

MINUTES OF THE House COMMITTEE ON Ways and Means

The meeting was called to order by Bill Bunten at  
Chairperson

1:30 ~~am~~/p.m. on Wednesday, February 13, 1985 in room 514-S of the Capitol.

All members were present except: Representatives Rolfs, Fuller & Duncan (all 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:  
(Attachment I)

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

Subcommittee reports on fee agency budgets were submitted for consideration.

BOARD OF PHARMACY (Attachment II)

Representative Moomaw presented the subcommittee report which concurs with Governor's recommendation, with two adjustments. After brief discussion, Representative Heinemann moved that the report be adopted. Representative Teagarden seconded and the motion carried.

BOARD OF EXAMINDERS FOR HEARING AIDS (Attachment III)

Representative Moomaw presented the reports. For FY 86, subcommittee made three adjustments; deletion of \$532 for intermittent clerical help, deletion of \$400 for attorney services, and deletion of \$600 for typewriter purchase. Representative Heinemann moved that both reports be adopted. Seconded by Representative Turnquist and the motion carried.

BOARD OF ABSTRACTERS (Attachment IV)

Representative Dean presented the report. Subcommittee concurred with Governor's recommendation on both FY 85 and FY 86. Representative Wisdom moved the report be adopted and Representative Solbach seconded. Motion carried.

BOARD OF ACCOUNTING (Attachment V)

Representative Lowther presented the report. Subcommittee concurred with FY 85 recommendations. Subcommittee made several adjustments for FY 86. Representative Lowther moved that the report be adopted and it was seconded by Representative Hoy. Motion carried.

BOARD OF BARBER EXAMINERS (Attachment VI)

Representative Dyck presented the report. Subcommittee concurred with Governor's recommendation with a slight adjustment. Representative Dyck moved the report be adopted. Seconded by Representative Chronister and the motion carried.

BOARD OF COSMETOLOGY (Attachment VII) (FY 85)

Representative Guldner presented the report. Subcommittee concurs with the Governor's recommendations with slight adjustment of \$5,685 to cover pay for accumulated sick leave and vacation pay of retiring employees. Representative Guldner moved the report be adopted and it was seconded by Representative Dyck seconded. The motion carried.

BOARD OF COSMETOLOGY (Attachment VIII) (FY 86)

Representative Guldner presented the report. Subcommittee's recommendation includes deletion of \$6,221 in salary costs and deletion of \$1,176 in rents. Representative Guldner moved the report be adopted and Representative Dyck seconded. The motion carried.

Chairman Bunten appointed a subcommittee (Representatives Wisdom, Ott and Shriver) to study HB ~~2007~~ and report back to full committee next week.

Representative Helgerson presented a draft <sup>2062</sup> (Attachment IX) concerning the board of accountancy and moved it be introduced and referred back to this committee. Representative Heinemann seconded and the motion carried.

Meeting adjourned  
at 2:30 p.m.

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.

Date 2-13-85

| Name                    | Address            | Representing             |
|-------------------------|--------------------|--------------------------|
| Joyce Grant             | Salina, Ks         | Asn. Fr. Retarded Child. |
| Liberta Schwartz        | Salina, Ks         | ARC                      |
| Ernest Han-Licik        | Salina, Ks         | ARC                      |
| Terry Carney            | Salina, Ks         | ARC                      |
| Carla Nakata            | Lawrence Ks        | SRS                      |
| Richard R. Vasquez      | Topeka Ks          | Dept of Revenue          |
| Everett L. Willoughby   | TOPEKA             | Board of Pharmacy        |
| Paul R. West            | " "                | Leg. Research Dept       |
| Mary Mosman             | " "                | Reg 117                  |
| Dorothy Melrose         | Johnson County, Ks | ARC                      |
| Winnie Pondergrat       | Johnson County, Ks | ARC                      |
| Laurie Thomczyk         | Johnson County, Ks | ARC                      |
| <del>John B. Hill</del> | " " "              | ARC                      |
| Ronnie King             | Hays, Ks           | ARC                      |
| Roger A. Haicher        | Hays, Ks           | ARC-CP                   |
| Lynelle King            | Topeka             | Ks State Nurses Assn     |

SUBCOMMITTEE REPORT

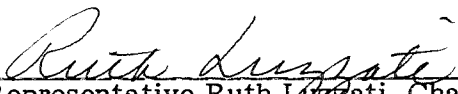
Agency: Board of Pharmacy Bill No. 2036 Bill Sec. 16  
 Analyst: West Analysis Pg. No. 48 Budget Pg. No. 1-207

| <u>Expenditure Summary</u> | <u>Agency<br/>Req. FY 86</u> | <u>Governor's<br/>Rec. FY 86</u> | <u>Subcommittee<br/>Adjustments</u> |
|----------------------------|------------------------------|----------------------------------|-------------------------------------|
| State Operations:          |                              |                                  |                                     |
| All Funds                  | \$ 254,413                   | \$ 243,475                       | \$ (691)                            |
| F.T.E. Positions           | 6.0                          | 6.0                              |                                     |


House Subcommittee Recommendations

FY 1986. The Subcommittee concurs with the Governor's recommendation, with the following adjustments:

1. Add \$881 for travel and subsistence to allow one member of the Board of Pharmacy to accompany the Executive Secretary to the National Association of Boards of Pharmacy meeting.
2. Delete \$1,572 associated with the reclassification of the Clerk-Typist I position. The Subcommittee is concerned with the possible effect of the Governor's proposed secretarial plan in conjunction with reclassifications.

  
 Representative Ruth Luzzati, Chairperson

  
 Representative Max Moomaw

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**SUBCOMMITTEE REPORT**

Agency: Board of Examiners for Hearing Aids      Bill No. 2036      Bill Sec. 12

Analyst: Rampey      Analysis Pg. No. 38      Budget Pg. No. 1-201

| <u>Expenditure Summary</u> | <u>Agency<br/>Req. FY 86</u> | <u>Governor's<br/>Rec. FY 86</u> | <u>Subcommittee<br/>Adjustments</u> |
|----------------------------|------------------------------|----------------------------------|-------------------------------------|
| State Operations:          |                              |                                  |                                     |
| All Funds                  | \$ 10,202                    | \$ 9,751                         | \$ (1,532)                          |
| State General Fund         | —                            | —                                | —                                   |
| F.T.E. Positions           | —                            | —                                | —                                   |

House Subcommittee Recommendation

FY 1985. The Subcommittee concurs with the estimate of \$6,465 and believes it will be possible to purchase a typewriter during the current fiscal year instead of in FY 1986, as requested by the Board and recommended by the Governor. The Subcommittee notes that expenditures through the end of January total \$3,025, leaving an encumbered balance of \$3,440 for the five months remaining this fiscal year.

FY 1986. The Subcommittee makes the following adjustments to the Governor's recommendation:

1. Delete \$532 for intermittent clerical help for the Board. The effect of the Subcommittee's adjustment is to recommend \$1,500 for intermittent clerical help instead of \$2,032 as recommended by the Governor. The amount recommended by the Subcommittee would permit the Board to employ an intermittent person for between four and five hours per week. The Subcommittee encourages the Board to find intermittent help at a lower hourly wage than it is presently paying. The current intermittent employee is contracted for through Manpower Incorporated at a rate of \$6.56 per hour and usually works one afternoon per week.
2. Delete \$400 for contractual services for an attorney. The effect of the Subcommittee's adjustment is to recommend \$200 for legal services.
3. Delete \$600 for the purchase of a typewriter. The expenditure will not be necessary in FY 1986 because the Subcommittee recommends that the typewriter be purchased during the current fiscal year.

Based upon the Subcommittee's recommendation, the balance in the Board of Examiner's fee fund will be \$25,669 at the end of FY 1985 and \$21,300 at the end of FY 1986. The status of the fee fund is shown below:

| <u>Resource Estimate</u> | <u>Actual<br/>FY 1984</u> | <u>Estimated<br/>FY 1985</u> | <u>Estimated<br/>FY 1986</u> |
|--------------------------|---------------------------|------------------------------|------------------------------|
| Beginning Balance        | \$ 30,158                 | \$ 30,904                    | \$ 25,669                    |
| Net Receipts             | 6,200*                    | 1,230*                       | 3,850                        |
| Total Funds Available    | \$ 36,358                 | \$ 32,134                    | \$ 29,519                    |
| Less: Expenditures       | 5,454                     | 6,465                        | 8,219                        |
| Ending Balance           | \$ 30,904                 | \$ 25,669                    | \$ 21,300                    |

\* According to the Board, approximately \$3,075 in receipts for FY 1985 was deposited in the account for FY 1984.

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*Ed C. Rolfs.*

Representative Ed Rolfs

*Max Moomaw*

Representative Max Moomaw

SUBCOMMITTEE REPORT

Agency: Abstracters' Board of Examiners Bill No. 2036 Bill Sec. 2

Analyst: Holt Analysis Pg. No. 13 Budget Pg. No. 1-185

| <u>Expenditure Summary</u> | <u>Agency<br/>Req. FY 86</u> | <u>Governor's<br/>Rec. FY 86</u> | <u>Subcommittee<br/>Adjustments</u> |
|----------------------------|------------------------------|----------------------------------|-------------------------------------|
| State Operations:          |                              |                                  |                                     |
| All Funds                  | \$ 14,151                    | \$ 13,205                        | \$ —                                |
| F.T.E. Positions           | —                            | —                                | —                                   |

House Subcommittee Recommendations

FY 1985. The Subcommittee concurs with the Governor's recommendation.

FY 1986. The Subcommittee concurs with the Governor's recommendation.

  
Representative Bill Wisdom  
Subcommittee Chairman

  
Representative George Dean

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SUBCOMMITTEE REPORT

Agency: Board of Accountancy Bill No. 2036 Bill Sec. 3

Analyst: Timmer Analysis Pg. No. 15 Budget Pg. No. 1-87

| <u>Expenditure Summary</u> | <u>Agency Req. FY 86</u> | <u>Governor's Rec. FY 86</u> | <u>Subcommittee Adjustments</u> |
|----------------------------|--------------------------|------------------------------|---------------------------------|
| State Operations:          |                          |                              |                                 |
| All Funds                  | \$ 157,188               | \$ 151,774                   | \$ (532)                        |
| F.T.E. Positions           | 3.2                      | 2.7                          | —                               |


House Subcommittee Recommendation


FY 1985. The Subcommittee concurs with the Governor's recommendations for the FY 1985 operating budget.

FY 1986. The Subcommittee concurs with the Governor's recommendations for FY 1986 with the following adjustments:

1. Deletion of \$1,032 for maintenance contracts on the microcomputer and printer purchased late in FY 1984.
2. Addition of \$500 for temporary help to aid agency staff with data entry input in FY 1986.
3. The Subcommittee notes that the printing and distribution of the "Register of Persons and Firms Permitted to Practice," which is mailed to all permit holders in the state, is of limited value and represents a significant expense to the Board. The Subcommittee recommends that the Board review the current register and investigate less costly formats for FY 1986.
4. The Subcommittee learned that the American Institute of CPAs increased the fees for a complete CPA exam from \$10.00 to \$12.50 after the agency's submission of the budget in September. The Subcommittee concurs with the Governor's recommendation of \$56,825 for exam costs, an increase of \$11,245 over the agency's original request. The Subcommittee also notes that the Board will have to increase the fees charged for the exams to the statutory maximum in order to cover the additional exam costs. No fee increase is reflected in the following table.

| <u>Resource Estimate</u> | <u>Actual FY 1984</u> | <u>Estimated FY 1985</u> | <u>Estimated FY 1986</u> |
|--------------------------|-----------------------|--------------------------|--------------------------|
| Beginning Balance        | \$ 46,534             | \$ 47,460                | \$ 42,779                |
| Net Receipts             | 133,828               | 134,502                  | 128,489                  |
| Total Funds Available    | \$ 180,362            | \$ 181,962               | \$ 171,268               |
| Less: Expenditures       | 132,902               | 139,183                  | 151,242                  |
| Ending Balance           | \$ 47,460             | \$ 42,779                | \$ 20,026                |

  
 Representative Jim Lowther  
 Subcommittee Chairperson

  
 Representative Duane Goossen  
 Goossen 2/13/85

SUBCOMMITTEE REPORT

Agency: Board of Barber Examiners Bill No. 2036 Bill Sec. 5

Analyst: Rothe Analysis Pg. No. 21 Budget Pg. No. 1-189

| <u>Expenditure Summary</u> | <u>Agency<br/>Req. FY 86</u> | <u>Governor's<br/>Rec. FY 86</u> | <u>Subcommittee<br/>Adjustments</u> |
|----------------------------|------------------------------|----------------------------------|-------------------------------------|
| State Operations:          |                              |                                  |                                     |
| All Funds                  | \$ 73,508                    | \$ 68,397                        | \$ 970                              |
| F.T.E. Positions           | 2.5                          | 2.5                              | —                                   |

Agency Request/Governor's Recommendation

The agency's request for FY 1986 would maintain the same staffing levels approved for the current fiscal year and includes other operating expenditures which are \$456 higher than the amount estimated for FY 1985.

The Governor's recommendation reduces the agency's request by \$5,111 for FY 1986. Areas of reduction include salaries and wages (\$2,831), communications (\$100), printing and advertising (\$250), and travel and subsistence (\$1,930).


House Subcommittee Recommendations

FY 1986. The House Subcommittee concurs with the Governor's recommendations with the following exception:

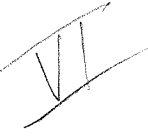
1. Add \$970 for out-of-state travel and subsistence for the Administrative Officer to attend the five-day National Association of Boards of Barber Examiners meeting in Washington, D.C.

The fee fund analysis, based on the House Subcommittee's adjustments, is as follows:

| <u>Resource Estimate</u> | <u>Actual<br/>FY 1984</u> | <u>Estimated<br/>FY 1985</u> | <u>Estimated<br/>FY 1986</u> |
|--------------------------|---------------------------|------------------------------|------------------------------|
| Beginning Balance        | \$ 32,584                 | \$ 41,083                    | \$ 40,342                    |
| Net Receipts             | 70,080                    | 68,658                       | 67,138                       |
| Total Funds Available    | \$ 102,664                | \$ 109,741                   | \$ 107,480                   |
| Less: Expenditures       | 61,581                    | 69,399                       | 69,367                       |
| Ending Balance           | \$ 41,083                 | \$ 40,342                    | \$ 38,113                    |

  
 Representative Harold Dyck, Chairperson

  
 Representative Jesse Harder

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SUBCOMMITTEE REPORT

Agency: Board of Cosmetology Bill No. 2154 Bill Sec. NA

Analyst: Rothe Analysis Pg. No. 29 Budget Pg. No. 1-193

| <u>Expenditure Summary</u> | <u>Agency<br/>Req. FY 85</u> | <u>Governor's<br/>Rec. FY 85</u> | <u>Subcommittee<br/>Adjustments</u> |
|----------------------------|------------------------------|----------------------------------|-------------------------------------|
| All Funds:                 |                              |                                  |                                     |
| State Operations           | \$ 240,774                   | \$ 240,774                       | \$ 5,685                            |
| F.T.E. Positions           | 8.0                          | 8.0                              | —                                   |

House Subcommittee Recommendations

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

1. Add \$5,685 in salary costs. The recommendation provides for the accumulated sick leave and vacation pay of a retiring employee. The Subcommittee recommendation requires an increase of the expenditure limitation of \$5,685 above the current fund limitation of \$240,774.

follows: The fee fund analysis, based on the Subcommittee's adjustments in FY 1985, is as

| <u>Resource Estimate</u> | <u>Actual<br/>FY 1984</u> | <u>Estimated<br/>FY 1985</u> |
|--------------------------|---------------------------|------------------------------|
| Beginning Balance        | \$ 44,936                 | \$ 36,595                    |
| Net Receipts             | 213,486                   | 275,584                      |
| Total Funds Available    | \$ 258,422                | \$ 312,179                   |
| Less: Expenditures       | 221,380                   | 246,459                      |
| Ending Balance           | \$ 37,042                 | \$ 65,720                    |

*Harold Guldner*  
 Representative Harold Guldner, Chairperson

*Jessie Branson*  
 Representative Jessie Branson

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SUBCOMMITTEE REPORT

Agency: Board of Cosmetology Bill No. 2036 Bill Sec. 8  
 Analyst: Rothe Analysis Pg. No. 29 Budget Pg. No. 1-193

| <u>Expenditure Summary</u> | <u>Agency Req. FY 86</u> | <u>Governor's Rec. FY 86</u> | <u>Subcommittee Adjustments</u> |
|----------------------------|--------------------------|------------------------------|---------------------------------|
| All Funds:                 |                          |                              |                                 |
| State Operations           | \$ 260,903               | \$ 248,267                   | \$ (7,397)                      |
| F.T.E. Positions           | 8.0                      | 8.0                          | —                               |

Agency Request/Governor's Recommendation

The agency's request for FY 1986 would maintain the same staffing levels approved for the current fiscal year and includes other operating expenditures at a level of \$14,350 more than the amount estimated for FY 1985.

The Governor's recommendation for FY 1986 reduces the agency's request by \$12,636. The recommendation includes the removal of the 5.5 percent salary adjustment (\$10,035), and reductions in travel and subsistence (\$1,661) and in utilities (\$940).

House Subcommittee Recommendations

FY 1986. The Subcommittee concurs with the Governor's recommendations except for the following:

1. Delete \$6,221 in salary costs due to turnover.
2. Delete \$1,176 in rents. The agency, which subleases space to the Board of Barber Examiners, included in its request estimated rent expenditures for space occupied by the Board of Barber Examiners.

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

| <u>Resource Estimate</u> | <u>Actual FY 1984</u> | <u>Estimated FY 1985</u> | <u>Estimated FY 1986</u> |
|--------------------------|-----------------------|--------------------------|--------------------------|
| Beginning Balance        | \$ 44,936             | \$ 36,595                | \$ 65,720                |
| Net Receipts             | 213,486               | 275,584                  | 286,304                  |
| Total Funds Available    | \$ 258,422            | \$ 312,179               | \$ 352,024               |
| Less: Expenditures       | 221,380               | 246,459                  | 240,870                  |
| Ending Balance           | \$ 37,042             | \$ 65,720                | \$ 111,154               |

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VIII

*Harold Guldner*

Representative Harold Guldner, Chairperson

*Jessie Branson*

Representative Jessie Branson

DRAFT BILL NO. \_\_\_\_\_

For Consideration by Committee on Ways and Means

AN ACT concerning the board of accountancy; relating to qualifications for admission to certified public accountant examination; amending K.S.A. 1-302a and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 1-302a is hereby amended to read as follows: 1-302a. (a) An applicant for admission to the examination required in K.S.A. 1-302, and amendments thereto, must submit evidence satisfactory to the board of accountancy of at least one of the following:

(1) A baccalaureate, master's or higher academic degree from a college or university recognized by the board, or coursework consisting of at least 124 semester hours which is the equivalent of a baccalaureate degree as attested to by a college or university recognized by the board and, in either case, with a concentration in accounting; or

(2) A baccalaureate, master's or higher academic degree from a college or university recognized by the board, without regard to course of study completed, and evidence that the applicant has completed two years of practical public accounting experience.

(b) The board of accountancy may define by rules and regulations the term "concentration in accounting," as the same is to be applied each place such term occurs in K.S.A. 1-302a and 1-302b, and amendments thereto.

(c) The board, by rule and regulation, may provide for admittance to an examination of persons who will be graduated from a college or university, or can provide evidence of completion of equivalent coursework from a college or university and who are otherwise qualified, all as provided in this section,

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within 90 days after the examination to which admitted, but no report on the examination of any such person shall be made unless such person shall be so graduated or has completed equivalent coursework as attested to by a college or university as provided in this section.

Sec. 2. K.S.A. 1-302a is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.