB "Telephone Times"

VOICE/DATA  
TELEPHONE SERVICE COSTS  
FY 75 THRU FY85

|                   | FY 75            | FY 76            | FY 77            | FY 78            | FY 79            |
|-------------------|------------------|------------------|------------------|------------------|------------------|
| Intercity Service | Note 1           | Note 1           | 2,276,757        | 2,722,083        | 3,266,538        |
| Local             | Note 1           | Note 1           | 4,773,025        | 4,954,863        | 5,261,740        |
| <u>TOTAL</u>      | <u>5,067,310</u> | <u>5,848,927</u> | <u>7,049,782</u> | <u>7,676,946</u> | <u>8,528,278</u> |

Note 1: Detail not available.

|                   | FY 80            | FY 81             | FY 82             | FY 83             | FY 84 Est.*       |
|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| Intercity Service | 3,668,518        | 4,267,357         | 5,730,448         | 6,095,707         | 6,496,415         |
| Local             | 6,258,513        | 8,196,048         | 8,113,365         | 8,160,441         | 8,350,057         |
| <u>TOTAL</u>      | <u>9,927,031</u> | <u>12,463,405</u> | <u>13,843,813</u> | <u>14,256,148</u> | <u>14,846,472</u> |

|                   | FY 85 Est.*       |
|-------------------|-------------------|
| Intercity Service | 7,656,611         |
| Local             | 9,357,923         |
| <u>TOTAL</u>      | <u>17,014,534</u> |

Projected Increases over FY 83  
Included in these costs

|                   | FY 84          | FY 85            |
|-------------------|----------------|------------------|
| Intercity Service | 400,708        | 1,560,904        |
| Local             | 189,616        | 1,197,482        |
| <u>TOTAL</u>      | <u>590,324</u> | <u>2,758,386</u> |

\*Includes:

- FCC approved schedule of rates for CPE effective March 1984.
- KCC approved tariffs for Centrex mainline and dorm line charges effective January 1984.
- FCC approved access charges for PBX trunks and business lines effective April 1984.
- Proposed Centrex access charges effective April 1984.
- FCC approved private line switched inter-state access surcharge effective April 1984.
- KCC approved switched intra-state access surcharge to be passed on to the user by July 1984.

RATE INCREASE IMPACTS

Remainder FY 1984 (1 Jan - 30 June 84)

| AGENCY                      | LOCAL SERVICE      | KANS-A-N           | OTHER INTERCITY SERVICES INCREASE | TOTALS    |
|-----------------------------|--------------------|--------------------|-----------------------------------|-----------|
|                             | Amount of Increase | Amount of Increase |                                   |           |
| Kansas University           | \$ 34,683          | \$ 40,473          | \$ 6,151                          | \$ 81,307 |
| KUMC                        | 2,414              | 27,937             | 3,716                             | 34,067    |
| Kansas State University     | 25,958             | 49,785             | 7,544                             | 83,287    |
| Wichita State University    | (2,082)            | 11,820             | 1,373                             | 11,111    |
| Fort Hays State University  | 10,214             | 5,014              | 378                               | 15,606    |
| Emporia State University    | 4,213              | 7,163              | 79                                | 11,455    |
| Pittsburg State University  | 250                | 5,731              | 269                               | 6,250     |
| Kansas Technical Institute  | 427                | 1,100              | 20                                | 1,547     |
| Sub Totals                  | 76,077             | 149,023            | 19,530                            | 244,630   |
| Topeka Capitol Area Complex | 5,330              | See "Others" Below | See "Others" Below                | 5,330     |
| Sub Totals                  | 81,407             | 149,023            | 19,530                            | 249,960   |
| All Others                  | 108,209            | 209,144            | 23,011                            | 340,364   |
| Grand Totals                | \$189,616          | \$358,167          | \$42,541                          | \$590,324 |

FY 85

|                             |             |             |           |             |
|-----------------------------|-------------|-------------|-----------|-------------|
| Kansas University           | \$ 206,064  | \$ 164,182  | \$ 12,302 | \$ 382,548  |
| KUMC                        | 113,893     | 114,341     | 7,432     | 235,666     |
| Kansas State University     | 163,506     | 203,761     | 28,504    | 395,771     |
| Wichita State University    | 6,984       | 48,375      | 2,746     | 58,105      |
| Fort Hays State University  | 56,742      | 20,523      | 756       | 78,021      |
| Emporia State University    | 21,270      | 29,318      | 158       | 50,746      |
| Pittsburg State University  | 5,850       | 23,455      | 538       | 29,843      |
| Kansas Technical Institute  | 2,172       | 3,345       | 100       | 5,617       |
| Sub Totals                  | 576,481     | 607,300     | 52,536    | 1,236,317   |
| Topeka Capitol Area Complex | 149,832     | ----        | ----      | 149,832     |
| Sub Totals                  | 726,313     | 607,300     | 52,536    | 1,386,149   |
| All Others                  | 471,169     | 858,608     | 42,460    | 1,372,237   |
| Grand Totals                | \$1,197,482 | \$1,465,908 | \$94,996  | \$2,758,386 |

Background Information for Local Service.

1. Calculations are based on data in May 1983 billings from Southwestern Bell.
2. It is assumed there are constant quantities of items in inventory.
3. It is assumed there is a 10% annum rate increase in trunk lines, business lines, and Centrex main lines and dorm lines during the first quarters of CY85. Other Centrex associated charges, which amount to \$71,426 per month, and other tariff charges, which amount to \$28,664 per month, were not increased by the 10% figure.
4. A \$2 and \$3 per line Centrex access charge for each month during the periods April - December 1984 and January - June 1985 was included. Also included was a \$6 per line charge for each trunk line and business line during the period April 1984 - June 1985
5. CPE calculations are based on hard information in the tables provided by A.T. & T. Individual cost increases for each piece of CPE are built into those tables.

RATE INCREASES

FY 1984

|                            | LOCAL SERVICE | KANS-A-N   | OTHER<br>INTERCITY<br>SERVICES<br>INCREASES |            |
|----------------------------|---------------|------------|---|------------|
|                            | Increases     | Increases  |   |            |
| Adjutant General           | \$ 3,860      | \$ 5,731   | \$ 305                                      | \$ 9,896   |
| Administration             | 10,105        | 6,447      | 167   | 16,719     |
| Attorney General           | 1,476         | 6,089      | 13,208                                      | 20,773     |
| Corporation Commission     | 2,157         | 8,238      | 89  | 10,484     |
| Education                  | 1,930         | 6,089      | 183   | 8,202      |
| Emporia State University   | 5,223         | 7,163      | 79  | 12,465     |
| Fish & Game Commission     | 1,590         | 6,089      | 146   | 7,825      |
| Fort Hays State University | 10,214        | 5,014      | 378   | 15,606     |
| Health & Environment Dept. | 2,498         | 11,820     | 140   | 14,458     |
| Human Resources            | 11,706        | 24,355     | 2,022                                       | 38,083     |
| Insurance                  | 1,476         | 2,865      | 165   | 4,506      |
| Kansas State University    | 25,958        | 49,785     | 7,544                                       | 83,287     |
| Kansas Technical Institute | 427           | 1,100      | 20  | 1,547      |
| Kansas University          | 34,683        | 40,473     | 6,151                                       | 81,307     |
| KUMC - Kansas City         | 2,414         | 27,937     | 3,716                                       | 34,067     |
| Larned State Hospital      | 2,838         | 1,791      | ----  | 4,629      |
| Legislative Services       | 1,249         | 3,224      | 272   | 4,745      |
| Pittsburg State University | 1,590         | 5,731      | 269   | 7,590      |
| Revenue Department         | 4,996         | 11,461     | 511   | 16,968     |
| SRS                        | 28,044        | 57,665     | 1,796                                       | 87,505     |
| Topeka State Hospital      | 3,974         | 2,149      | 90  | 6,213      |
| Transporation Dept.        | 7,494         | 12,536     | 436   | 20,466     |
| Wichita State University   | (2,082)       | 11,820     | 1,373                                       | 11,111     |
| Sub-totals                 | 163,820       | 315,572    | 39,060                                      | 518,452    |
| Misc. other agencies       | 25,796        | 42,595     | 3,481                                       | 71,872     |
| TOTALS                     | \$ 189,616    | \$ 358,167 | \$ 42,541                                   | \$ 590,324 |

RATE INCREASES

FY 1985

|                            | LOCAL SERVICE | KANS-A-N    | OTHER                              |             |
|----------------------------|---------------|-------------|------------------------------------|-------------|
|                            | Increases     | Increases   | INTERCITY<br>SERVICES<br>INCREASES |             |
| Adjutant General           | \$ 21,114     | \$ 23,455   | \$ 610                             | \$ 45,179   |
| Administration             | 55,269        | 26,386      | 334                                | 81,989      |
| Attorney General           | 8,073         | 24,920      | 26,416                             | 59,409      |
| Corporation Commission     | 11,799        | 33,716      | 178                                | 45,693      |
| Education                  | 10,557        | 24,920      | 366                                | 35,843      |
| Emporia State University   | 21,270        | 29,318      | 158                                | 50,746      |
| Fish & Game Commission     | 8,694         | 24,920      | 292                                | 33,906      |
| Fort Hays State University | 56,742        | 20,523      | 756                                | 78,021      |
| Health & Environment Dept. | 13,622        | 48,375      | 280                                | 62,317      |
| Human Resources            | 24,025        | 99,682      | 4,044                              | 127,751     |
| Insurance                  | 8,073         | 11,727      | 330                                | 20,130      |
| Kansas State University    | 163,506       | 203,761     | 28,504                             | 395,771     |
| Kansas Technical Institute | 2,172         | 3,345       | 100                                | 5,617       |
| Kansas University          | 206,064       | 164,182     | 12,302                             | 382,548     |
| KUMC - Kansas City         | 113,893       | 114,341     | 7,432                              | 235,666     |
| Larned State Hospital      | 15,525        | 7,330       | ---                                | 22,855      |
| Legislative Services       | 6,831         | 13,193      | 544                                | 20,568      |
| Pittsburg State University | 5,850         | 23,455      | 538                                | 29,843      |
| Revenue Department         | 27,324        | 46,909      | 1,022                              | 75,255      |
| SRS                        | 153,387       | 236,011     | 3,592                              | 392,990     |
| Topeka State Hospital      | 21,735        | 8,795       | 180                                | 30,710      |
| Transportation Dept.       | 40,960        | 51,307      | 872                                | 93,139      |
| Wichita State University   | 6,984         | 48,375      | 2,746                              | 58,105      |
| Sub-totals                 | 1,003,509     | 1,288,946   | 91,596                             | 2,384,051   |
| Misc. other agencies       | 193,973       | 176,962     | 3,400                              | 374,335     |
| TOTALS                     | \$1,197,482   | \$1,465,908 | \$ 94,996                          | \$2,758,386 |



AT&T Equipment Monthly Rental  
Rates 1 March - 1 September 1984

| <u>Telephone Sets (w/wire/cable)</u>   | USOC <sup>1</sup> | Embedded<br>(Old in-place equipment) |               |                  |               | Newly<br>Installed<br>Equipment Rates |      |
|--|-------------------|--------------------------------------|---------------|------------------|---------------|---------------------------------------|------|
|  |                   | OLD RATES                            |               | NEW RATES        |               |                                       |      |
|  |                   | <u>Touchtone</u>                     | <u>Rotary</u> | <u>Touchtone</u> | <u>Rotary</u> |                                       |      |
| Desk set single line                   | TEL               | 2.10                                 | 1.60          | 2.15             | 1.90          | 4.10                                  | 3.65 |
| Key set 6 button                       | KVX               | 6.60                                 | 5.75          | 4.70             | 3.85          | - -                                   | - -  |
| Key set 10 button                      | KV1               | 13.90                                | 13.35         | 11.00            | 10.60         | - -                                   | - -  |
| Touchamatic 32#                        | TAJ               | 14.80                                | 14.50         | 18.10            | 19.50         | 36.00                                 | - -  |
| Touchamatic 32#, 6 button              | TAJ6              | 15.40                                | 14.60         | 22.54            | 22.27         | 42.00                                 | - -  |
| Touchamatic 16#                        | T6J               | 13.15                                | 12.20         | 13.15            | 12.20         | - -                                   | - -  |
| <u>Call Directors (w/cable)</u>        |                   |                                      |               |                  |               |                                       |      |
| 12 button                              | KD2               | 16.40                                | 15.40         | 12.85            | 13.04         | - -                                   | - -  |
| 18 button                              | KDS               | 18.65                                | 16.80         | 13.90            | 13.04         | - -                                   | - -  |
| 24 button                              | KD4               | 22.90                                | 22.30         | 20.63            | 18.94         | - -                                   | - -  |
| 30 button                              | KDL               | 26.05                                | 24.00         | 20.63            | 18.94         | - -                                   | - -  |
| <u>Key Telephone System Components</u> |                   |                                      |               |                  |               |                                       |      |
|  |                   | OLD RATES                            |               | NEW RATES        |               |                                       |      |
| Common Equip. 1st 4 lines              | KSEKM             | 16.70                                |               | 17.70            |               |                                       |      |
| each added line                        | KSM               | 2.30                                 |               | 1.42             |               |                                       |      |
| Line equip/line                        | KLD               | 1.75                                 |               | 1.42             |               |                                       |      |
| Pick-up, hold, lights/line             | KKLFAD            | 1.35                                 |               | 1.45             |               |                                       |      |
| Dial intercom per path                 | DA9               | 16.65                                |               | 14.41            |               |                                       |      |
| 20/40 Dial pak                         | DCJ               | 100.00                               |               | 117.05           |               |                                       |      |
| 20/40 Dial pak, touchtone              | TDS               | 23.90                                |               | 23.90            |               |                                       |      |
| Common Equipment                       |                   |                                      |               |                  |               |                                       |      |
| Busy lamp control equip.               | BYC01             | 4.30                                 |               | 2.50             |               |                                       |      |
| Adjunct dialers (touchtone)            | TAX               | 19.10                                |               | 16.42            |               |                                       |      |
| Adjunct dialers (rotary)               | TAX               | 18.50                                |               | 16.43            |               |                                       |      |
| <u>Miscellaneous Equipment</u>         |                   |                                      |               |                  |               |                                       |      |
| Speakerphone                           | S4P               | 12.40                                |               | 13.55            |               | 19.00                                 |      |
| Busy lamps (bee hive)                  |                   |                                      |               |                  |               |                                       |      |
| 1 lamp                                 | LP7               | 1.50                                 |               | 1.50             |               |                                       |      |
| 2 lamps                                | LP2               | 1.60                                 |               | 1.60             |               |                                       |      |
| 3 lamps                                | LP4               | 2.05                                 |               | 2.05             |               |                                       |      |
| 4 lamps                                | LP6               | 2.55                                 |               | 2.55             |               |                                       |      |
| Busy lamp indicators (field)           |                   |                                      |               |                  |               |                                       |      |
| 8 stations                             | LS0               | 11.70                                |               | 17.26            |               |                                       |      |
| 12 stations                            | LSY               | 15.10                                |               | 16.56            |               |                                       |      |
| 16 stations                            | LSS               | 18.05                                |               | 23.13            |               |                                       |      |
| 24 stations                            | LSZ               | 24.45                                |               | 26.88            |               |                                       |      |
| 32 stations                            | LST               | 29.70                                |               | 37.26            |               |                                       |      |

NOTE 1: USOC --Uniform Service Order Code. The telephone company code which identifies a particular service, feature, or piece of equipment. These USOCs appear on all 2733s.

AT&T Price List  
Time and Material Charges

Moves, Rearrangements, Equipment, and Cable Installation

|                 |         |
|-----------------|---------|
| 1st hour        | \$90.00 |
| Additional hour | \$60.00 |

\$90.00 minimum charge per due date, per premise.

These charges include labor and materials for standard installations - (i.e. all inside cable is normal PVC. Flat, undercarpet, fireproof, etc. cable is extra.)

Cable maintenance for embedded cable is on a time and materials basis only. It is not included in the monthly equipment rate on embedded equipment.

Moves, Rearrangements of Embedded CPE

Time and material as above.

New Installations

As distinguished from moves or rearrangements of previously existing service will be charged as follows:

|                           |                    |
|---------------------------|--------------------|
| Desk set single line      | \$10 + hourly rate |
| Touchamatic 32#           | \$65 + " "         |
| Touchamatic 32#, 6 button | \$70 + " "         |

All other miscellaneous equipment is installed at the hourly time and material rate above.

Maintenance is included in the monthly rental rate.

Call for maintenance of equipment thought to be defective but shown to be operational upon the visit of an AT&T craftsman will be charged at the \$90 minimum charge per visit rate.

Call the SWB trouble number and request a line check before calling AT&T to avoid an unnecessary trip and charge.

SWB Price List  
Most Commonly Used Telephone Service

|                          | <u>USOC</u> | <u>OLD RATES</u>  |                    | <u>NEW RATES</u>  |                    |
|--------------------------|-------------|-------------------|--------------------|-------------------|--------------------|
|                          |             | <u>Touch-Tone</u> | <u>Rotary Dial</u> | <u>Touch-Tone</u> | <u>Rotary Dial</u> |
| <u>Centrex Main Line</u> |             |                   |                    |                   |                    |
| Intercom Component       | RX2         | 7.35              | 7.35               | 7.80              | 7.80               |
| Exchange Access Comp.    | RFNAA       | 13.85             | 13.85              | 6.35              | 6.35               |
| Local Exchange Access    | CUDON       |                   |                    | 6.25              | 6.25               |
| Touch tone charge        | TDN         | .70               |                    | .70               |                    |
| Total per main line      |             | 21.90             | 21.20              | 21.10             | 20.40              |

Dormitory Centrex lines approved rates for 1 January 1984.  
(Does not include telephone).

|                   |         |
|-------------------|---------|
| Dormitory line    | 10.75   |
| Touchtone service | 1.40    |
| TOTAL             | \$12.15 |

Business Main Lines (1FB)  
and PBX Trunk  
For Locations with Population  
Indicated

|                            | <u>OLD RATES</u> |            | <u>NEW RATES</u> |            |
|----------------------------|------------------|------------|------------------|------------|
|                            | <u>1FB</u>       | <u>TFB</u> | <u>1FB</u>       | <u>TFB</u> |
| 0-499 population           | 12.05            | 19.10      | 13.80            | 20.85      |
| 500-1,799 population       | 13.30            | 21.30      | 15.05            | 23.05      |
| 1,800-5,999 population     | 15.05            | 24.35      | 16.80            | 26.10      |
| 6,000-15,999 population    | 16.80            | 27.45      | 18.55            | 29.20      |
| 16,000-99,999 population   | 19.25            | 31.70      | 22.00            | 35.20      |
| 100,000-229,999 population | 20.25            | 33.45      | 23.00            | 36.95      |
| 230,000-549,999 population | 22.00            | 36.55      | 26.15            | 42.50      |
| 550,000 & over population  | 24.05            | 40.10      | 32.35            | 53.35      |

| <u>Touch-tone Service</u> | <u>Monthly Rate</u> |
|---------------------------|---------------------|
| Touch-tone Business Line  | \$3.00              |
| Touch-tone PBX Trunk      | 4.30                |

ACCESS CHARGES

Following are F.C.C. directed "interstate" access charges over and above preceding costs. Imposition of these charges has been suspended until 3 April 1984 by the F.C.C. Recent announcements regarding suspension of access charges applies only to residential and single line business customers and not to Centrex, PBX, or multi-line key system state government service.

|                                    | <u>Calendar Years</u> | <u>1984</u> | <u>1985</u> | <u>1986</u> |
|------------------------------------|-----------------------|-------------|-------------|-------------|
| Business Main Lines                |                       | \$ 6        | \$ 6        | \$ 6        |
| PBX Trunks                         |                       | \$ 6        | \$ 6        | \$ 6        |
| Centrex Lines - Existing           |                       | \$ 2        | \$ 3        | \$ 4        |
| Centrex Lines -New                 |                       | \$ 6        | \$ 6        | \$ 6        |
| Private line users/line (KANS-A-N) |                       | \$25        | \$25        | \$25        |

The K.C.C. did not impose any access charges this year, pending further study.

Bell Operating Company  
Installation and Maintenance Charges  
Effective 1 January 1984

(Where applicable these charges will be in addition to the equipment installation charges by AT&T.)

|   |         |
|---|---------|
| Service Order Charge <sup>1</sup>         | \$40.55 |
| Trip Charge <sup>2</sup>                  | 13.70   |
| Central Office Access Charge <sup>3</sup> | 25.75   |
| Change Telephone Number                   | 18.25   |

Premises Work Charges

Premises installation work \$30.85 1st 15 minutes,  
 \$10.55 each additional 15 minutes.

Premises maintenance work \$25.00 1st 15 minutes.

| <u>Touch-tone Service</u> | <u>Monthly Rate</u> | <u>Installation Charge</u> |
|---------------------------|---------------------|----------------------------|
| Touch-tone Business Line  | \$3.00              | \$5.00                     |
| Touch-tone PBX Trunk      | 4.30                | 5.00                       |

Note 1: Service Order Charge for receiving, recording, and processing information in connection with a request for service or equipment. Apply one SOC per request, per due date, per account. When multiple orders are worked at the same premises, only one SOC applies.

Note 2: Trip Charge applies when it is necessary to travel to the customer's premises. Apply one TC per customer request, per due date, per premises. When more than one trip to the customer's premises is necessary for company reasons, only one TC applies. This charge is not applicable when no premises work is required.

Note 3: Service charge for work associated with the line extending from the serving central office to the customer's premise. It includes, but is not limited to, central office connections, cable cross connections and connecting or moving the drop or (protector) block wire.

- 1) The telephone company will not install or repair any customer premises inside wiring (including jacks) associated with complex systems.
- 2) Complex service charges apply to work associated with telephone company services, such as Centrex and PBX service.



## PROPOSED AMENDMENTS TO H.B. No. 2696

For Consideration by Committee on Ways and Means

"AN ACT concerning social and rehabilitation services; placement agreement with secretary of corrections."

Be amended:

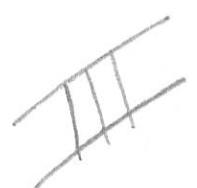
On page 1, following line 28, by inserting the following material to read as follows:

"Sec. 2. The secretary of social and rehabilitation services, the director of the Kansas bureau of investigation, the superintendent of the Kansas highway patrol, the director of the Kansas law enforcement training center, the state fire marshal and the director of architectural services shall conduct a feasibility study and evaluation of the possible uses of the facilities and grounds of the Kansas vocational rehabilitation center at Salina, Kansas, as the location for new or partially new joint-use facilities, or both, to be used by two or more of the public safety agencies and functions represented by such offices. The results of the study and evaluation shall be reported to the joint committee on state building construction and the chairpersons of the committees on ways and means of the senate and house of representatives prior to commencement of the regular session<sup>of the legislature</sup> in 1985.";

And by renumbering section 2 as section 3;

Also on page 1, in the title, in line 17, preceding "social" by inserting "the department of"; also in line 17, after the semicolon, by inserting the following: "relating to the use of institutions and facilities by other state agencies; authorizing a"; in line 18, preceding the period, by inserting the following: "; requiring a study of facilities and grounds at the vocational rehabilitation center at Salina, Kansas, by certain state officers";

And the bill be passed as amended.



REPORTS OF STANDING COMMITTEES

*Minutes File*

Your committee on House Ways and Means

Recommends that HCR 5052

"AN ACT A CONCURRENT RESOLUTION relating to institutions and facilities for the state correctional system; requesting a study by the Secretary of Corrections on the current missions and operations of state correctional institutions and facilities to develop recommendations to improve and make more efficient the utilization and operation of such institutions and facilities and a study by the Secretary of Corrections and the Secretary of Social and Rehabilitation Services on the mission and utilization of Norton State Hospital to examine possible conversion of such facility into an institution meeting needs within the correctional system.

be passed.

*Bill Swanton* Chairman.