

Approved: 5-31-91  
Date

## MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson George Teagarden at 9:30 p.m. on April 26, 1991 in room 514-S of the Capitol.

All members were present except: All present.

### Committee staff present:

Ellen Piekalkiewicz, Legislative Research Department  
Debra Duncan, Legislative Research Department  
Jim Wilson, Revisor of Statutes  
Susan Miller, Administrative Aide  
Sue Krische, Committee Secretary

### Conferees appearing before the committee:

Ed Ahrens, Chief Fiscal Analyst, Kansas Legislative Research Department, reviewed a staff memorandum on the status of the State General Fund (House action) with no tax increase in FY92 (Attachment 1). Mr. Ahrens stated in FY92 assuming present estimate of receipts, no new taxes, and assuming an ending balance of 5 percent, the Legislature could spend \$2,445,200,000. This amount is \$201.5 million less than the current House status on spending including the House versions of the omnibus bill and pay bill.

Chairman Teagarden advised the Committee that the goal in cutting budgets is \$180-\$200 million depending on the passage of SB 442, which would reduce the ending balance requirement from 5 percent to 4 percent. The Chairman instructed the subcommittees to meet tomorrow whenever possible depending on the House schedule to compile a list of programmatic cuts in the budgets they reviewed this session. A combined list will be adopted by the full Committee. In response to a question, the Chairman stated he wanted the initial recommendations considered in subcommittee so that staff could be informed and input could be received from the agencies. A member suggested the Committee could pass a revenue measure as was done in the past in conjunction with cutting budgets. It was also suggested that a change in policy on the investment of idle state funds could generate significant revenue.

In response to a question, the Chairman stated his position would be to pass the omnibus bill on to the Senate and introduce a new bill of budget reductions. The meeting was adjourned at 10:00 p.m. The Committee will meet tomorrow at a time to be announced.

**STATE GENERAL FUND PROJECTIONS – HOUSE – NO TAX INCREASE**

In Millions

|                               | <u>FY 1991</u>       | <u>Increase</u> | <u>FY 1992</u>       | <u>Increase</u> | <u>FY 1993</u> | <u>Projected Increase</u> |
|-------------------------------|----------------------|-----------------|----------------------|-----------------|----------------|---------------------------|
| Beginning Balance             | \$272.9              |                 | \$130.7              |                 | \$122.3        |                           |
|                               |                      |                 |                      |                 | 98.7           |                           |
| Receipts                      |                      |                 |                      |                 |                |                           |
| Consensus Estimate            | 2,359.6              | 2.6%            | 2,431.3              | 3.0%            | 2,528.6        | 4.0%                      |
| Transfers (net)               | –                    |                 | 5.5                  |                 | –              | (100.0)                   |
| Total                         | <u>2,359.6</u>       | <u>2.6%</u>     | <u>2,436.8</u>       | <u>3.3%</u>     | <u>2,528.6</u> | <u>3.8%</u>               |
| Expenditures                  |                      |                 |                      |                 |                |                           |
| Present Bal. Law              | 2,501.8 <sup>a</sup> | 4.2%            | 2,445.2 <sup>b</sup> | (2.3)%          | 2,500.8        | 2.3%                      |
| If S.B. 442 Enacted           | 2,501.8 <sup>a</sup> | 4.2%            | 2,468.8 <sup>c</sup> | (1.3)%          | 2,502.2        | 1.4%                      |
| Ending Balance                |                      |                 |                      |                 |                |                           |
| Present Law                   | 130.7                |                 | 122.3                |                 | 150.1          |                           |
| % of Expend.                  | 5.2%                 |                 | 5.0%                 |                 | 6.0%           |                           |
| S.B. 442                      | 130.7                |                 | 98.7                 |                 | 125.1          |                           |
| % of Expend.                  | 5.2%                 |                 | 4.0%                 |                 | 5.0%           |                           |
| Receipts in Excess of Expend. |                      |                 |                      |                 |                |                           |
| Present Bal. Law              | (142.2)              |                 | (8.4)                |                 | 27.8           |                           |
| If S.B. 442 Enacted           | (142.2)              |                 | (32.0)               |                 | 26.4           |                           |

a) Includes House Appropriations Committee version of the omnibus bill.

b) \$201.5 million less than current House status including House Committee version of the omnibus bill and pay bill as amended by House Committee.

c) \$177.9 million less than current House status including House Committee Version of the omnibus bill and pay bill as amended by House Committee.

Note: These projections assume that H.B. 2111, re revenue acceleration, is not enacted. The current estimate for this bill is \$14.9 million.

Also note that the estimate of demand transfers in FY 1992 under current law is \$3.6 million over current House status and is \$15.4 million over actual FY 1991.

Kansas Legislative Research Department  
April 25, 1991

91-436a/RWR

*HA*  
*4-26-91*  
*Attachment 1*