

Approved 2-16-89  
Date

MINUTES OF THE House COMMITTEE ON Appropriations

The meeting was called to order by Bill Buntten at  
Chairperson

1:30 ~~am~~/p.m. on February 7, 1989 in room 514-S of the Capitol.

All members were present except: Representative Vancrum (excused)

Committee staff present: Debra Duncan, Legislative Research  
Scott Rothe, Legislative Research  
Laura Howard, Paul West, Kathy Porter, Legislative Research  
Jim Wilson, Revisor of Statutes  
Sharon Schwartz, Administrative Aide  
Sue Krische, Committee Secretary

Conferees appearing before the committee:

Representative Debara Schauf  
Dwayne Green, Belle Plaine, Kansas  
Representative Lawrence Wilbert  
Others attending: see attached list.

Chairman Buntten announced the Governor's office has requested introduction of a bill establishing the nursing student scholarship program (Attachment 1). Representative Chronister moved introduction of the bill. Representative Teagarden seconded. Motion carried.

Chairman Buntten announced that Representative Helgerson will replace Representative Shriver on the subcommittee for HB 2016. Representatives Lowther (chairman) and Goossen are the other members.

HB 2030 - Appropriations for FY90, occupational and health professions licensing agencies and financial regulatory agencies.

**STATE BOARD OF VETERINARY EXAMINERS**

Representative Artie Lucas presented the subcommittee reports for FY89 and FY90 in which the subcommittee concurs with the Governor's recommendations with the addition of 1 FTE position for an executive secretary (Attachment 2). Representative Hamm moved adoption of the subcommittee report. Representative Teagarden seconded. Motion carried.

**SAVINGS AND LOAN DEPARTMENT**

Representative Lucas noted that the subcommittee concurs with the Governor's recommendations for FY89 and FY90 (Attachment 3). Representative Chronister moved adoption of the subcommittee reports for FY89 and FY90. Representative Heinemann seconded. Motion carried.

**BOARD OF MORTUARY ARTS**

Representative Robert Krehbiel presented the subcommittee report (Attachment 4). The subcommittee concurs with the Governor's recommendations for FY89 and FY90 with adjustments for computer equipment as noted in the reports. Representative Hensley moved that the subcommittee reports for FY89 and FY90 be adopted. Representative Heinemann seconded. Motion carried.

**BOARD OF ACCOUNTANCY**

Representative Barbara Allen presented the subcommittee report (Attachment 5). The subcommittee concurs with the Governor's recommendations for FY89 and FY90 with adjustments in FY90. The Committee asked that the estimated receipts for the agency be adjusted to reflect the additional CPA examinations the Board anticipates administering. Representative Wisdom moved adoption of the subcommittee reports for FY89 and FY90. Representative Chronister seconded. Motion carried.

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Appropriations,  
room 514-S Statehouse, at 1:30 ~~am~~ p.m. on February 7, 1989

**SECURITIES COMMISSION**

Representative Eloise Lynch presented the subcommittee report (Attachment 6). The subcommittee concurs with the Governor's recommendations for FY89 and FY90 with an adjustment for the purchase of a five-year maintenance contract for the minicomputer system. Representative Gatlin moved adoption of the subcommittee report. Representative Heinemann seconded. Motion carried.

**KANSAS DENTAL BOARD**

Representative Eloise Lynch presented the subcommittee report (Attachment 7). The subcommittee concurs with the Governor's recommendations for FY89 and FY90. Representative Lowther moved adoption of the subcommittee reports. Representative Wisdom seconded. Motion carried.

HB 2088 - Highway Patrol conveying building to city of Belle Plaine.

Representative Debara Schauf explained that HB 2088 provides that the old Port of Entry building located near South Haven on the Kansas Turnpike be donated to the city of Belle Plaine to be used by the recreation organization as a concession stand (Attachment 8).

Dwayne E. Green, Belle Plaine, appeared in support of HB 2088 and provided written testimony (Attachment 9). He noted the Port of Entry building the city is requesting has not been used since 1986 and the city will incur the expense of moving the building to the ballpark in Belle Plaine.

HB 2117 - Investing agent for Pittsburg State University endowments and bequests.

Representative Lawrence Wilbert explained that HB 2117 amends the statutes to reflect the official name of the endowment association at Pittsburg State University, the "Pittsburg State University Foundation" (Attachment 10). Jim Wilson, Revisor of Statutes, presented a technical amendment to HB 2117 which makes the name change in the definition section for the statute regarding improvements and repairs to endowment association buildings (Attachment 11). Representative Teagarden moved adoption of the amendment. Representative Wisdom seconded. Motion carried. Representative Brady moved that HB 2117 be recommended favorably for passage as amended. Representative Teagarden seconded. Motion carried.

Representative Pottorff made a motion that HB 2088 be recommended favorably for passage. Representative Goossen seconded. Motion carried.

Representative Hamm moved that the minutes of January 24, 25, and 26 be approved as written. Representative Turnquist seconded. Motion carried.

The meeting was adjourned at 2:30 p.m. The next meeting will be Thursday, February 9, at 1:30 p.m.



*Shaw - 2/3*  
*Schwartz* 9 RS 0611

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

By

AN ACT establishing the nursing student scholarship program; authorizing the awarding of scholarships and establishing eligibility, terms, conditions and requirements therefor; providing for administration of the act; establishing the nursing student scholarship program fund; establishing the nursing scholarship review committee and providing the duties and functions thereof.

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

Section 1. This act shall be known and may be cited as the nursing student scholarship program.

Sec. 2. As used in this act:

(a) "Committee" means the nursing scholarship review committee established under section 9 and amendments thereto.

(b) "Executive officer" means the executive officer of the state board of regents appointed under K.S.A. 74-3203 and amendments thereto.

(c) "Rural area" means any county in this state which has a population of not more than 10,000 people.

(d) "School of nursing" means a school within the state of Kansas which is approved by the state board of nursing to grant a diploma, associate degree or baccalaureate degree in professional nursing or practical nursing.

(e) "Sponsor" means any adult care home licensed under the adult care home licensure act, any medical care facility licensed under K.S.A. 65-425 et seq. and amendments thereto and any state agency which employs licensed practical nurses or licensed professional nurses.

Sec. 3. (a) There is hereby established the nursing student scholarship program. A scholarship may be awarded under the

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*2-7-89*  
*Attachment 1*

nursing student scholarship program to any qualified nursing student enrolled in or admitted to a school of nursing in a course of instruction leading to licensure as a licensed professional nurse or licensed practical nurse. The number of scholarships awarded under the nursing student scholarship program in any year shall not exceed 250. Of this number, 100 scholarships shall be awarded to nursing students whose sponsors are located in rural areas and who are enrolled in a course of instruction leading to licensure as a registered professional nurse, 50 scholarships shall be awarded for nursing students enrolled in or admitted to a school of nursing operated by a community college or area vocational school in a course of instruction leading to licensure as a licensed practical nurse and the remaining 100 scholarships shall be awarded to any nursing students who have a sponsor and who are enrolled in a course of instruction leading to licensure as a registered professional nurse. The determination of the individuals qualified for such scholarships shall be made by the executive officer after seeking advice from the committee.

(b) Scholarships awarded under the nursing student scholarship program shall be awarded for the length of the course of instruction leading to licensure as a licensed professional nurse or licensure as a licensed practical nurse in which the student is enrolled in or admitted to unless otherwise terminated before such period of time. Such scholarships shall provide to the nursing student receiving the scholarship the payment of tuition, room and board in an amount to not exceed the total of \$3,500 annually. The amount of each scholarship shall be established annually by the executive officer and shall be financed equally by the sponsor of the nursing student and by the state of Kansas.

Sec. 4. (a) An applicant for a scholarship under the nursing student scholarship program shall provide to the executive officer, on forms supplied by the executive officer, the following information:

(1) The name and address of the applicant;

(2) the name and address of the school of nursing which the applicant is enrolled in or to which the applicant has been admitted;

(3) the name and address of the sponsor of the applicant and a verified copy of the agreement entered into by the applicant and the sponsor in accordance with the provisions of this act; and

(4) any additional information which may be required by the executive officer.

(b) As a condition to awarding a scholarship under this act, the executive officer and the applicant for a scholarship shall enter into an agreement which shall require that the scholarship recipient:

(1) Complete the required course of instruction and attain licensure with the Kansas state board of nursing as a licensed professional nurse or a licensed practical nurse;

(2) engage in the full-time practice of nursing in the employment of the sponsor in accordance with the agreement entered into by the scholarship recipient and the sponsor and comply with such other terms and conditions as may be specified by such agreement;

(3) commence the full-time practice of nursing within six months after registration in accordance with the agreement entered into by the scholarship recipient and the sponsor and required under the agreement;

(4) maintain records and make reports to the executive officer as may be required by the executive officer to document the satisfaction of the obligations under this act and under agreements entered into with the sponsor; and

(5) upon failure to satisfy an agreement to engage in the full-time practice of nursing for the required period

(c) Upon the awarding of a scholarship under the nursing student scholarship program, the sponsor shall pay to the executive officer 50% of the amount of such scholarship. Each such amount shall be deposited in the nursing student scholarship program fund in accordance with section 8 and amendments thereto.

Sec. 5. Except as provided in section 6 and amendments thereto, upon the failure of any person to satisfy the obligation under any agreement entered into pursuant to the nursing student scholarship program, such person shall pay to the executive officer an amount equal to 50% of the total amount of money received by such person pursuant to such agreement plus annual interest at a rate of 15% and shall pay to the sponsor an amount equal to 50% of the total amount of money received by such person pursuant to such agreement plus annual interest at a rate of 15%. Installment payments of any such amounts may be made in accordance with the provisions of agreements entered into by the scholarship recipient and the sponsor or if no such provisions exist in such agreements, in accordance with rules and regulations of the executive officer, except that such installment payments shall commence six months after the date of the action or circumstances that cause the failure of the person to satisfy the obligations of such agreements, as determined by the executive officer based upon the circumstances of each individual case. Amounts paid under this section to the executive officer shall be deposited in the nursing student scholarship program fund in accordance with section 8 and amendments thereto.

Sec. 6. (a) Except as otherwise specified in the agreement with the sponsor, an obligation under any agreement entered into under the nursing student scholarship program shall be postponed: (1) During any required period of active military service; (2) during any period of service as a part of volunteers in service to America (VISTA); (3) during any period of service in the peace corps; (4) during any period of service commitment to the United States public health service; (5) during any period of religious

missionary work conducted by an organization exempt from tax under subsection (c) of section 501 of the internal revenue code of 1986 as in effect on January 1, 1989; or (6) during any period of temporary medical disability during which the person obligated is unable because of such medical disability to practice professional nursing. Except for clause (6) of this subsection (a), an obligation under any agreement entered into under the nursing student scholarship program shall not be postponed more than five years from the time the obligation was to have been commenced under any such agreement. An obligation under any agreement under the nursing student scholarship program shall be postponed under clause (6) of this subsection (a) during the period of time the medical disability exists.

(b) An obligation under any agreement under the nursing student scholarship program shall be satisfied: (1) If the obligation in accordance with an agreement under the nursing student scholarship program has been completed; (2) if the person obligated dies; (3) if, because of permanent physical disability, the person obligated is unable to satisfy the obligation; (4) if the person obligated fails to satisfy the requirements for graduation from the school of nursing after making the best effort possible to do so; or (5) if the person obligated fails to satisfy all requirements for a permanent license to practice nursing in Kansas or has been denied a license after applying for a license and making the best effort possible to obtain such license.

Sec. 7. The executive officer, after consultation with the committee, may adopt rules and regulations establishing minimum terms, conditions and obligations which shall be incorporated into the provisions of any agreement entered into between a sponsor and the recipient of a scholarship under the nursing student scholarship program. The terms, conditions and obligations shall be consistent with the provisions of law relating to the nursing student scholarship program. The terms, conditions and obligations so established shall include, but not



be limited to, the terms of eligibility for financial assistance under the nursing student scholarship program, the amount of financial assistance to be offered, the length of employment with the sponsor required as a condition to the receipt of such financial assistance, the circumstances under which such employment obligation may be discharged or forgiven, the amount of money required to be repaid because of failure to satisfy the obligations under an agreement and the method of repayment and such other additional provisions as may be necessary to carry out the provisions of the nursing student scholarship program. The executive officer may adopt such other rules and regulations, after consultation with the committee, as may be necessary to administer the nursing student scholarship program.

Sec. 8. There is hereby created in the state treasury the nursing student scholarship program fund. The executive officer shall remit all moneys received under the nursing student scholarship program to the state treasurer at least monthly. Upon receipt of each such remittance the state treasurer shall deposit the entire amount thereof in the state treasury, and such amount shall be credited to the nursing student scholarship program fund. All expenditures from the nursing student scholarship program fund shall be for scholarships awarded under the nursing student scholarship program and shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the executive officer or by a person designated by the executive officer.

Sec. 9. (a) There is hereby created the nursing scholarship review committee which shall consist of the executive vice-chancellor of the university of Kansas medical center and the following members appointed by the governor: One member representing the Kansas hospital association; one member representing the Kansas association of homes for the aging; one member representing the Kansas state nurses association; and the chief executive officer of a college or university under the

jurisdiction and control of the state board of regents which college or university has a school of nursing.

(b) The members of the nursing scholarship review committee appointed by the governor shall be appointed for three-year terms and until their successors are appointed and qualified. Upon the vacancy of a position on the committee appointed by the governor, the governor shall appoint a person of like qualifications to fill such position. If a vacancy occurs prior to the expiration of a term, the governor shall appoint a person of like qualifications to fill such position for the unexpired term.

(c) The nursing scholarship review committee shall elect annually from among its members a chairperson. The committee shall meet on the call of the chairperson or upon the request of a majority of the members of the committee. A majority of the members of the committee shall constitute a quorum.

(d) The nursing scholarship review committee shall provide oversight of the nursing student scholarship program and shall be advisory to the executive officer in the administration of such program. The committee shall exercise such other powers and duties as may be specified by law.

(e) The executive officer and other office staff of the state board of regents shall provide staff assistance to the nursing scholarship review committee.

(f) The members of the nursing scholarship review committee who are not state officers or employees and who are attending meetings of such committee, or attending a subcommittee meeting thereof authorized by such committee, shall be paid amounts provided in subsection (e) of K.S.A. 75-3223 and amendments thereto. Amounts paid under this subsection (f) shall be from appropriations to the state board of regents upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the executive officer or a person designated by the executive officer.

Sec. 10. This act shall take effect and be in force from and after its publication in the statute book.

**SUBCOMMITTEE REPORT**

Agency: State Board of  
Veterinary Examiners  
Analyst: Howard

Bill No. 2063  
Analysis Pg. No. 56

Bill Sec. New  
Budget Pg. No. 610

<u>Expenditure Summary</u>	<u>Agency Req. FY 89</u>	<u>Governor's Rec. FY 89</u>	<u>Subcommittee Adjustments</u>
State Operations:			
Special Revenue Fund	\$ 73,103	\$ 69,240	\$ 3,063
FTE Positions	1.8	0.8	1.0

Agency Estimate/Governor's Recommendation

**FY 1989.** The Board estimates FY 1989 expenditures of \$73,103, a reduction of \$3,641 from the amount approved by the 1988 Legislature. The request includes funding for 1.8 FTE positions, an increase of 1.0 FTE from the number approved by the 1988 Legislature. The 1988 Legislature authorized \$21,502 to contract for an executive director. The agency request would provide for the hiring of a 1.0 FTE executive secretary, rather than contracting for such services. The Governor recommends expenditures of \$69,240 in FY 1989, a reduction of \$3,863 from the agency request. The Governor's recommendation shifts funding from salaries to professional services for this position. The recommendation includes reductions in salaries (\$18,763), communications (\$500), and travel (\$350), and an increase in professional services (\$15,750).

House Subcommittee Recommendations

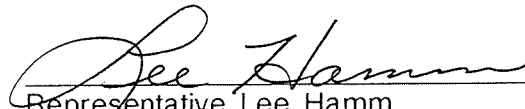
**FY 1989.** The House Subcommittee concurs with the recommendations of the Governor with the following exceptions:

1. Add \$3,063 and 1.0 FTE position for the executive secretary. The subcommittee concurs with the agency's request to hire a full-time executive secretary. The subcommittee recommendation would shift \$15,750 in contractual services to salaries for this position. The recommendation provides nine-months funding in the current year.

The status of the fee fund, based on the House Subcommittee's recommendations, is shown below:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>
Beginning Balance	\$ 116,774	\$ 128,910
Net Receipts	<u>62,240</u>	<u>72,800</u>
Total Available Funds	\$ 179,014	\$ 201,710
Less: Expenditures	<u>50,104</u>	<u>72,303</u>
Ending Balance	<u>\$ 128,910</u>	<u>\$ 129,407</u>

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*2-7-89*  
*Attachment 2*

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Representative Lee Hamm  
Subcommittee Chairperson

A handwritten signature in cursive script, appearing to read "Artie Lucas", written over a horizontal line.

Representative Artie Lucas

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## SUBCOMMITTEE REPORT

Agency: State Board of Veterinary Examiners      Bill No. 2030      Bill Sec. 21  
 Analyst: Howard      Analysis Pg. No. 56      Budget Pg. No. 610

<u>Expenditure Summary</u>	<u>Agency Req. FY 90</u>	<u>Governor's Rec. FY 90</u>	<u>Subcommittee Adjustments</u>
State Operations:			
Special Revenue Fund	\$ 75,149	\$ 67,978	\$ 8,192
FTE Positions	1.0	0.8	1.0

### Agency Estimate/Governor's Recommendation

**FY 1990.** The agency requests expenditures of \$75,149 in FY 1990, an increase of \$2,046 from the current year estimate. The request would fund 1.0 FTE position, a reduction of 0.8 FTE from the current year revised request. The agency request includes funding for a full-time unclassified executive secretary, and deletes funding for the board secretary and clerical positions. The Governor recommends expenditures of \$67,978 in FY 1990, a reduction of \$7,171 from the agency request. The Governor's recommendation includes \$21,000 to contract for an executive director. The request would fund no positions and deletes funding for the current board secretary and clerical positions. The recommendation includes reductions in salaries (\$25,471), rents (\$2,400), and travel (\$300), and an increase in professional services (\$21,000).

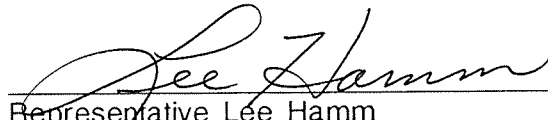
### House Subcommittee Recommendations

**FY 1990.** The House Subcommittee concurs with the recommendations of the Governor with the following exceptions:

1. Add \$5,792 and 1.0 FTE position for the executive secretary. The Subcommittee recommends that \$21,000 budgeted in contractual services be shifted to salaries for total funding of \$26,792 for the executive secretary position.
2. Add \$2,400 to rents for office rental for the executive secretary.
3. The Subcommittee notes that the agency's ending balances have been increasing and recommends that the Board review its fee structure to determine if application and examination fees should be reduced. The Subcommittee would note that a proposal for a peer assistance program may be addressed by the 1989 Legislature and that funding of such a program would reduce the agency's ending balances.

The status of the fee fund, based on the House Subcommittee's recommendations, is shown below:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 116,774	\$ 128,910	\$ 129,407
Net Receipts	<u>62,240</u>	<u>72,800</u>	<u>72,800</u>
Total Available Funds	\$ 179,014	\$ 201,710	\$ 202,207
Less: Expenditures	<u>50,104</u>	<u>72,303</u>	<u>76,170</u>
Ending Balance	<u>\$ 128,910</u>	<u>\$ 129,407</u>	<u>\$ 126,037</u>

  
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Representative Lee Hamm  
Subcommittee Chairperson

  
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Representative Artie Lucas

**SUBCOMMITTEE REPORT**

Agency: Savings and Loan  
Department

Bill No. 2063

Bill Sec. 8

Analyst: Duncan

Analysis Pg. No. 47

Budget Pg. No. 526

<u>Expenditure Summary</u>	<u>Agency Req. FY 89</u>	<u>Governor's Rec. FY 89</u>	<u>Subcommittee Adjustments</u>
State Operations:			
Special Revenue Fund	\$ 208,036	\$ 209,407	\$ --
Percentage Change:	9.0%	10.6%	
FTE Positions	5.5	5.5	

Agency Estimate/Governor's Recommendation

The Savings and Loan Department's FY 1989 budget estimate is \$208,036, the amount approved by the 1988 Legislature.

The Governor recommends \$209,407 for FY 1989, an increase of \$1,371 over the agency request. The recommendation includes a \$2,521 increase in salaries and wages and a \$1,150 decrease in contractual services.

House Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation for FY 1989.

The fee fund analysis, based on the recommendation of the House Subcommittee is as follows:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 172,615	\$ 141,488	\$ 133,681
Net Receipts	<u>158,195</u>	<u>201,600</u>	<u>221,800</u>
Total Funds Available	\$ 330,810	\$ 343,088	\$ 355,481
Less: Expenditures	<u>189,322</u>	<u>209,407</u>	<u>229,974</u>
Ending Balance	<u>\$ 141,488</u>	<u>\$ 133,681</u>	<u>\$ 125,507</u>

*Wanda Fuller*

\_\_\_\_\_  
Representative Wanda Fuller

*Artie Lucas*

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Representative Artie Lucas

SUBCOMMITTEE REPORT

Agency: Savings and Loan  
Department  
Analyst: Duncan

Bill No. 2030  
Analysis Pg. No. 47

Bill Sec. 18  
Budget Pg. No. 526

<u>Expenditure Summary</u>	<u>Agency Req. FY 90</u>	<u>Governor's Rec. FY 90</u>	<u>Subcommittee Adjustments</u>
State Operations:			
Special Revenue Fund	\$ 234,712	\$ 229,974	\$ --
Percentage Change:	12.8%	9.8%	--
FTE Positions	5.5	5.5	--

Agency Estimate/Governor's Recommendation

The agency request for FY 1990 totals \$234,712, an increase of \$26,676 over current year estimated expenditures. The request would maintain the present level of staffing at 5.5 FTE positions. The request includes \$33,200 for travel and subsistence, an increase of \$15,700 from the FY 1989 estimate.

The Governor recommends \$229,974 in expenditures for FY 1990, a reduction of \$4,738 from the agency's request. The recommendation includes an increase to salaries (\$11,737), a reduction in travel (\$15,175), a reduction in communications (\$50), a reduction in freight (\$400), a reduction in servicing (\$500), and a reduction in printing and advertising (\$350).

House Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor and makes the following observation:

1. The Subcommittee acknowledges the agency's concerns regarding the \$15,175 reduction in travel from the agency's FY 1990 request. The Subcommittee notes that agency examinations are closely tied to federal savings and loan examinations. Furthermore, because transactions frequently occur between in-state savings and loans and federally chartered savings and loans which are located out of state, a significant amount of out of state travel may be required. Recognizing this need, the Subcommittee recommends that the Legislature reevaluate this object code during the next fiscal year.

The fee fund analysis, based on the recommendations of the House Subcommittee, is as follows:



<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 172,615	\$ 141,488	\$ 133,681
Net Receipts	<u>158,195</u>	<u>201,600</u>	<u>221,800</u>
Total Funds Available	\$ 330,810	\$ 343,088	\$ 355,481
Less: Expenditures	<u>189,322</u>	<u>209,407</u>	<u>229,974</u>
Ending Balance	<u>\$ 141,488</u>	<u>\$ 133,681</u>	<u>\$ 125,507</u>

*Wanda Fuller*

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Representative Wanda Fuller  
Subcommittee Chairperson

*Artie Lucas*

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Representative Artie Lucas

SUBCOMMITTEE REPORT

Agency: Board of Mortuary Arts      Bill No. 2063      Bill Sec. 5  
 Analyst: Porter      Analysis Pg. No. 32      Budget Pg. No. 442

<u>Expenditure Summary</u>	<u>Agency Req. FY 89</u>	<u>Governor's Rec. FY 89</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 120,304	\$ 121,376	\$ 1,374
State General Fund	--	--	--
FTE Positions	3.0	3.0	--

Agency Estimate/Governor's Recommendation

The Board of Mortuary Arts estimates expenditures for FY 1989 to be \$120,304, the amount approved by the 1988 Legislature.

The Governor recommends an FY 1989 expenditure limitation of \$121,376, an increase of \$1,072 over the FY 1989 Board estimate. The recommendation includes an additional \$1,241 for employee health insurance offset by a reduction of \$169 in unclassified wages.

House Subcommittee Recommendation

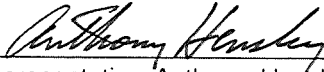
**FY 1989.** The House Subcommittee concurs with the Governor's FY 1989 recommended expenditure limitation of \$121,376, with the following adjustments:

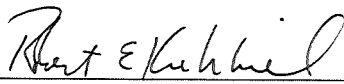
1. Add \$136 for rents for the cost of the copier service contract. This would correct the Board's inadvertent omission of that amount from its request.
2. Add \$234 for a 5 1/4 inch disk drive for the Board's Apple computer system. The Board requested and the Governor has recommended \$202 for the disk drive in FY 1990, but the Board states that it requires the disk drive in the current year to utilize a major computer program.
3. Add \$1,004 for a hard disk drive for the Apple computer system. The hard disk drive would allow the Board to expand computer programs currently used.

The fee fund analysis below reflects the House Subcommittee adjustments to expenditures in FY 1989:

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 Attachment 4

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 32,880	\$ 38,695	\$ 43,180
Net Receipts	<u>110,332</u>	<u>127,235</u>	<u>123,846</u>
Total Funds Available	\$ 143,212	\$ 165,930	\$ 167,026
Less: Expenditures	<u>104,517</u>	<u>122,750</u>	<u>129,318</u>
Ending Balance	<u>\$ 38,695</u>	<u>\$ 43,180</u>	<u>\$ 37,708</u>

  
\_\_\_\_\_  
Representative Anthony Hersley  
Subcommittee Chairman

  
\_\_\_\_\_  
Representative Robert E. Krehbiel

## SUBCOMMITTEE REPORT

Agency: Board of Mortuary Arts      Bill No. 2030      Bill Sec. 11  
 Analyst: Porter      Analysis Pg. No. 32      Budget Pg. No. 442

Expenditure Summary	Agency Req. FY 90	Governor's Rec. FY 90	Subcommittee Adjustments
State Operations:			
All Funds	\$ 131,403	\$ 129,520	\$ (202)
State General Fund	--	--	--
FTE Positions	3.0	3.0	--

### Agency Estimate/Governor's Recommendation

The Board requests expenditure authority of \$131,403, a 9.2 percent increase over the amount approved for FY 1989. The Board requests funding for the existing 3.0 FTE positions. Included in that request is a proposed increase of \$5,831 to the Executive Secretary's budgeted salary. The Board proposes no major changes in its operation.

The Governor recommends \$129,520 for FY 1990, an increase of \$9,216 over the FY 1989 estimate of \$120,304.

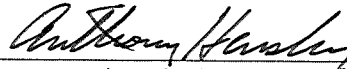
### House Subcommittee Recommendation

**FY 1990.** The House Subcommittee concurs with the Governor's FY 1990 recommendation of \$129,520 with the following adjustment:

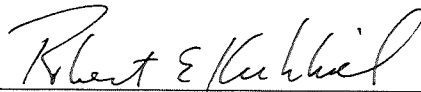
1. Delete \$202 for a 5 1/4 inch disk drive for the Board's Apple computer system. The Board stated that it needs the disk drive in the current fiscal year to utilize a major computer program, and the Subcommittee recommends funding for the purchase in FY 1989.

The fee fund analysis below reflects the House Subcommittee adjustments to expenditures in FY 1990:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 32,880	\$ 38,695	\$ 43,180
Net Receipts	<u>110,332</u>	<u>127,235</u>	<u>123,846</u>
Total Funds Available	\$ 143,212	\$ 165,930	\$ 167,026
Less: Expenditures	<u>104,517</u>	<u>122,750</u>	<u>129,318</u>
Ending Balance	<u>\$ 38,695</u>	<u>\$ 43,180</u>	<u>\$ 37,708</u>



Representative Anthony Hensley  
Subcommittee Chairman



Representative Robert E. Krehbiel

SUBCOMMITTEE REPORT

Agency: Board of Accountancy                      Bill No. 2030    Bill Sec. 3  
 Analyst: Porter    Analysis Pg. No. 3    Budget Pg. No. 4

<u>Expenditure Summary</u>	<u>Agency Req. FY 90</u>	<u>Governor's Rec. FY 90</u>	<u>Subcommittee Adjustments</u>
State Operations: Special Revenue Fund	\$     178,086	\$     171,843	\$           3,975
FTE Positions	3.0	3.0	--

Agency Estimate/Governor's Recommendation

The Board requests expenditure authority of \$178,086, a 4.4 percent increase over the revised estimate for FY 1989. The agency requests funding for the existing 3.0 FTE positions and proposes no major changes in the Board's operation.

The Governor recommends an expenditure limitation of \$171,843 for FY 1990.

House Subcommittee Recommendation

**FY 1989.** The House Subcommittee concurs with the Governor's FY 1989 recommendations.

**FY 1990.** The House Subcommittee concurs with the Governor's FY 1990 recommendation with the following adjustments:

1. The Subcommittee notes that the Board has been notified it may be required to move to different offices within the Landon State Office Building in FY 1989 or FY 1990. The Subcommittee notes that, if the new offices are larger than the present offices, the Board will have increased rental expenses because of the increased square footage.
2. The Subcommittee recommends the addition of \$2,475 to allow the Board to purchase an additional 165 national CPA examinations from the American Institute of Certified Public Accountants.
3. The Subcommittee concurs with the Governor's recommendation of \$1,500 for court reporter and investigative services. The Subcommittee acknowledges that the Attorney General's Office no longer provides investigative services for the Board, but notes that there is no historical data upon which to base a recommendation for investigative services.
4. The Subcommittee recommends the addition of \$1,500 for travel and subsistence in FY 1990. This would allow registration fees, Board member subsistence, and in-state travel as requested. In addition, the recommendation would allow one Board member and the executive secretary to attend the National Association of State Boards of Accounting (NASBA) annual meeting, one person to attend NASBA's regional

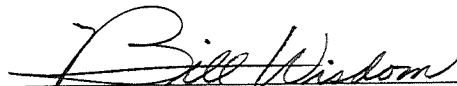
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 Attachment 5

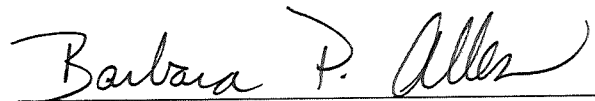
meeting, the Board's executive secretary to attend an annual NASBA administrator's meeting, and one person to attend one additional national meeting, as requested by the Board.

5. The Subcommittee notes with concern that the Board's ending balance has declined in FY 1988, FY 1989, and FY 1990. This could necessitate an increase in fees charged by the Board.

Based on the House Subcommittee's recommendations the fee fund analysis is as follows:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 38,248	\$ 35,621	\$ 30,705
Net Receipts	<u>155,599</u>	<u>162,822</u>	<u>168,606</u>
Total Funds Available	\$ 193,847	\$ 198,443	\$ 199,311
Less: Expenditures	<u>158,226</u>	<u>167,738</u>	<u>171,843</u>
Ending Balance	<u>\$ 35,621</u>	<u>\$ 30,705</u>	<u>\$ 27,468</u>

  
\_\_\_\_\_  
Representative Bill Wisdom  
Subcommittee Chairperson

  
\_\_\_\_\_  
Representative Barbara P. Allen

**SUBCOMMITTEE REPORT**

Agency: Securities Commissioner      Bill No. --      Bill Sec. --  
 Analyst: West      Analysis Pg. No. 50      Budget Pg. No. 540

<u>Expenditure Summary</u>	<u>Agency Req. FY 89</u>	<u>Governor's Rec. FY 89</u>	<u>Subcommittee Adjustments</u>
Special Revenue Fund: State Operations	\$ 970,719	\$ 967,561	\$ 7,750
FTE Positions	22.0	22.0	--

Agency Request/Governor's Recommendation


The Securities Commissioner's revised FY 1989 budget estimate totals \$970,719, a reduction of \$42,962 from the budget approved by the 1988 Legislature. Major revisions from the approved FY 1989 budget include decreases in salaries and wages (\$54,235), communications (\$18,221), and travel (\$9,055), and increases in capital outlay (\$19,842), equipment maintenance (\$7,956), and rents (\$5,534). Net other changes increase total expenditures by \$5,217.

The Governor recommends an FY 1989 budget of \$967,561, a reduction of \$3,158 from the agency's revised current year estimate. Salaries and wages are increased by \$5,742 to reflect revised health insurance rates and turnover savings. Reduced expenditures are recommended for equipment maintenance (\$8,419), rents (\$1,240), and printing (\$1,241). Net other changes increase total expenses by \$2,000.

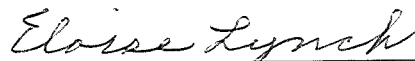
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's FY 1989 recommendation, with the following adjustment:

1. Add \$7,750 to enable the agency to purchase a five-year maintenance contract for the minicomputer system. The Subcommittee has been informed that purchasing a five-year contract will save \$3,866 over the life of the contract when compared to an annual maintenance contract.
2. The Subcommittee notes that the savings reflected in the agency's current year estimate and the Governor's recommendation may not be as great as originally anticipated and recommends that the Senate Ways and Means Subcommittee for this agency review current year expenditures further.



Representative Fred Gatlin  
 Subcommittee Chairperson



Representative Eloise Lynch



SUBCOMMITTEE REPORT

Agency: Securities Commissioner      Bill No. 2030      Bill Sec. 19  
 Analyst: West      Analysis Pg. No. 50      Budget Pg. No. 540

<u>Expenditure Summary</u>	<u>Agency Req. FY 90</u>	<u>Governor's Rec. FY 90</u>	<u>Subcommittee Adjustments</u>
Special Revenue Fund: State Operations	\$ 1,288,912	\$ 1,252,113	\$ --
FTE Positions	27.0	27.0	--

Agency Request/Governor's Recommendation

The Securities Commissioner requests \$1,288,912 in FY 190, an increase of \$318,193 from the current year estimate. The request would finance 27.0 FTE positions, and includes \$158,168 for 5.0 FTE new positions. The request also provides \$40,340 for the net cost of first year participation of Securities Investigators in the Kansas Police and Fireman's Retirement System (KP&F), should authorizing legislation be passed.

The Governor recommends an FY 1990 budget of \$1,252,113, an increase of \$284,552 from the current year recommendation and a decrease of \$36,799 from the agency's request. The Governor's recommendation would fund 27.0 FTE positions, an increase of 5.0 from the current year. The Governor does not recommend funding for participation of Securities Investigators in KP&F. Other revisions from the agency's request include reductions in travel (\$9,592) and administrative hearing costs (\$5,000).

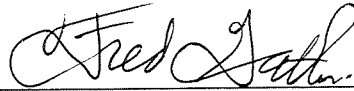
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's FY 1990 recommendation, with the following observation:

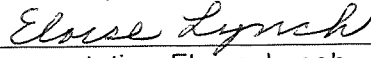
1. The Subcommittee notes that the recommended new positions are financed by the proposed fee increases on the registration of investment advisors and agents of broker/dealers.

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

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 505,922	\$ 503,479	\$ 500,000
Net Receipts	<u>1,870,458</u>	<u>2,435,670</u>	<u>2,982,996</u>
Total Available Funds	\$ 2,376,380	\$ 2,939,149	\$ 3,482,996
Less: Expenditures	789,870	975,311	1,252,113
Transfer to SGF	<u>1,083,031</u>	<u>1,463,838</u>	<u>1,730,883</u>
Ending Balance	<u>\$ 503,479</u>	<u>\$ 500,000</u>	<u>\$ 500,000</u>



Representative Fred Gatlin  
Subcommittee Chairperson



Representative Eloise Lynch

**SUBCOMMITTEE REPORT**

Agency: Kansas Dental Board                      Bill No. --                      Bill Sec. --  
 Analyst: Howard                                      Analysis Pg. No. 24                      Budget Pg. No. 188

<u>Expenditure Summary</u>	<u>Agency Req. FY 89</u>	<u>Governor's Rec. FY 89</u>	<u>Subcommittee Adjustments</u>
State Operations:			
Special Revenue Fund	\$ 145,642	\$ 135,768	\$ --
FTE Positions	1.5	1.5	--

Agency Estimate/Governor's Recommendation

**FY 1989.** The Dental Board estimates expenditures of \$145,642 in FY 1989 as approved by the 1988 Legislature. The Governor recommends expenditures of \$135,768 for the Dental Board in FY 1989, a reduction of \$9,874 from the agency request. The recommendation includes a reduction of \$10,337 in professional services to reflect savings in the impaired provider contract and an increase of \$463 in salaries.

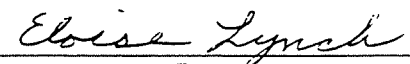
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation.

The status of the fee fund, based on the recommendations of the House Subcommittee, is as follows:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>
Beginning Balance	\$ 155,549	\$ 149,030
Net Receipts	<u>107,860</u>	<u>135,620</u>
Total Funds Available	\$ 263,409	\$ 284,650
Less: Expenditures	<u>114,379</u>	<u>135,768</u>
Ending Balance	<u>\$ 149,030</u>	<u>\$ 148,882</u>

  
 Representative James Lowther  
 Subcommittee Chairperson

  
 Representative Eloise Lynch

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 Attachment 7

## SUBCOMMITTEE REPORT

Agency: Kansas Dental Board                      Bill No. 2030                      Bill Sec. 10  
 Analyst: Howard                                      Analysis Pg. No. 24                      Budget Pg. No. 188

<u>Expenditure Summary</u>	<u>Agency Req. FY 90</u>	<u>Governor's Rec. FY 90</u>	<u>Subcommittee Adjustments</u>
State Operations: Special Revenue Fund	\$ 159,930	\$ 143,441	\$ --
FTE Positions	2.0	1.5	--

### Agency Request/Governor's Recommendation

**FY 1990.** The agency requests expenditures of \$159,930 in FY 1990, an increase of \$14,288 over the FY 1989 estimate. The request includes funding for 2.0 FTE positions, an increase of 0.5 FTE from the current year. The Governor recommends expenditures of \$143,441 for the Dental Board in FY 1990, a reduction of \$16,489 from the agency request. The Governor's recommendation includes funding for 1.5 FTE positions, the same number as in the current year. The Governor does not recommend funding to increase the half-time administrative staff position to a full-time position. The recommendation includes reductions of \$10,402 in salaries, \$2,638 in communications, \$3,226 in travel, and \$223 in repairing and servicing.

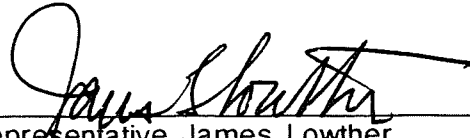
### House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendation with the following adjustments:

1. Shift \$600 from professional services to communications for increased postage rates.
2. The Subcommittee would note that the Dental Board currently reprints the dental statutes every two years. The Subcommittee questions whether reprinting needs to take place so frequently and recommends that the Dental Board consider alternatives such as issuing addendums to allow the reprinting of statutes only every four or five years.

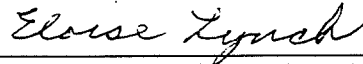
The status of the fee fund reflecting the recommendation of the Subcommittee is as follows:

<u>Resource Estimate</u>	<u>Actual FY 88</u>	<u>Estimated FY 89</u>	<u>Estimated FY 90</u>
Beginning Balance	\$ 155,549	\$ 149,030	\$ 148,882
Net Receipts	107,860	135,620	137,860
Total Funds Available	\$ 263,409	\$ 284,650	\$ 286,742
Less: Expenditures	114,379	135,768	143,441
Ending Balance	<u>\$ 149,030</u>	<u>\$ 148,882</u>	<u>\$ 143,301</u>



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Representative James Lowther  
Subcommittee Chairperson



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Representative Eloise Lynch

STATE OF KANSAS



TOPEKA

HOUSE OF  
REPRESENTATIVES

DEBARA K. SCHAUF  
REPRESENTATIVE, EIGHTY-FIRST DISTRICT  
SEDGWICK AND SUMNER COUNTIES  
P.O. BOX 68  
MULVANE, KANSAS 67110  
(316) 777-4608

COMMITTEE ASSIGNMENTS  
MEMBER: GOVERNMENTAL ORGANIZATION  
LOCAL GOVERNMENT  
INSURANCE

HOUSE BILL 2088

RE: TRANSFER OF PORT OF ENTRY BUILDING IN SUMNER COUNTY  
TO CITY OF BELLE PLAINE

MR CHAIRMAN AND MEMBERS OF THE COMMITTEE:

AS YOU CAN SEE FROM THE TEXT OF HOUSE BILL 2088 I HAVE ASKED THAT THE OLD PORT OF ENTRY BUILDING LOCATED NEAR SOUTH HAVEN ON THE KANSAS TURNPIKE BE DONATED TO THE CITY OF BELLE PLAINE, KANSAS.

THE NEW PORT BUILDING WAS COMPLETED SOME TIME AGO, AND IT IS MY UNDERSTANDING THAT THE BUILDING IN QUESTION IS CURRENTLY VACANT. I ALSO UNDERSTAND THAT IT WAS OFFERED TO THE TURNPIKE AUTHORITY BUT THEY HAD NO REAL USE OR DESIRE FOR IT.

THE LOCAL BELLE PLAINE RECREATION ORGANIZATION WHICH SPONSORS ATHLETIC PROGRAMS IN THE COMMUNITY HAS CONTACTED ME EXPRESSING A DESIRE TO OBTAIN THE BUILDING TO USE AS A CONCESSION STAND.

MR. DUANE GREEN FROM BELLE PLAINE IS HERE TODAY TO TELL YOU OF THE WILLINGNESS OF THE CITY OF BELLE PLAINE TO OBTAIN THE BUILDING.

THANK YOU FOR THE OPPORTUNITY TO PRESENT THEIR REQUEST, I WOULD BE HAPPY TO ANSWER ANY QUESTIONS YOU MAY HAVE BEFORE DUANE BEGINS HIS COMMENTS.

HA  
2-7-89  
Attachment 8

Testimony of

Dwayne E. Green

Representing: Belle Plaine Area Chamber of Commerce, Inc.  
Belle Plaine Recreation Organization  
City of Belle Plaine, Kansas

HOUSE BILL NO. 2088

Before the

HOUSE COMMITTEE ON APPROPRIATIONS

February 7, 1989

HA  
2-7-89  
Attachment 9

Chairman Buntten and Committee members:

On behalf of the Belle Plaine Area Chamber of Commerce, the Belle Plaine Recreation Organization and the City of Belle Plaine, who are represented here by citizens of our community today, I want to thank you for this opportunity to present information in support of the passage of House Bill No. 2088.

To begin, let me give you a little background information that might be of some help to you with regard to our project. First of all, I became familiar with the building mentioned in H.B. 2088 while working as chairman of the Tourist Information Center Committee of the Sumner County Economic Development Advisory Committee back in 1985. During similar testimony during the 1985 legislative session it was mentioned by our SCEDAC committee, the Kansas Turnpike Authority, the Kansas Department of Transportation and the Department of Revenue that one of the reasons for the need of the new combination Tourist Information Center and Port of Entry was to eliminate an "eyesore" from the Kansas Turnpike (I-35) just north of the Kansas-Oklahoma state line. In my opinion, the new Tourist Information Center has accomplished everything that the legislature intended as far as creating a great first impression to travelers entering our state. However, to the dismay of myself and many others, within a short distance to the north of the new center sits the deserted Port of Entry building. I believe that the building has not been used since the opening of the new center in 1986 and it is obviously



deteriorating and does nothing to enhance the usefulness of the present Port of Entry and Tourist Information Center.

Our community, like most rural communities in Kansas, focuses a great deal of effort to provide summer t-ball, softball and baseball as one of the only forms of recreation in the community. Those of you familiar with such endeavors know that providing the funding for the programs is no easy task. At the beginning of the 1988 season, our local Belle Plaine Recreation Organization was making an attempt to recover from a particularly bad year financially in 1987. New enthusiastic board members had accepted the challenge, with one board member in particular spending untold hours trying to raise funds through the operation of a concession stand. From June through August, ballgames run from 5:00 - 12:00 p.m., so a logical step was for the concession stand to serve hamburgers and hot dogs. Everything went well for the first couple of weeks in June until an investigator for the Kansas Department of Health and Environment's Bureau of Food, Drug & Lodging was in town to inspect the new convenience store in Belle Plaine. The aroma of burgers on the grill did more than sell hamburgers. The investigator pointed out that our little concession stand was very clean and tidy but needed a license, hot and cold running water, a screened in serving area and restroom facilities.

Since the need for new concession facilities had been graphically pointed out by the state inspector, our local recreation organization began studying the possibilities of obtaining improved facilities. In the spring of 1988 I had driven past the old Port of Entry building. The discussion of the concession stand needs and our obvious limited budget brought the old building to mind. Contact was made with Rod Fogo of the Kansas Turnpike Authority to see why the building had not been disposed of or moved from the site. Mr. Fogo mentioned that the KTA tried to get the building from the Department of Revenue and since they had been unsuccessful in doing so would also like to see the structure moved so as not to distract from the obvious improvements made by the new Tourist Information Center. Rod Fogo and the Department of Commerce office in Wichita both suggested that we contact the local Port of Entry office. From the Port of Entry we were referred to the Department of Revenue. At this point, Representative Debbie Schauf began researching the possibilities of our community obtaining the building, which has led to the introduction of House Bill No. 2088.

The City of Belle Plaine has expressed a willingness to accept the building for the park where the community ball diamonds are located, and has committed to provide the foundation and plumbing required to make the building a permanent part of our ball park. Funding for the remodeling of the building will come from the Belle Plaine Recreation Organization. A well known

construction company in Wichita has agreed to move the portable building to Belle Plaine from its site near South Haven on the Kansas Turnpike.

In closing, I want to thank you on behalf of our community for your consideration of House Bill No. 2088. We will be happy to answer any questions you may have.

Dwayne E. Green,  
Belle Plaine Area Chamber of Commerce

February 6, 1989

TO: Representative Wilbert  
FROM: Jim Wilson, Assistant Revisor of Statutes  
RE: Brief Description of HB 2117

Section 1 of the bill is the current Kansas law authorizing the named endowment association for each state educational institution to act as the investing agent for any endowments or bequests to such institution. The amendment (lines 33 and 34 of the bill) would change the statutory reference to the "endowment association of Pittsburg State University" to the "Pittsburg State University Foundation". The change is required because the official name of the endowment association has been legally changed to the Pittsburg State University Foundation.

There is a proposed technical amendment. The amendment would make the same name change to the definitions section of the current law relating to capital improvements for state educational institutions by endowment associations.

With this amendment, the bill would accomplish one of the legislative initiatives adopted by the State Board of Regents, that is the amendment of appropriate statutes to properly reflect the name of the Pittsburg State University Foundation.

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2-7-89  
Attachment 10

## PROPOSED TECHNICAL AMENDMENT TO H.B. NO. 2117

## For Consideration by House Appropriations

Be amended:

On page 2, preceding line 46, by inserting the following material to read as follows:

"Sec. 2. K.S.A. 1988 Supp. 76-756 is hereby amended to read as follows: 76-756. As used in this act:

(a) "State educational institution" means the Fort Hays state university, Kansas state university of agriculture and applied science, Kansas state veterinary medical center, Emporia state university, Pittsburg state university, university of Kansas, university of Kansas medical center, Wichita state university and Kansas college of technology; and

(b) "endowment association" means:

(1) For the Fort Hays state university, the Fort Hays state university endowment association;

(2) for the Kansas state university of agriculture and applied science and the Kansas state veterinary medical center, the Kansas state university foundation;

(3) for the Emporia state university, the Emporia state university endowment association;

(4) for the Pittsburg state university, the Pittsburg state university endowment-~~association~~ foundation;

(5) for the university of Kansas and the university of Kansas medical center, the Kansas university endowment association;

(6) for the Wichita state university, the Wichita state university board of trustees and the Wichita state university endowment association; and

(7) for the Kansas college of technology, the Kansas college of technology endowment association.";

And by renumbering original sections 2 and 3 as sections 3 and 4;

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2-7-89  
Attachment 11