

Approved June 11, 1991

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Senator August "Gus" Bogina, Chairperson at 7:38 p.m. on April 29, 1991, in Room 123-S of the Capitol.

All members were present except:  
Senator Gaines

Committee staff present:  
Norman Furse, Revisors' Office  
Diane Duffy, Kansas Legislative Research Department  
Judy Bromich, Administrative Assistant  
Ronda Miller, Committee Secretary

Conferees appearing before the committee:  
None

The Chairman noted that the full committee would meet the following morning at which time he would identify his recommendations to lower SGF expenditures. He stated that after the full committee made decisions as to which aspects of his proposal to adopt, subcommittees would meet to determine the amount of cuts to be made in agency budgets. He distributed subcommittee assignments (Attachment 1) and charged the subcommittee members with reviewing those budgets. He distributed copies of Attachment 2, a memorandum prepared by the Kansas Legislative Research Department illustrating the comparison between the House subcommittees' recommendations and the recommendations of the Senate. In answer to an inquiry, Senator Bogina noted that all agencies were candidates for possible cuts and stated that one agency indicated that cuts were acceptable if the agency had the choice of where to make them.

Senator Rock moved, Senator Feleciano seconded, the introduction of bill draft 1 RS 1668 - an act relating to taxation; concerning individual income and sales and compensating use tax rates; imposing sales tax upon the rendering or furnishing of certain services; amending K.S.A. 79-32,110, 79-3603 and 79-3703 and repealing the existing sections. The motion carried on a voice vote.

The meeting was adjourned by the Chairman at 7:58 a.m.



WAYS AND MEANS SUBCOMMITTEE

Room 123-S

SOCIAL WELFARE - Bogina (Chairman), Brady, Hayden, Kerr, Winter

SB 162      SRS  
             MR Hospitals  
             MH Hospitals

HB 2045     Health & Environment  
             Human Resources  
             Department on Aging  
             KS Veterans' Affairs/ Homes  
             Homestead Property Tax

HB 2046     Kansas Department of Transportation

SB 87        School for the Deaf  
             School for the Blind

SB 2048     Youth Centers

SWAM  
April 29, 1991  
Attachment 1

WAYS AND MEANS SUBCOMMITTEE

Room 521

GENERAL GOVERNMENT - Allen (Chairman), Gaines, Rock, Salisbury

- SB 69      Judicial  
            Board of Indigents' Defense Services  
            Judicial Branch
- SB 99      Dept. of Revenue  
            Racing Commission  
            Board of Tax Appeals  
            Dept. of Commerce
- SB 87      Historical Society  
            Public Broadcasting  
            Ks Arts Commission  
            State Library
- SB 70      Department of Education  
            K-12
- SB 113     Board of Agriculture  
            Animal Health  
            Kansas State Fair  
            State Conservation Commission  
            KS Water Office  
            Wildlife & Parks
- HB 2049    Department of Administration  
            Public Disclosure  
            Commission on Civil Rights

WAYS AND MEANS SUBCOMMITTEE

Room 423

PUBLIC SAFETY - HIGHER EDUCATION - CAPITAL IMPROVEMENTS -  
Doyen (Chairman), Feleciano, Parrish, Harder

SB 141 Department of Corrections  
Topeka Correctional Facility  
Hutchinson Correctional Facility  
Norton Correctional Facility  
Lansing Correctional Facility  
Winfield Correctional Facility  
Ellsworth Correctional Facility

HB 2114

SB 112 Capital Improvements

HB 2048 Corrections Ombudsman Board  
Kansas Parole Board  
Adjutant General  
State Fire Marshall  
Kansas Highway Patrol  
Kansas Bureau of Investigation  
Emergency Medical Services  
Sentencing Commission

HB 2086 Higher Education

HB 2044 Legislature  
Governor's Office  
Lieutenant Governor  
Attorney General  
Secretary of State  
Insurance Commissioner  
State Treasurer

SGF Projections -- No Tax Increase  
In Millions

	Fy 1992	Fy 1993	Projected Increase
Beginning Balance	\$132.6(a)	\$35.2	
Receipts			
Consensus Est.	2,431.3	2,528.6	4.0%
Transfers & Misch.	4.2		
Total	2,435.5	2,528.6	
Expenditures			
Recess Status (Sen.)	2,541.8		
Demand Trans. Adq.			
re HB2031 (Sen. Com.)	(8.4)		
Omnibus Bill (Sen.)	(6.5)		
Total	2,532.9	2,441.7	\$(9.2) (3.6)%
Ending Balance	35.2	122.1	
% of Expend.	1.4%	5.0%	
Receipts in Excess of Expend.	(97.4)	86.9	

a) Reflects Senate version of the omnibus bill.

Note: To have a 4% balance at the end of FY1992, expenditures would have to be \$63.6 million or 2.5% less than the FY92 expenditures shown above.

R L P D  
4/29/91

	<u>House</u>	<u>Senate</u>
Gen. Serv.	7,781,758	7,588,966
Public Safety	29,151,735	27,418,586
Education	132,570,441	3,869,244
Home Services	10,032,167	8,016,528
Ag, Nat Res. Transp.	425,661	165,110
	<u>179,961,762</u>	<u>47,058,434</u>
	KHP	23,000,000
		<u>(24,058,434)</u>

KHP Motorcycle  
Program (276,088)  
Delete 117 patrol car (1,457,061)  
25,791,583

## GENERAL GOVERNMENT

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Judicial Branch	1. Increase shrinkage rate	\$ (250,000)		\$ (250,000)	
	2. Eliminate contingency funds	(25,000)		(25,000)	
Subtotal		\$ (275,000)		\$ (275,000)	
Department of Administration	1. Eliminate renovation of cage elevator -- Statehouse	\$ (100,000)		\$ (100,000)	
	2. Eliminate heating and airconditioning renovation -- Cedar Crest	(36,000)		(36,000)	
	3. Reduce issues of KANS-A-GRAM	(10,000)		(10,000)	
	4. Reduce 1 percent from operating budget	(197,730)		(197,730)	
Subtotal		\$ (343,730)		\$ (343,730)	
Insurance Department	1. Eliminate position of Policy Examiner I	\$ (39,230)		\$ 0	
	2. Transfer \$4 million from Workers' Comp. Fund to SGF	(4,000,000)		(4,000,000)	
	3. Reduce actuarial fees	(20,000)		(20,000)	
	4. Reduce 1 percent from operating budget	(46,011)		(46,011)	
Subtotal		\$ (4,105,241)		\$ (4,066,011)	
Attorney General	1. Further reduce operating budget for a total 3% reduction	\$ (20,609)		\$ (20,609)	
Department of Commerce	1. Eliminate 8.0 FTE positions	\$ (289,812)		\$ (289,812)	
	2. Increase shrinkage to 10 percent	(176,101)		(176,101)	
	3. Shift general fund financing to EDIF	(550,021)		(550,021)	
Subtotal		\$ (1,015,934)		\$ (1,015,934)	
Kansas Inc.	1. Shift 50 percent of salaries to EDIF	\$ (99,462)		\$ (99,462)	
KTEC	1. Shift 50 percent of salaries to EDIF	\$ (254,599)		\$ (254,599)	
Department of Revenue	1. Delete 12.0 FTE positions in ABC	\$ (462,134)		\$ (462,134)	
	2. Delete 8.0 FTE positions in PVD	(385,037)		(385,037)	
	3. Delete funding for temporary employees	(500,000)		(500,000)	
Subtotal		\$ (1,347,171)		\$ (1,347,171)	

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Lottery	1. Increased revenues--transfer accrued balance		\$ 1,500,000		\$ 1,500,000
Legislature	1. Remove and prohibit expenditures for official hospitality in connection with Assembly on the Legislature	\$ (50,000)		\$ (50,000)	
	2. Eliminate legislative computerization	(153,562)		--	
Subtotal		\$ (203,562)		\$ (50,000)	
Legislative Coordinating Council	1. Remove Information Resource Manager	\$ (56,423)		\$ (56,423)	
Interstate Cooperation Commission	1. Remove contribution to Advisory Commission on Intergovernmental Relations	\$ (6,000)		\$ (6,000)	
	2. Remove contribution to State and Local Legal Center	(4,000)		(4,000)	
Subtotal		\$ (10,000)		\$ (10,000)	
Governor	1. Reduce 3 percent from general fund	\$ (46,845)		\$ (46,845)	
Lt. Governor	1. Reduce 3 percent from general fund	\$ (3,182)		\$ (3,182)	
<b>GRAND TOTAL</b>		<b>\$ (7,781,758)</b>	<b>\$ 1,500,000</b>	<b>\$ (7,588,966)</b>	<b>\$ 1,500,000</b>

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AGRICULTURE AND NATURAL RESOURCES

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Board of Agriculture	1. Eliminate funding for FACTS program	\$ (425,661)		\$ (165,110)	
Department of Transportation	1. Transfer from State Highway Fund		\$ 10,000,000		\$ 10,000,000
<b>GRAND TOTAL</b>		<b>\$ (425,661)</b>	<b>\$ 10,000,000</b>	<b>\$ (165,110)</b>	<b>\$ 10,000,000</b>

**HUMAN SERVICES**

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Winfield State Hospital	1. Delete funding added in conference committee	\$ (133,943)		\$ (133,943)	
Osawatomie State Hospital	1. Delete funding for the hospital's substance abuse program	\$ (720,127)		\$ (720,127)	
Larned State Hospital	1. Delete funding for the hospital's substance abuse program	\$ (625,662)		\$ (625,662)	
Topeka State Hospital	1. Delete funding added in Conference to finance 44.0 FTE positions for six months	\$ (713,807)		\$ (713,807)	
Veterans Affairs/Soldiers Home	1. Delete funding added for salaries and OOE	\$ (121,783)		\$ (121,783)	
Health and Environment	1. Reduce Healthy Start/Home Visitor expenditures added by House in Omnibus Bill	\$ (228,963)	\$	\$ --	\$
	2. Eliminate LIVELY program & use federal fund savings to offset SGF in Healthy Start Program	(150,800)		(150,800)	
	3. Increase Primary Care Pilot Project	1,000,000		1,000,000	
	4. Reduce Salaries	(350,000)		(350,000)	
	5. Increase Nursing Home Fees from \$7 to \$19 per bed by rules and regulations		365,000		365,000
Subtotal		\$ 270,237	\$ 365,000	\$ 499,200	\$ 365,000

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Subtotal		\$ 270,237	\$ 365,000	\$ 499,200	\$ 365,000
SRS	1. Eliminate General Assistance	(8,000,000)		(8,000,000)	
	2. Eliminate Cash Grant Increase	(2,121,937)		(2,121,937)	
	3. Delete Burial Program	(795,709)		(795,709)	
	4. Reduce Guardianship	(100,000)		(100,000)	
	5. Delay KanWork	(659,646)		(659,646)	
	6. Administrative Reduction	(300,000)		(300,000)	
	7. Hospitals - 90% Reimbursement	(772,500)		772,500	
	8. Emergency Assistance	2,600,000		2,600,000	
	9. Restore Medically Needy Adults	2,429,250		2,429,250	
	10. Reduce HCBS-MR Waiver to GBA levels	(241,676)		0	
Subtotal		\$ (7,962,218)	\$	\$ (6,175,542)	\$
Department on Aging	1. Three Meal Sites Funding	\$ (24,864)	\$	\$ (24,864)	\$
<b>GRAND TOTAL</b>		<b>\$ (10,032,167)</b>	<b>\$ 365,000</b>	<b>\$ (8,016,528)</b>	<b>\$</b>

EDUCATION

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
School for the Deaf	1. 1.0 FTE Counselor	\$ (30,000)		\$ (30,000)	
Public Broadcasting Commission	1. Public television and radio stations	(124,015)		(124,015)	
State Library	1. Aid to local libraries	(125,637)		(125,637)	
State Historical Society	1. 1.0 FTE Folk Arts Coordinator	(35,000)		(35,000)	
	2. Historic sites exhibits	(42,500)		(42,500)	
Subtotal		\$ (77,500)		\$ (77,500)	
Department of Education	1. Reduce general state aid to \$533,400,000	\$ (100,000,000)		\$ 1,100,000	
	2. Reduce income tax rebate from 24% to 22%	(16,200,000)		(200,000)	
	3. Further reduce community colleges to 3.7% below FY 1991	(164,127)		(271,942)	
	4. Further reduce Washburn University to 3.7% below FY 1991	(57,005)		(57,005)	
	5. Reduce Parent Education from \$2.0 million to \$1.0 million	(1,000,000)		(1,000,000)	
	6. Delete all SGF money for Agriculture in the Classroom	(15,000)		(15,000)	
Subtotal		\$ (117,436,132)		\$ (443,947)	
Regents Institutions	1. Enrollment adjustment	\$ (4,812,697)		\$	
	2. Student wages	(1,292,953)			
	3. GTA fee waivers	(460,857)			
	4. OOE 4%	(2,795,351)			
	5. 1% across the board	(3,899,220)			
	6. 1/2% additional shrinkage, salaries	(2,757,230)			
	7. Regents tuition action	1,561,194			
Subtotal		\$ (14,457,114)		\$ (2,917,853)	
State Board of Regents	1. Reduce tuition grants 6% below FY 1991	\$ (320,043)		\$ (150,292)	
GRAND TOTAL		\$ (132,570,441)		\$ (3,869,244)	

**PUBLIC SAFETY**

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Kansas Bureau of Investigation	1. Reappropriate savings from FY 1991 to FY 1992 and reduce SGF expenditures	\$ (111,858)		\$ (111,858)	
	2. Increase shrinkage from 4.6 percent to 5.85 percent	(70,000)		(70,000)	
	3. Delete DNA databank	(59,198)		(59,198)	
	4. Delete DNA unit	(70,785)		(70,785)	
	5. Reduce miscellaneous capital outlay and eliminate capital improvements	(14,900)		(14,900)	
	6. Eliminate 14 new KBI vehicles	(201,152)		(201,152)	
Subtotal		\$ (527,893)		\$ (527,893)	
Highway Patrol	1. Shift SGF financing to Highway Fund	\$ (23,093,069)		\$ (23,093,069)	
	2. Introduce bill to increase gas tax by 1.5 cents per gallon (State Highway Fund, \$21.0 million)				
Adjutant General	1. Reduce repair and rehabilitation funding	\$ (103,343)		\$ (103,343)	

Agency	Description	Proposed House Reductions		Change from Current Senate Position	
		FY 1992 Reduction	FY 1992 Revenue	FY 1992 Reduction	FY 1992 Revenue
Department of Corrections	1. Computer expansion project	\$ (576,851)		\$ (576,851)	
	2. Salary and wages pool	(650,000)		(650,000)	
	3. 10.0 FTE parole officers	(367,430)		(367,430)	
	4. Mothball minimum security facilities	(2,100,000)		(2,100,000)	
Subtotal		\$ (3,694,281)		\$ (3,694,281)	
GRAND TOTAL		<u>\$ (\$29,151,735)</u>		<u>\$ (27,418,586)</u>	

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