

Approved February 6, 1990
Date

MINUTES OF THE HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT

The meeting was called to order by Elizabeth Baker at
Chairperson

3:36 ~~a.m.~~/p.m. on Thursday, February 1, 19⁹⁰ in room 423-S of the Capitol.

All members were present except: Representatives Barkis, Heinemann and Kline. Excused.

Committee staff present:
Jim Wilson, Revisor
Lynne Holt, Research
Elaine Johnson, Secretary

Conferees appearing before the committee: None

The meeting was called to order by Chairperson Baker at 3:36 p.m.

Representative Baker recognized Paul West of the Legislative Research Department. Mr. West went over the Governor's recommendations for expenditures from the Economic Development Initiatives Fund. Attachment 1.

Mr. West responded to questions from the committee throughout his presentation and also called the committee's attention to several errors in figures on the reports.

Representative Chronister requested a break down of state operations in the Governor's recommendation for Commerce in FY 1991. Representative Sader requested a break down of Commerce's state operation request in FY1991. Mr. West said that he would provide this information.

The committee agreed that a sub-committee should be appointed to go over these recommendations and bring their findings back to the committee as a whole.

Representative Baker appointed Representative Mead as Chairpersons and Representatives Dean, Weimer, Samuelson and Sader to the sub-committee.

The meeting adjourned at 4:36 p.m.

Elizabeth
Baker

ECONOMIC DEVELOPMENT INITIATIVES FUND
FY 1990 Demand

Bill No.	Agency/Project	Agency Estimate ^a		Governor's Recommendation		Senate Recommendation		House Recommendation		Final Status	
		EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds
NA	Kansas, Inc.: Special Studies	\$ 50,000	\$ 218,343	\$ 50,000	\$ 218,343						
S.B. 558	KTEC:										
	Grant Administration	\$ 225,930	\$ 646,000	\$ 225,930	\$ 569,841						
	Research Matching Grants	850,000	2,300,000 ^b	601,872	834,000						
	Business Innovation Matching Grants	150,000	448,128	--	50,000						
	Centers of Excellence	2,055,380	2,491,564	2,055,380	2,491,564						
	Value-Added Center	210,000	563,280	210,000	539,033						
	Seed Capital	440,000	440,000	440,000	440,000						
	Research Equipment Grants	650,000	930,529	650,000	930,529						
	Training Equipment Grants	--	179,517	--	179,517						
	Special Projects	150,000	502,264	150,000	502,264						
	Industry Liaison	328,000	343,000	--	--						
	Subtotal - KTEC	\$ 5,059,310	\$ 8,844,282	\$ 4,333,182	\$ 6,536,748						
S.B. 558	Department of Commerce:										
	Training Programs	\$ 1,425,000	\$ 2,750,000	\$ 1,425,000	\$ 2,750,000						
	OOE	481,027	1,408,732	391,835	1,331,343						
	Partnership Fund	3,417,703	3,417,703	325,000	325,000						
	Main Street Grants	51,000	51,000	51,000	51,000						
	CDC Grants	100,000	425,000	100,000	425,000						
	SBDC Grants	100,000	275,000	100,000	275,000						
	Trade Show Assistance	100,000	100,000	100,000	100,000						
	Export Loan Guarantee Program	750,000	750,000	750,000	750,000						
	Eisenhower Centennial Promotion	62,500	125,000	62,500	125,000						
	Subtotal - Commerce	\$ 6,487,230	\$ 9,302,435	\$ 3,305,335	\$ 6,132,343						
NA	Department of Wildlife and Parks: Hillsdale Park Development	\$ 1,000,000	\$ 1,580,566	\$ 1,000,000	\$ 1,580,566						
NA	State Board of Agriculture: Marketing Program OOE	\$ 180,000	\$ 560,641	\$ 180,000	\$ 575,641						
NA	State Conservation Commission: Jetmore Multipurpose Small Lake	\$ 451,250	\$ 1,301,250	\$ 451,250	\$ 1,301,250						
NA	Wichita State University: Rehabilitation Engineering Center	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000						
NA	Kansas Arts Commission: Programming Grants	\$ 450,000	\$ 1,298,626	\$ 450,000	\$ 1,298,626						
NA	Department of Social and Rehabilitation Services: KanWork Entrepreneur Program	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000						

House Eco. Dev. Committee
Attachment 1
2/1/90

Bill No.	Agency/Project	Agency Estimate ^a		Governor's Recommendation		Senate Recommendation		House Recommendation		Final Status	
		EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds
NA	Department of Health and Environment: Contamination Remediation Superfund Match Subtotal - H and E	\$ 1,500,000 100,000 <u>\$ 1,600,000</u>	\$ 3,750,000 100,000 <u>\$ 3,850,000</u>	\$ 1,500,000 100,000 <u>\$ 1,600,000</u>	\$ 3,469,583 100,000 <u>\$ 3,569,583</u>						
H.B. 2729	Development Finance Authority: Enterprise Loan Program	\$ 1,000,000	\$ 1,000,000	\$ -	\$ -						
NA	Public Broadcasting Commission KODD Grant	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000						
S.B. 558	State Fair: State Operations	\$ -	\$ 1,739,108	\$ 100,000	\$ 1,734,618						
H.B. 2729	Department of Revenue: Commercial Circuit Breaker	\$ -	\$ -	\$ 3,600,000	\$ 3,600,000						
	GRAND TOTAL	<u>\$ 16,457,790</u>	<u>\$ 29,875,251</u>	<u>15,249,767</u>	<u>\$ 26,727,718</u>						

Resource Estimate - EDIF

	<u>Approved</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>
Beginning Balance	\$ 1,198,503	\$ 921,097	\$ 921,097	\$ 921,097
Lottery Transfers	12,600,000	12,600,000		
Racing Transfers	2,811,264	2,209,348		
Interest Earnings	15,043	213,869 312,869		
Total Available	\$ 16,624,810	\$ 15,944,314		
Less: Expenditures and Transfers	(16,457,790)	(15,249,767)		
Ending Balance	<u>\$ 167,020</u>	<u>\$ 693,547</u>		

- a) The All Funds column includes funding reappropriated from prior fiscal years.
- b) The agency anticipates that \$834,000 of this amount will be expended in the current year, with the balance (\$1,466,000) being reappropriated to FY 1991 while awaiting the required private sector match.

1-1-1

ECONOMIC DEVELOPMENT INITIATIVES FUND

FY 1991 Demand

Bill No.	Agency/Project	Agency Request		Governor's Recommendation		Senate Recommendation		House Recommendation		Final Status	
		EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds
S.B. 450	KTEC:										
	Grant Administration	\$ 50,000	\$ 681,000	\$ 227,879	\$ 608,050						
	Centers of Excellence	3,643,000	4,262,000	2,450,000	2,450,000						
	Value Added Center	623,000	873,000	331,155	331,793						
	Value Added Special Project	1,000,000	1,000,000	--	--						
	Research Matching Grants	1,250,000	2,716,000	--	1,466,000						
	Seed Capital	500,000	500,000	--	--						
	Research Equipment Grants	400,000	400,000	--	--						
	Training Equipment Grants	250,000	250,000	--	--						
	Industrial Liaison Program	300,000	300,000	--	--						
	SBIR Grants	--	--	50,000	50,000						
	Special Projects	300,000	300,000	--	--						
	Subtotal -- KTEC	<u>\$ 8,316,000</u>	<u>\$ 11,282,000</u>	<u>\$ 3,059,034</u>	<u>\$ 4,905,843</u>						
S.B. 450	Commerce:										
	State Operations	\$ 605,196	\$ 1,424,524	\$ 1,452,630	\$ 1,875,134						
	Training Programs	849,471	3,250,000	2,750,000	2,750,000						
	Partnership Loans	3,500,000	3,500,000	500,000	500,000						
	Main Street Assistance Grants	75,000	75,000	a	--						
	CDC Grants	300,000	745,000	425,000	425,000						
	SBDC Grants	100,000	325,000	275,000	275,000						
	Trade Show Assistance	200,000	200,000	150,000	150,000						
	Subtotal -- Commerce	<u>\$ 5,629,667</u>	<u>\$ 9,149,524</u>	<u>\$ 5,552,630</u>	<u>\$ 5,975,134</u>						
			5								
S.B. 452	Wildlife and Parks:										
	Education Center Design	\$ 105,000	\$ 210,000	\$ --	\$ --						
	Western Kansas Water Analysis	250,000	250,000	--	--						
	Recreational Access Program	1,250,000	1,250,000	1,250,000	1,250,000						
	Recreational Access Operations	399,611	399,611	--	317,782						
	Subtotal -- Wildlife and Parks	<u>\$ 2,004,611</u>	<u>\$ 2,109,611</u>	<u>\$ 1,250,000</u>	<u>\$ 1,567,782</u>						
S.B. 452	Board of Agriculture:										
	Market Promotion and Development	\$ 205,500	\$ 906,967	\$ 180,000	\$ 588,554						
S.B. 453	Historical Society:										
	Committee for the Humanities Grant	\$ 65,000	\$ 65,000	\$ --	\$ --						
	Historical Resources Grants	20,000	20,000	20,000	20,000						
	Subtotal -- Historical Society	<u>\$ 85,000</u>	<u>\$ 85,000</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>						
S.B. 453	Kansas Arts Commission:										
	State Operations	\$ 20,000	\$ 614,730	\$ --	\$ 424,666						
	Arts Programming Grants	724,695	1,464,150	450,000	1,241,436						
	Subtotal -- Kansas Arts Commission	<u>\$ 744,695</u>	<u>\$ 2,078,880</u>	<u>\$ 450,000</u>	<u>\$ 1,666,102</u>						

0-1-3
2/1/90

Bill No.	Agency/Project	Agency Request ^(a)		Governor's Recommendation		Senate Recommendation		House Recommendation		Final Status	
		EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds	EDIF	All Funds
NA	Wichita State University: Rehabilitation Engineering Center	\$ 105,000	\$ 105,000	\$ --	\$ --						
S.B. 453	School for the Visually Handicapped: Handicapped Arts Program	\$ --	\$ 75,000	\$ 75,000	\$ 75,000						
S.B. 452	State Fair: State Operations	\$ --	\$ 2,077,029	\$ 100,000	\$ 1,919,477						
H.B. 2625	Revenue: Homestead Circuit Breaker	\$ --	\$ --	\$ 9,555,000	\$ 9,555,000						
NA	State Water Plan Fund: Demand Transfers	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000						
GRAND TOTAL		\$ 19,090,473	\$ 29,869,011	\$ 22,241,664	\$ 28,272,892						

a) The Governor recommends \$51,000 for this item as a state operations expense.

Resource Estimate - EDIF

	Governor	Senate	House
Beginning Balance	\$ 693,547	\$	\$
Lottery Transfers	18,900,000		
Racing Transfers	2,602,601		
Interest Earnings	177,051		
Total Available	\$ 22,373,199	\$ 0	\$ 0
Less: Expenditures and Transfers	22,241,664		
Ending Balance	\$ 131,535	\$ 0	\$ 0