

Approved 2-11-85
Date

MINUTES OF THE House COMMITTEE ON Ways and Means

The meeting was called to order by Bill Bunten at
Chairperson

1:30 ~~xxx~~/p.m. on Monday, February 4, 1985 in room 514-S of the Capitol.

All members were present except: Representatives Hoy and Louis (excused)

Committee staff present: Gloria Timmer, Legislative Research
Laura Howard, Legislative Research
Jim Wilson, Office of the Revisor
Sharon Schwartz, Administrative Assistant
Nadine Young, Committee Secretary

Conferees appearing before the committee:
Alden Shields, Director of Budget
Duane Johnson, State Librarian
Wayne Morris, Security Benefit Life
Bud Cornish, Kansas Association of Property and
Casualty Companies
Others present (Attachment I)

Chairman Bunten called the meeting to order at 1:30 and gave an update on how the fee agency analysis is progressing. Almost all will be ready by Friday. He encouraged committee members to get with staff as soon as possible and begin work. A list was passed out which shows the subcommittee assignments and expected completion dates. Another list was submitted which shows special assignments and name of the Representative who will be assisting the subcommittee chairmen.

HB 2070 -- an act relating to insurance companies; concerning the time for payment of taxes; amending K.S.A. 1984 Supp. 40-252 and repealing the existing section.

Alden Shields explained the bill, which, if passed, would accelerate the collection of insurance premium taxes.

Wayne Morris, representing Security Benefit Life Insurance Company, appeared and presented their position on the bill. SBL is neither a proponent or opponent, even though it means paying taxes twice during calendar year 1985. SBL understands the state's position and hopes it will help prevent a general tax increase. They feel it is a reasonable request. He said, "we certainly do not oppose the bill".

Bud Cornish, representing Kansas Association of Property and Casualty companies, also appeared briefly and merely endorsed the stand that SBL is taking.

HB 2087 -- an act making and concerning appropriations for the fiscal years ending June 30, 1985; June 30, 1986; June 30, 1987 and June 30, 1988 for the Department of Administration, Wichita State University, Adjutant General, Kansas State Penitentiary, Department of H & E, Mental Health and Retardation Services, Larned State Hospital and State Historical Society; authorizing certain transfers, imposing certain restrictions and limitations, and directing or authorizing certain receipts and disbursements and acts incidental to the foregoing; amending section 11 of chapter 10, section 6 of chapter 13 and sections 52 and 65 of chapter 23 of the 1984 Session Laws of Kansas and repealing the existing sections.

Alden Shields explained that HB 2087 represents an effort to look at all the supplemental appropriations that are recommended in the budget and take out any items that are felt should be dealt with quickly.

Sec. 2 - Department of Administration requests transfer of \$550,000 from state GF to workmen's compensation self-insurance fund. It's a cash flow problem.

Sec. 3 - Wichita State University. DOA is suggesting this draft be amended to strike the \$900,000 for FY 85 and to increase the appropriation in FY 88 to \$2 million, 500 thousand. That would leave \$574,500 of the \$900,000 taken out

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.

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Ways and Means,
room 514-S, Statehouse, at 1:30 ~~am~~/p.m. on Monday, February 4, 1985

of FY 85 to be funded in FY 89. He said this item does not have to be in this bill at all.

Chairman said that inasmuch as the building committee is meeting, let's just hear the bill today and check on some of these things and take it up again in the future, rather than do anything that might be in conflict with the building committee.

Section 4, Adjutant General. Requests \$177,969 relative to individual assistance grants for displaced persons and state matching for public property assistance grants.

Sec. 5 - State Penitentiary. This section proposes to strike two provisos. One relates to replacing the locking system in B cellhouse. This appropriation has already been approved but is subject to Finance Council approval. They cannot take this up because of Legislature being in session. Request striking this proviso so bidding procedures can be started.

Second item has to do with authorization to construct medium-custody and support facilities, including remodeling of inside service building. DOC is proposing, with approval of building committee, to proceed with construction of support service building outside the perimeters. Estimated cost is \$5.1 million. Need to strike the proviso requiring approval of Finance Council.

Chairman suggested that committee check with building funds committee to find out if this is in their list of priorities.

Sec. 6 - Department of H & E. Increases expenditure limitation from \$100,000 to \$207,709.

Sec. 7 - Mental Health & Retardation Services. Requests that the proviso dealing with Beloit Youth Center telephone system be stricken.

Representative Rolfs said the proviso was put in because telecommunications did not get around to installing the telephone system at Atchison. He also said that until such time that CCT reviews this, that we probably should defer action.

Sec. 8 - Larned State Hospital. This is a new appropriation of \$65,000 to construct a security fence around the Jung building. Staff indicated that this was merely an oversight.

There was considerable discussion about moving inmates into this building before construction of the fence. Dr. Bob Harder explained that this is a continuation of the renovation program that was begun last year and that the movement involves those individuals who are presently in Dillon. It is not the movement of people from Corrections. It involves people already at Larned who have been evaluated and deemed ready to move on. He also said that any individuals who are considered a security risk would not be transferred to the Jung building.

Sec. 9 - State Historical Society - requests \$328,600 to repair and restore the cornice on the historical society building. This has been approved by building construction committee.

Chairman asked Representative Chronister to check with the building committee on Section 3-Wichita State, to see if what they propose is in accordance with what they are doing.

Chairman Bunten is to check on Section 4-Adjutant General, to see whether we need to make an appropriation or take it out of the Governor's emergency fund.

CONTINUATION SHEET

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Representative Chronister is to also check on Section 5, State Penitentiary. Representative Rolfs is to check with Representative Aylward on the Beloit question.

Representative Heinemann is to check on Section 8, Larned, to see if this portion should be taken out and run as a separate bill.

HB 2032 -- an act concerning the state librarian; relating to the powers and duties thereof; amending K.S.A. 75-2537 and repealing the existing section.

Duane Johnson, State Librarian, explained the bill. It authorizes the state librarian to employ part time, unclassified students in the Library extension service for the blind and handicapped. It has a positive fiscal impact in that spending would be reduced by \$1,450.

Representative Heinemann just visited with Representative Roenbaugh relative to the security fence at Larned and suggested we should pull that portion from the bill and draft as a separate bill with the recommendation that it be passed and referred directly to the committee of the whole. Representative Turnquist seconded. The motion carried.

Representative Heinemann corrected his motion to add language that would exempt the bidding process on construction of the security fence.

Representative Hamm said he questions the advisability of letting it out without bid and suggesting we find out from the building committee what their thoughts are on the rest of the project.

Representative Chronister said she thought the building committee would not be a problem, but would probably be a week away from the CCT report.

Representative Mainey said he has a problem with CCT being involved, because the money has already been appropriated and hearings have been held.

Chairman Bunten said he has concerns of doing away with the bidding. There was discussion on the length of the bidding process and it was determined that it would probably take at least a week.

Chairman asked for a vote on Representative Heinemann's motion. The motion carried.

Representative Lowther moved that HB 2032 be recommended favorably for passage. Seconded by Representative Chronister. The motion carried.

Chairman asked for a motion on the minutes for January 28, 29, 30 and 31. Representative Chronister moved the be approved as written. Seconded by Representative Teagarden. The motion carried.

The meeting adjourned at 3:05 p.m. The next meeting is scheduled for Tuesday, February 5, 1:30 p.m.

Date 2-4-85

Name	Address	Representing
Susan Rombauer		
Dennis Williams	Topeka	Div. of Budget
James Blackwell	Topeka	Telecommunications
Wayne Morris	"	Security, Budget
WALTER DARLING	TOPEKA	DIVISION OF BUDGET
PAT SCOFFER	TOPEKA	DIVISION OF BUDGET
JOSEPH W. SNELL	120 W. 10 th TOPEKA	STATE HISTORICAL SOCIETY
NORM WILSON	6143 SW Smith	DO. AGGR. SEC.
Ruth Skopec	Topeka	ST. HISTORICAL Soc.
DORNE F. JOHNSON	Topeka	STATE LIBRARY
Michael A. Barbara	"	Dept of Corrections
WARREN CORMAN	TOPEKA	BD. OF REGENTS
GARY L. SNAVELY	Topeka	W.M.
Ric Sisco		DOB
MR RALPH TICE	TOPEKA	TAG
MAHLON G. WEEED	TOPEKA	Adj. Gen. Just
Jan D. Cole	Topeka	Adj. Gen. Dept
Glenn Welch	"	Dept. of Admin
W. Pat Russell	"	DOH.
Robert Eads	"	Dept. Health & Environment
B. J. Sabok	"	K. D. H. E.
J. Scholten	"	Budget
Kelly Hamann	Mayetta	"
Sherry Brown	Topeka	Dept. of Admin
GARY STOTTS	TOPEKA	BUDGET
Kathy Boush	Topeka	Special - personal
D. B. Dill	Topeka	Budget
Mark Bennett	Topeka 2/4/85	USA

REPORTS OF STANDING COMMITTEES

Your committee on Ways and Means

Recommends that HB 2032

"AN Act concerning the state librarian; relating to the powers and duties thereof; amending K.S.A. 75-2537 and repealing the existing section.

be passed.

Ally Acosta Chairman.

REPORTS OF STANDING COMMITTEES

MR. SPEAKER:

Your Committee on Ways and Means

Recommends that House Bill No. 2131

"AN ACT authorizing the secretary of administration to enter into certificate of participation financing arrangements."

Be amended:

On page 1, in line 23, by striking "to be"; also in line 23, by striking "by" and inserting in lieu thereof "for"; also in line 23, following the period, by inserting the following material to read as follows: "At least 20 days prior to entering into any certificate of participation financing arrangements under this section, the secretary of administration shall give written notice of the proposed arrangements, including a description of the property and fixtures involved, to each of the legislative members of the state finance council.";

And the bill be passed as amended.

Chairperson