

Approved: 3-24-92
Date

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson George Teagarden at 1:40 p.m. on March 3, 1992 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
Sue Krische, Administrative Aide
Rose Baker, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list

HB 2730 - Appropriation for FY93, state board of regents and higher education institutions.

SYSTEMWIDE ISSUES

Representatives Chronister and Wisdom presented the subcommittee report on the Regents' Systemwide Issues for FY92 and FY93 (Attachment 1). Representative Kline expressed concern regarding the addition of new buildings and appropriating funding for only the payment of utilities and not recommending funding for upkeep. In response to a question, Representative Chronister stated that any building donated as a gift must be reviewed by the State Building Construction committee before acceptance. Representative Kline moved to amend item #13 in the subcommittee report on Systemwide Issues to provide full servicing of new buildings with the addition of \$566,220.00 SGF and 24.3 positions. Seconded by Representative Pottorff. Motion carried. Representative Helgerson is recorded as voting no.

A handout was provided by Representative Patrick regarding the Regents tuition increase and comparisons. Representative Patrick suggests that tuition for resident and non-resident students should be an average of their peer institutions. This would generate \$23 million in additional revenue. This revenue would be dedicated to the unclassified salary. Representative Patrick moved to amend the subcommittee report to have tuition fees fixed at a minimum of the average of the peer institutions and money be dedicated to the unclassified salaries. Seconded by Representative Helgerson. Motion failed.

In response to a question, Representative Teagarden stated that this committee has approved approximately \$1.2 million in operating expenses and \$1 million in the planning for reconstruction of Hoch auditorium. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 Regents Systemwide Issues, as amended. Seconded by Representative Hamm. Motion carried. Representatives Patrick and Helgerson are recorded as voting no.

FORT HAYS STATE UNIVERSITY

Representative Wisdom presented the subcommittee report on Fort Hays State University for FY92 and FY93 (Attachment 2). Representative Vancrum presented the minority report on Fort Hays State University. Representative Vancrum stated that he does not concur with the recommendation to provide \$113,500 and 3.0 FTE positions for the servicing of the new facility for the Sternberg Memorial Museum. Representative Gatlin stated that he understood that all land and buildings have been donated and finalized. Charging admission to the exhibit will raise money to help pay for expenses incurred. Representative Vancrum moved adoption of the minority report on Fort Hays State University. Motion died for lack of a second. Representative Chronister moved adoption of the subcommittee report for FY92 and FY93 for Fort Hays State University. Seconded by Representative Wisdom. Motion carried.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, room 514-S Statehouse, at 1:40 p.m. on March 3, 1992.

KANSAS STATE UNIVERSITY

Representative Wisdom presented the subcommittee report on Kansas State University for FY92 and FY93 (Attachment 3). In response to a question by Representative Gatlin, Representative Wisdom explained item #4. He stated that previously Huck Boyd Institute had been in a grant program, and is now in the KSU budget. Representative Hochhauser moved to amend the subcommittee report for FY93 requesting an additional \$1 million for the expansion and renovation of Farrell Library at KSU. Seconded by Representative Dean. Representative Hochhauser explained that the students have pledged their good faith and fees and that the state should match the students' fees. The student fee allocation and private donations to the library will expire in 1996 if the state fails to allocate sufficient funds to complete a renovation and expansion of the library. Representative Wisdom read a statement presented to the subcommittee from KSU which in part states that the Regents have included the Farrell Library addition in a five year plan and have recommended preliminary planning funds for FY96. Motion failed. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 for Kansas State University. Seconded by Representative Hamm. Motion carried.

KANSAS STATE UNIVERSITY EXTENSION SYSTEMS AND AGRICULTURE RESEARCH PROGRAMS

Representative Hamm presented the subcommittee report on KSU Extension Systems and Agriculture Research Programs for FY92 and FY93 (Attachment 4). Representative Heinemann moved to transfer \$50,000 from the restricted use funds to fund one Forester position in the extension budget in SW Kansas. Seconded by Representative Gatlin. Motion failed. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 for the KSU Extension Systems and Agriculture Research Programs. Seconded by Representative Chronister. Motion carried.

KANSAS STATE UNIVERSITY VETERINARY MEDICAL CENTER

Representative Wisdom presented the subcommittee report on KSU Veterinary Medical Center for FY92 and FY93 (Attachment 5). Representative Hamm moved adoption of the subcommittee report for FY92 and FY93 for the KSU Veterinary Medical Center. Seconded by Representative Vancrum. Motion carried.

KANSAS STATE UNIVERSITY - SALINA, COLLEGE OF TECHNOLOGY

Representative Hamm presented the subcommittee report on KSU - Salina, College of Technology for FY92 and FY93 (Attachment 6). In answer to a question, Representative Teagarden stated that the Salina sales tax revenue is coming in well above the proposed estimates. Representative Hamm moved adoption of the subcommittee report for FY92 and FY93 for the KSU - Salina, College of Technology. Seconded by Representative Chronister. Motion carried.

EMPORIA STATE UNIVERSITY

Representative Vancrum presented the subcommittee report on Emporia State University for FY92 and FY93 (Attachment 7). Representative Vancrum moved adoption of the subcommittee report for FY92 and FY93 for Emporia State University. Seconded by Representative Hamm. Motion carried.

PITTSBURG STATE UNIVERSITY

Representative Hamm presented the subcommittee report on Pittsburg State University for FY92 and FY93 (Attachment 8). Representative Vancrum read the minority report on Pittsburg State University. Representative Vancrum moved adoption of the minority report. Motion died for lack of a second. Representative Hamm moved adoption of the majority subcommittee report for FY92 and FY93 for Pittsburg State University. Seconded by Representative Chronister. Motion carried.

UNIVERSITY OF KANSAS

Representative Chronister presented the subcommittee report on the University of Kansas for FY92 and FY93 (Attachment 9). Representative Patrick asked what the approximate cost will be for the replacement of Hoch Auditorium. Representative Teagarden stated that the replacement cost for Hoch will be approximately \$18 million. To be funded in FY94 and FY95. Representative Heinemann moved adoption of the subcommittee report. Seconded by Representative Vancrum. Motion withdrawn. Representative Helgeson asked if in the expansion of Hoch Auditorium, there will be an additional amount of square footage added. Representative Kline answered that there will be an expansion to the south. The \$1 million recommended is the funding for the planning of reconstruction. Other funding will come from private donors and from the SGF. A decision is still pending as to whether the state will self insure or pay a premium to insure the buildings. Representative Helgeson moved to amend item #6 in the subcommittee report for the University of Kansas for FY93 to state that the legislature will review the additional funding options for reconstruction of Hoch Auditorium in FY94. Seconded by Representative Chronister. Motion carried.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, room 514-S Statehouse, at 1:40 p.m. on March 3, 1992.

Representative Vancrum moved adoption of the subcommittee report for FY92, as presented, and FY93, as amended, for the University of Kansas. Seconded by Representative Wisdom. Motion carried. Meeting adjourned at 3:40 p.m. and will reconvene at 5:00 p.m.

Chairman Teagarden reconvened the meeting at 5:10 p.m.

UNIVERSITY OF KANSAS MEDICAL CENTER

Representative Wisdom presented the subcommittee report on the University of Kansas Medical Center for FY92 and FY93 (Attachment 10). In response to a question, Representative Teagarden stated that the subcommittee did review the proposal regarding KUMC Outpatient Cancer Center and the Salick Corporation. This program is a good program and would generate approximately \$2.5 million into KUMC. Representative Dean requested a breakdown of what portion of the funding goes to Wichita and what portion goes to KUMC. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 for the University of Kansas Medical Center. Seconded by Representative Chronister. Motion carried.

WICHITA STATE UNIVERSITY

Representative Wisdom presented the subcommittee report on Wichita State University for FY92 and FY93 (Attachment 11). Representative Dean requested a copy of the service area for Wichita State University and the University of Kansas. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 for Wichita State University. Seconded by Representative Hamm. Motion carried.

BOARD OF REGENTS

Representative Wisdom presented the subcommittee report on the Board of Regents for FY92 and FY93 (Attachment 12). Representative Solbach questioned the availability of the scholarship fund for FY92 for the students who qualify after the subcommittee's recommendation for reductions. Representative Chronister answered by stating that all scholarships for FY92 have been distributed. There was concern noted regarding the Nursing Scholarship program. A bill to be introduced, hopefully, will address some of the problems. To address the lack of qualified applicants with sponsors from rural areas, amend the current law to reduce rural sponsor cost by \$1,000 and provide that the state would assume the difference.

Representative Chronister responded to a question from Representative Dean regarding the definition of "rural" in the scholarship statutes. Rural, as defined in Kansas Statutes, means any county in the state having a population of not more than 20,000 people at the time of application. Representative Wisdom moved adoption of the subcommittee report for FY92 and FY93 for the Board of Regents. Seconded by Representative Hamm. Motion carried.

The Committee authorized staff to make any necessary technical adjustments in HB 2730. Representative Wisdom moved that HB 2730, as amended, be recommended favorably for passage. Seconded by Representative Hamm. Motion carried. Representatives Patrick and Helgeson are recorded as voting no.

HB 2729 - Appropriations for FY92 - supplemental appropriations for various state agencies. Representative Chronister moved that HB 2729, as amended, be recommended favorably for passage. Seconded by Representative Wisdom. Motion carried.

HB 2728 - Appropriations for FY92 and FY93, capital improvements for various state agencies. Representative Dean moved to amend HB 2728 by deleting \$123,000 from the GFBF for the state house driveways. Seconded by Representative Turnquist. Motion carried. Representative Kline presented information regarding the Highway Patrol Training Center (Attachment 13). The building committee looked at the present facilities and notes that these facilities are in need of replacement. This year, the Governor has recommended financing and the State Building Committee unanimously concurs with the Governor's recommendation to purchase Marymount.

Representative Teagarden provided the committee with information that SRS, KBI, Revenue, and other agencies would use this facility because of the central location for training. Representative Gatlin expressed concern that in purchasing this campus, is the state implying that this will done for other private institutions and is a precedent being set. Represented Kline replied that this campus is centrally located and the size is appropriate for the State's needs.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, room 514-S Statehouse, at 1:40 p.m. on March 3, 1992.

Representative Patrick expressed concern over the additional funding needed other than for the purchasing of the campus. The additional funds would be for payroll for new positions, utilities, interest paid, and servicing. Representative Gatlin moved to strike all of section 17 of HB 2728. Seconded by Representative Patrick. Motion failed. Representative Blumenthal moved that HB 2728, as amended, be recommended favorably for passage. Seconded by Representative Dean. Motion carried. Representative Patrick is recorded as voting no.

INTRODUCTION OF BILLS

Representative Fuller moved introduction of a bill that would allow state agencies to replace PMIB loans with bond financing. Seconded by Representative Wisdom. Motion carried. Representative Chronister moved to introduce a bill concerning school districts relating to financing. Seconded by Representative Wisdom. Motion carried.

Meeting adjourned at 6:55 p.m. The next scheduled meeting will be March 5, 1992 at 1:30 p.m. in room 514-S.

GUEST LIST

COMMITTEE: HOUSE APPROPRIATIONS

DATE: 3-3-92

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
M. Bohnhoff	Topeka	Budget
D.B. Dutton	Topeka	Budget
Ann Miller	Topeka	KDHK
Ray Hawke	Topeka	Bd of Regents
TED D. AYRES	TOPEKA	BOARD OF REGENTS
LINDA McMill	"	SALINA CHAMBER & KSTIA
Gerald Cook	Salina	Salina Chamber of Commerce
Marlin Penn	Lawrence	KU
Barbara Schlobahn	Reading	Public School
Fred Seibermann	Wichita	WSCO
Bill Hollenbeck	Pittsburg	PSO
Jim Pflughott	Hays	FHSU
WARREN Cozart	TOPEKA	BD. OF REGENTS
SUSAN Peterson	Manhattan	KANSAS State University
Susan Smith	Overland Park, KS	Mothers
Heather Smith	" " "	"
Jon Gossenger	Lawrence	KU
Ray Stephens	Emporia	ESU
Tim Nims	At Topeka	Top ASK
Kriste Wardell	Topeka	ASK
Mike Kaddach	Manhattan	KSU
Phyllis Erickson	Manhattan	KSU
Geil Defendorf	Manhattan	KSU-Library
DEBORAH BIRNEY	TOPEKA	WASHBURN Univ.
David G. Monical	Topeka	Washburn

Jennifer Schlobokm

Biljana GIOVSKA

Wale Singer

Steve Star

Reading

OSAGE CITY

Fopka

Fopka

Public Schools

Public School

KB1

KB1

**SUBCOMMITTEE RECOMMENDATIONS ON
REGENTS' SYSTEMWIDE ISSUES**

The House Appropriations Subcommittee on Regent's systemwide issues held hearings and received testimony concerning issues affecting all the state higher education institutions. All most all of the university presidents, including the Chancellor, appeared before the Subcommittee to present information concerning the budget requests for FY 1993. Based on the available information, the Subcommittee makes the following recommendations concerning the Regents' systemwide issues.

1. FY 1992 General Fee Fund Adjustments
(Systemwide Memo page 11)

The Subcommittee concurs with the Governor's recommendation and does not recommend the release of additional general fees in the current year. The Subcommittee concurs with the Governor's recommendation for State General Fund supplemental funding to address a general fees shortfall at Wichita State University (\$590,652). In addition, the Subcommittee also recommends \$353,639 for the University of Kansas to address a general fees shortfall. The Subcommittee notes that the additional fees from higher than anticipated enrollment have been utilized by the Governor to maximize the expenditure of tuition income to reduce the demand on the State General Fund. The Subcommittee concurs with this effort to reduce the demand on the State General Fund. The following table summarizes the request, the Governor's recommendation, and the Subcommittee's recommendation concerning general fee adjustment in the current year.

FY 1992 General Fees Adjustments

Institution	Approved General Fees Fund Expenditure FY 1992	General Fees Fund Requested Adjustment	State General Fund Supplemental Request	Governor's Fee Release/ Supplemental Rec.	Subcommittee Recommendation
KU	\$ 51,686,627	\$ --	\$ 353,639	\$ --	\$ 353,639
KSU	29,610,773	--	--	--	--
WSU	17,980,763	--	590,652	590,652	590,652
ESU	6,171,627	--	--	--	--
FHSU	5,432,675	67,620	--	--	--
PSU	7,067,517	197,383	--	--	--
KUMC	7,006,058	--	--	--	--
KSUVMC	3,507,064	--	--	--	--
KSU-Salina	449,862	52,328	--	--	--
Total	<u>\$ 128,912,966</u>	<u>\$ 317,331</u>	<u>\$ 944,291</u>	<u>\$ 590,652</u>	<u>\$ 944,291</u>

*HA
3-3-92
Attachment 1*

2. FY 1993 Unclassified Salary Increases
(Systemwide Memo page 22)

The Subcommittee concurs with the Governor's recommendation to provide funding for an average unclassified salary increase of 2.5 percent. The Regents had requested in FY 1993 a total of \$16.8 million systemwide to provide an average 5 percent salary increase to unclassified faculty and staff. The request is computed as a percentage increase to the overall salary base; however, actual salary increases are granted based upon individual merit. The following table reflects the institutional requests and the Governor's and Subcommittee's recommendations.

FY 1993 Unclassified Salary Increases
(Including Fringe Benefits)

<u>Institution</u>	<u>FY 1993 Request</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 4,841,574	\$ 2,351,517	\$ 2,351,517
KSU	3,356,830	1,200,092	1,200,092
WSU	1,960,213	987,044	987,044
ESU	695,755	491,580	491,580
FHSU	666,079	299,635	299,635
PSU	745,003	527,284	527,284
KUMC	2,636,886	1,878,380	1,878,380
KSU-Ext.	1,422,304	680,529	680,529
KSUVMC	346,179	152,619	152,619
KSU-Salina	151,675	50,854	50,854
Total	<u>\$ 16,822,498</u>	<u>\$ 8,619,534</u>	<u>\$ 8,619,534</u>

3. FY 1993 Classified Salary Increases
(Systemwide Memo page 28)

The Subcommittee concurs with the Governor's recommendation in FY 1993 of providing the financing for pay plan step movement and longevity pay for classified employees. The Regents had requested financing for step movement and longevity pay for eligible classified employees. The following table reflects the agency requests, Governor's recommendation and the Subcommittee's recommendation for classified salary increases.

Classified Salary Increases Regents' Request

(Including fringe benefits)

<u>Institution</u>	<u>FY 1993 Agency Req.</u>	<u>FY 1993 Gov. Rec.</u>	<u>Subcommittee Recommendation</u>
KU	\$ 691,851	\$ 582,465	\$ 582,465
KSU	481,374	509,947	509,947
WSU	280,433	262,129	262,129
ESU	120,668	151,572	151,572
FHSU	118,751	152,557	152,557
PSU	147,348	180,231	180,231
KUMC	1,029,632	936,656	936,656
KSU-Ext.	152,738	161,951	161,951
KSUVMC	72,117	73,550	73,550
KSU-Salina	23,500	29,625	29,625
Total	<u>\$ 3,118,412</u>	<u>\$ 3,040,683</u>	<u>\$ 3,040,683</u>

4. Student Salary Increases

(Systemwide Memo page 29)

The Subcommittee concurs with the Governor's recommendation to provide a 2.5 percent salary increase for student salaries in FY 1993. The Regents had requested a 5 percent salary increase for student salaries. The following table reflects the agency requests, the Governor's recommendations, and the Subcommittee's recommendations.

Student Salary Increase

<u>Institution</u>	<u>FY 1992 Base</u>	<u>FY 1993 5% Incr.</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 1,745,108	\$ 90,145	\$ 43,771	\$ 43,771
KSU	1,393,306	70,533	36,828	36,828
WSU	1,213,036	63,486	34,377	34,377
ESU	841,988	42,900	24,208	24,208
FHSU	945,448	47,338	26,589	26,589
PSU	734,995	36,873	10,480	10,480
KUMC	1,274,776	63,972	31,986	31,986
KSU-Ext.	285,810	13,818	6,903	6,903
KSUVMC	112,320	5,638	3,068	3,068
KSU-Salina	45,141	1,981	951	951
Total	<u>\$ 8,591,928</u>	<u>\$ 436,684</u>	<u>\$ 219,161</u>	<u>\$ 219,161</u>

5. Sick Leave at Retirement
(Systemwide Memo page 21)

The Subcommittee concurs with the Governor's recommendation of \$1,039,450 for the establishment of a sick leave at retirement account. The institutions would request reimbursement from this fund for the cost of accrued sick leave to employees who retire from state service. The following table reflects the institutional requests, the Governor's recommendation, and the Subcommittee's recommendations.

Sick Leave at Retirement

<u>Institution</u>	<u>Request FY 1993</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 244,805	\$ 252,042	\$ 252,042
KSU	146,161	168,360	168,360
WSU	107,773	108,455	108,455
ESU	42,441	45,314	45,314
FHSU	41,042	44,638	44,638
PSU	47,475	49,596	49,596
KUMC	274,408	274,408	274,408
KSU-Extension	64,618	70,445	70,445
KSU-Vet. Med.	18,554	19,683	19,683
KSU-Salina	6,691	6,509	6,509
Total	<u>\$ 993,968</u>	<u>\$ 1,039,450</u>	<u>\$ 1,039,450</u>

6. FY 1993 Salary and Wage Shrinkage
(Systemwide Memo page 20)

The Subcommittee recommends that the salary and wage shrinkage amounts in FY 1993 be increased by a total of \$727,616. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the Sick Leave at Retirement Fund. The Subcommittee notes that the institutions are currently funding sick leave at retirement from salary and wage shrinkage savings. The following table reflects the agencies requested salary and wage shrinkage percentage rate in FY 1993, the Governor's recommendation, and the Subcommittee's percentage recommendation and actual dollar increase for salary and wage shrinkage.

FY 1993 Salary and Wage Shrinkage

<u>Institution</u>	<u>FY 1992 %</u>	<u>FY 1993 Request</u>	<u>Estimated Fiscal Impact</u>	<u>FY 1993 Gov. Rec.</u>	<u>Subcommittee Recommendation</u>	<u>Subcommittee Increased Shrinkage Above Gov. Rec.</u>
KU	2.29%	2.19%	\$ 308,596	2.29%	2.35%	\$ (176,429)
KSU	2.67	2.42	220,665	2.67	2.80	(117,852)
WSU	2.81	2.56	142,054	2.81	2.94	(75,919)
ESU	1.33	1.08	59,079	1.33	1.46	(31,720)
PSU	1.41	1.16	59,344	1.41	1.57	(34,717)
FHSU	2.18	1.93	45,701	2.18	2.35	(31,247)
KUMC	3.14	2.98	218,306	3.11	3.24	(192,086)
KSU-Ext.	2.67	2.42	91,910	2.67	2.80	(49,312)
KSUVMC	2.47	2.22	25,538	2.47	2.61	(13,778)
KSU-Salina	1.00	.75	6,294	1.00	1.18	(4,556)
Total			<u>\$ 1,177,487</u>			<u>\$ (727,616)</u>

7. FY 1993 Other Operating Expenditures
(Systemwide Memo page 31)

The Subcommittee concurs with the Governor's recommendation for a four percent base increase for other operating expenditures in FY 1993, including a five percent base increase for hospital operations at the University of Kansas Medical Center. The Regents had requested a 5 percent base increase for other operating expenditures. The following table reflects the institutional requests, the Governor's recommendation and the Subcommittee's recommendation.

**Other Operating Expenditures (Excluding Utilities)
Program Maintenance Increases**

<u>Institution</u>	<u>FY 1992 Base</u>	<u>FY 1993 Maintenance 5% Request</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 18,335,028	\$ 928,786	\$ 707,216	\$ 707,216
KSU	10,794,466	599,454	431,779	431,779
WSU	8,420,223	427,678	336,809	336,809
ESU	3,195,446	161,719	127,818	127,818
FHSU	2,946,255	149,384	117,850	117,850
PSU	3,418,613	406,075	136,745	136,745
KUMC	40,168,093	2,007,256	1,781,028	1,781,028
KSU-Ext.	6,037,914	304,432	241,517	241,517
KSUVMC	2,674,301	137,472	94,972	94,972
KSU-Salina	1,056,286	52,815	40,327	40,327
Total	<u>\$ 97,046,625</u>	<u>\$ 5,175,071</u>	<u>\$ 4,016,061</u>	<u>\$ 4,016,061</u>

**8. Restoration of FY 1992 1 Percent State General
Fund Lapse in FY 1993
(Systemwide Memo page 19)**

The Subcommittee concurs with the Governor's recommendation to not provide for the restoration of the FY 1992 one percent State General Fund lapse in FY 1993. The Regents had requested restoration of the full 1 percent lapsed amount from the State General Fund. The following table reflects the institutional requests, the Governor's recommendation, and the Subcommittee's recommendations.

Restoration of FY 1992 1 Percent State General Fund Lapse

<u>Institution</u>	<u>FY 1993 Amount Req.</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 1,011,000	\$ --	\$ --
KSU	721,839	--	--
WSU	479,862	--	--
ESU	210,651	--	--
FHSU	208,471	--	--
PSU	226,373	--	--
KUMC	659,740	--	--
KSU-Extension	332,470	--	--
KSU-Vet. Med.	82,526	--	--
KSU-Salina	40,598	--	--
Total	<u>\$ 3,973,530</u>	<u>\$ --</u>	<u>\$ --</u>

9. Increase of Regents' Retirement Contribution
(Systemwide Memo page 28)

The Subcommittee concurs with the Governor's recommendation to not increase the Regents retirement system from 8 percent to 9 percent. The institutions had requested a total of \$2,311,481 from general use sources to fund the increase in the Regents employer retirement contribution. The following table reflects the institutional requests, the Governor's recommendation and the Subcommittee's recommendation.

Increase of Regents' Retirement Contribution

<u>Institution</u>	<u>Request FY 1993</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 815,944	\$ --	\$ --
KSU	265,810	--	--
WSU	293,043	--	--
ESU	111,879	--	--
FHSU	132,614	--	--
PSU	155,923	--	--
KUMC	393,557	--	--
KSU-Extension	68,817	--	--
KSU-Vet. Med.	20,996	--	--
KSU-Salina	52,898	--	--
Total	<u>\$ 2,311,481</u>	<u>\$ --</u>	<u>\$ --</u>

10. FY 1992 Supplemental Enrollment Adjustment
(Systemwide Memo page 19)

The Subcommittee concurs with the Governor's recommendation to not provide funding for the requested FY 1992 supplemental enrollment adjustment. The institutions have requested a total of \$4,880,196 to finance the FY 1992 enrollment adjustment that was not approved by the 1991 Legislature. The following table reflects the requested FY 1992 enrollment adjustment, the Governor's recommendation and the Subcommittee's recommendation.

FY 1992 Supplemental Enrollment Adjustment Requests

<u>Institution</u>	<u>Gross Adjustment Without Corridor</u>	<u>Proposed Adjustment Increase Corridor</u>	<u>Proposed Adjustment Decrease Corridor</u>	<u>FY 1992 Requested Enrollment Adjustment</u>	<u>Gov. Rec. FY 1992</u>	<u>Subcommittee Recommendation</u>
KU	\$ 2,125,730	\$ 853,573	\$ --	\$ 1,272,157	\$ --	\$ --
KSU	4,063,113	2,144,047	--	1,919,066	--	--
WSU	698,499	321,347	--	377,152	--	--
ESU	1,502,246	870,896	--	631,530	--	--
FHSU	251,593	124,259	--	127,334	--	--
PSU	618,654	241,516	--	377,138	--	--
Total	<u>\$ 9,259,835 *</u>	<u>\$ 4,555,638</u>	<u>\$ --</u>	<u>\$ 4,704,377 *</u>	<u>\$ --</u>	<u>\$ --</u>

* Excludes the request of the Kansas State University-Salina (\$108,515).

11. FY 1993 Enrollment Adjustment
(Systemwide Memo page 13)

The Subcommittee recommends \$4,129,719 for an enrollment adjustment in FY 1993. The Subcommittee recommendation is \$1,028,929 and 20.3 FTE positions above the Governor's recommendation of \$3,100,790 in the budget year. The Subcommittee recommendation provides for a two-year average amount of the requested FY 1992 and FY 1993 enrollment adjustments. The only exception to the two-year averaging is Fort Hays State University since a two-year average amount would represent a reduction below the Governor's FY 1993 amount. The Subcommittee concurs with the Governor's recommendation of \$460,061 for the FY 1993 enrollment adjustment at Fort Hays State University. The Subcommittee discussed at great length the difficulties with the enrollment adjustment. Of particular concern was the impact of enrollment adjustment funding on Emporia State University through the years. The following table reflects the institutional requests, the Governor's recommendations and the Subcommittee's recommendation.

FY 1993 Enrollment Adjustment Requests

<u>Institution</u>	<u>Gross Adjustment Without Corridor</u>	<u>Proposed Adjustment Increase Corridor</u>	<u>Proposed Adjustment Decrease Corridor</u>	<u>Requested Enrollment Adjustment</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Recommendation</u>	<u>Net Difference from Gov. Rec.</u>
KU	\$ 1,803,089	\$ 776,737	\$ --	\$ 1,026,352	\$ 1,019,147	\$ 1,152,161	\$ 133,014
KSU	2,479,037	1,012,551	(1,507,386)	1,466,486	1,466,486	1,692,776	226,290
WSU	(505,330)	--	--	--	--	188,576	188,576
ESU	295,592	140,496	--	155,096	155,096	393,313	238,217
FHSU	846,421	386,360	--	460,061	460,061	460,061	--
PSU	(587,251)	--	(705,823)	--	--	188,569	188,569
Total	\$ 4,331,558	\$ 2,316,144	\$ (2,213,209)	\$ 3,107,995	\$ 3,100,790	\$ 4,075,456	\$ 974,666*

* Excludes the Subcommittee recommended amount of \$54,263 for KSU-Salina.

12. Utilities

(Systemwide Memo page 36)

The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992 and FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 and projected FY 1993 based on the latest expenditures to date information.

13. Servicing New Buildings

(Systemwide Memo page 38)

The Subcommittee recommends a total of 3.0 FTE positions and \$435,618 or \$20,120 less than the Governor recommended in FY 1993 for servicing new buildings. The Governor recommended only utility funding for all of the requested facilities, with the exception of the two athletic facilities at KU and WSU. The Governor did not recommend any additional FTE positions in FY 1993. The Regents had requested a total of \$1,188,624 and 31.0 FTE positions for servicing new buildings. The following table reflects the institutional requests, the Governor's recommendation and the Subcommittee's recommendations.

**FY 1993 Request
Servicing New Buildings**

<u>Institution/Facility</u>	<u>Classified FTE</u>	<u>Salaries</u>	<u>OOE</u>	<u>Utilities</u>	<u>FY 1993 Total Request</u>	<u>Gov. Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU							
Regents' Center	0.8	\$ 15,200	\$ 3,586	\$ 13,944	\$ 32,730	\$ 13,944	\$ 13,944
Lied Performing Arts Center	5.0	47,500	15,188	59,063	121,751	59,063	59,063
Nelson Research Lab	0.2	3,800	887	3,448	8,135	3,448	3,448
Addition to Parrot Athletic Center	2.5	45,600	11,400	44,333	101,333	--	--
WSU							
Science Classroom Building	12.9	245,100	60,867	206,946	512,913	206,946	206,946
Center for Entrepreneurship	0.3	5,700	1,570	5,337	12,607	5,337	5,337
Eck Stadium Addition	0.7	9,247	2,304	10,076	21,627	--	--
FHSU							
Sternberg Memorial Museum	6.7	126,730	39,936	133,120	299,786	133,120	113,000
KUMC							
Sutherland Institute	1.9	35,150	8,712	33,880	77,742	33,880	33,880
TOTAL	<u>31.0</u>	<u>\$ 534,027</u>	<u>\$ 144,450</u>	<u>\$ 510,147</u>	<u>\$1,188,624</u>	<u>\$ 455,738</u>	<u>\$ 435,618</u>

14. Graduate Teaching Assistant Fee Waiver
(Systemwide Memo page 30)

The Subcommittee concurs with the Governor's recommendation in FY 1993 to increase the graduate teaching assistant fee waiver from 75 percent to 100 percent. The Subcommittee maintains that the increase will assist in recruiting and retaining the very best graduate teaching assistants within the Regents system. The increase in the fee waiver reduces general fee receipts by \$641,996 and increase the demand on the State General Fund by a similar amount. The following table reflects the institutional requests, the Governor's recommendations, and the Subcommittee recommendations.

Graduate Teaching Assistant Fee Waiver

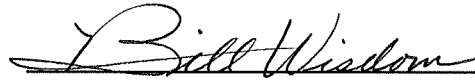
	<u>Agency Request Increased Grad. Teaching Asst. Fee Waiver</u>	<u>Governor's Rec. FY 1993</u>	<u>Subcommittee Recommendation</u>
KU	\$ 264,162	\$ 264,162	\$ 264,162
KSU	90,602	90,602	90,602
WSU	92,300	92,300	92,300
ESU	110,470	110,470	110,470
FHSU	22,165	22,165	22,165
PSU	38,056	38,056	38,056
KUMC	24,241	24,241	24,241
Total	<u>\$ 641,996</u>	<u>\$ 641,996</u>	<u>\$ 641,996</u>

15. Mission Related Program Enhancements
(Systemwide Memo page 39)

The Subcommittee concurs with the Governor's recommendation that does not provide any funding for mission related program enhancements in FY 1993. The Regents had requested a total of \$5,163,000 in FY 1993 for the mission-related program enhancements, mainly in the areas of libraries and instructional equipment. The following table reflects the institutional requests, the Governor's recommendation and the Subcommittee recommendation.

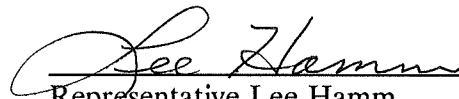
**FY 1993 Requested Mission
Related Program Enhancements**

<u>Institution</u>	<u>Library Enhancement</u>	<u>Equipment Enhancement</u>	<u>FY 1993 Total Req.</u>	<u>FY 1993 Gov. Rec.</u>	<u>Subcommittee Recommendation</u>
KU	\$ 612,000	\$ 900,000	\$ 1,512,000	\$ --	\$ --
KSU	433,000	522,000	955,000	--	--
WSU	216,400	404,600	621,000	--	--
ESU	177,500	146,500	324,000	--	--
PSU	117,000	200,000	317,000	--	--
FHSU	52,000	225,000	277,000	--	--
KUMC	260,000	664,000	924,000	--	--
KSU-Ext.	--	150,000	150,000	--	--
KSUVMC	10,000	53,000	63,000	--	--
KSU-Salina	--	20,000	20,000	--	--
Total	<u>\$ 1,877,900</u>	<u>\$ 3,285,100</u>	<u>\$ 5,163,000</u>	<u>\$ --</u>	<u>\$ --</u>



Representative Bill Wisdom
Subcommittee Chairperson

Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden

Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 2729

Bill Sec. 10

Analyst: Duffy

Analysis Pg. No. 875

Budget Page No. 214

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Governor's Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 20,765,915	\$ 20,376,064	\$ --
General Fees Fund	5,432,675	5,631,041	--
Subtotal General Use	<u>\$ 26,198,590</u>	<u>\$ 26,007,105</u>	<u>\$ --</u>
Other Funds	10,206,513	10,521,510	--
Total Operating Exp.	<u>\$ 36,405,103</u>	<u>\$ 36,528,615</u>	<u>\$ --</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ --
Educational Bldg. Fund	586,215	586,215	--
Other Funds	759,713	444,713	--
Total Capital Improve.	<u>\$ 1,345,928</u>	<u>\$ 1,030,928</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 37,751,031</u></u>	<u><u>\$ 37,559,543</u></u>	<u><u>\$ --</u></u>
 FTE Positions			
Classified	299.0	299.0	--
Unclassified	331.9	331.9	--
Total	<u>630.9</u>	<u>630.9</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

The University's general use budget request for FY 1992 totals \$26,198,590, which is 3.4 percent greater than actual general use expenditures for FY 1991. The FY 1992 estimate exceeds the amount approved by the 1991 Legislature by \$127,334. The agency's request includes a State General Fund supplemental appropriation of \$127,334 for the FY 1992 enrollment adjustment which was not funded by the 1991 Legislature. Additionally subsequent to the agency's FY 1993 budget submission, the institution requests a release of \$67,620 in additional general fees fund authority in the current year.

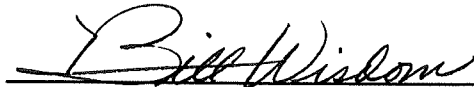
The Governor recommends a general use budget of \$26,007,105 or \$191,485 less than the agency requested and \$64,151 less than the amount authorized. The reduction is due to the decrease in group health insurance rates in the current year. The Governor's recommendation does not include funding for the enrollment adjustment supplemental. The Governor does not recommend the release of additional general fees receipts of \$67,620, as requested. The Governor reduces State General Fund expenditures in the current year by shifting \$198,366 to the General Fees Fund.

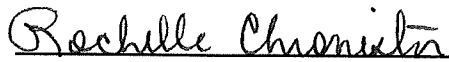
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3-3-92
Attachment 2*

House Subcommittee Recommendations


The House Subcommittee concurs with the Governor's recommendations with the following adjustment:

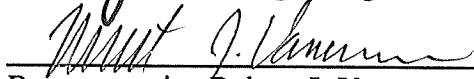
1. **Systemwide Recommendation – Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.


 Representative Bill Wisdom
 Subcommittee Chair


 Representative Rochelle Chronister


 Representative Lee Hamm


 Representative George Teagarden


 Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 2730, 2728

Bill Sec. 2,4

Analyst: Duffy

Analysis Pg. No. 875

Budget Page No. 214

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 22,943,467	\$ 21,195,047	\$ (50,867)
General Fees Fund	5,819,972	6,044,313	--
Subtotal General Use	<u>\$ 28,763,439</u>	<u>\$ 27,239,360</u>	<u>\$ (50,867)</u>
Other Funds	10,310,830	10,625,490	--
Total Operating Exp.	<u>\$ 39,074,269</u>	<u>\$ 37,864,850</u>	<u>\$ (50,867)</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ --
Educational Bldg. Fund	0	0	--
Other Funds	790,000	125,000	390,000
Total Capital Improve.	<u>\$ 790,000</u>	<u>\$ 125,000</u>	<u>\$ 390,000</u>
GRAND TOTAL	<u><u>\$ 39,864,269</u></u>	<u><u>\$ 37,989,850</u></u>	<u><u>\$ 339,133</u></u>
FTE Positions			
Classified	311.7	302.0	3.0
Unclassified	343.9	340.4	--
Total	<u>655.6</u>	<u>642.4</u>	<u>3.0</u>

Agency Request/Governor's Recommendation

The University general use budget request for FY 1993 totals \$28,763,439, an increase of 9.8 percent over the FY 1992 general use expenditure request. The components of the University's general use budget include adjustments to the base budget (\$544,491), including restoration of the Governor's 1 percent lapse, 1 percent increase in the retirement contribution, and FY 1992 unfunded enrollment adjustment; maintenance adjustments (\$1,111,188), including 5 percent increase for unclassified and student salaries, 5 percent increase for other operating expenditures, and step movement (2.5 percent) and longevity for classified employees; mission related enhancements (\$277,000); FY 1993 enrollment adjustment (\$460,061); and servicing new buildings (\$299,786).

The Governor recommends a general use budget of \$27,239,360, which is \$1,524,079 less than the amount requested and an increase of \$1,232,255 (4.7 percent) over the Governor's FY 1992 recommendation. The components of the Governor's FY 1993 recommendation include adjustments to the base (\$44,638) for the sick leave at retirement pool; maintenance adjustments (\$594,428) including a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity for eligible classified employees, and a 4 percent increase in other operating expenditures; the FY 1993 enrollment adjustment (\$460,061) and servicing new buildings (\$133,120).

House Subcommittee Recommendation

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

1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$31,247. The increased amount reflects the same dollar amount provided for sick leave at retirement, less 30 percent required to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- FY 1993 Enrollment Adjustment.** The Subcommittee concurs with the Governor's recommendation for the FY 1993 enrollment adjustment for Fort Hays State University of \$460,061 and 11.5 FTE positions (8.5 unclassified and 3.0 classified).
3. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. **Systemwide Recommendation -- Servicing New Buildings.** Reduce \$19,620 from the Governor's recommendation for servicing of the Metroplex which is the proposed new site of the Sternberg Memorial Museum. The Governor's recommendation included \$133,120 for utilities associated with the new building, but does not recommend the requested positions or other operating expenditures. The Subcommittee's recommendation of \$113,500 would be allocated as follows: salaries and wages for 3.0 FTE (\$50,303), utilities (\$45,190) and other operating expenditures (\$18,007).
5. Make a technical adjustment by shifting \$16,340 from operating expenditures to utilities to accurately reflect the Governor's recommendation.
6. **Capital Improvements --** Add \$390,000 from federal funds for final planning for new physical sciences building and relocation of tennis courts in H.B. 2728 (capital improvements bill).
7. **Capital Improvements --** Remove two line items from H.B. 2728 ("gift fund for construction of campanile" and "Sheridan Coliseum gift fund") because they are no longer needed.

Bill Wisdom

Representative Bill Wisdom
Subcommittee Chair

Rochelle Chronister

Representative Rochelle Chronister

Lee Hamm

Representative Lee Hamm

George Teagarden

Representative George Teagarden

Representative Robert J. Vancrum

MINORITY REPORT

Although I concur with most of the Subcommittee's recommendation, I cannot concur with the recommendation to provide funds (\$113,500 and 3.0 FTE positions) for the servicing of the new facility for the Sternberg Memorial Museum. I don't doubt this could be a major tourist attraction for western Kansas and I agree that it is a shame to keep a somewhat unique and very valuable collection of archeological artifacts in an 18,000 square foot display which is below the 100 year floodplain. I fail to see how this project is consistent with the mission of the University. Fort Hays State University is not primarily a research or graduate studies university and does not have a department of paleontology or archeology. We are being asked to invest millions, over several years on an unproven gamble that the revenues from such a tourist attraction will support the facility in the future. Given the high percentage of tourist attractions and museums that require state subsidy, I think this project may become an expensive dinosaur. The institution suffered a \$208,471 lapse to its current year general use base budget and I would think that would be a priority.



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University

Bill No. 2729

Bill Sec. 11

Analyst: Conroy

Analysis Pg. No. 884

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 72,056,120	\$ 69,749,218	\$ --
General Fees Fund	29,610,773	29,673,989	--
Endowment Interest	100,000	100,000	--
Subtotal -- General Use Funds	<u>\$ 101,766,893</u>	<u>\$ 99,523,207</u>	<u>\$ --</u>
Other Funds	53,561,176	53,561,176	--
Total -- Oper. Expenditures	<u>\$ 155,328,069</u>	<u>\$ 153,084,383</u>	<u>\$ --</u>
Capital Improvements:			
Educational Bldg. Fund	\$ 2,574,897	\$ 2,772,321	\$ --
Other Funds	10,367,345	10,367,345	--
Total -- Capital Impr.	<u>\$ 12,942,242</u>	<u>\$ 13,139,666</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 168,270,311</u></u>	<u><u>\$ 166,224,049</u></u>	<u><u>\$ --</u></u>
FTE Positions:			
Classified	1,422.6	1,422.6	--
Unclassified	1,537.9	1,537.9	--
Total	<u>2,960.5</u>	<u>2,960.5</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

The University's general use base budget for FY 1992 totals \$101,766,893 which is 3.4 percent greater than actual general use expenditures in FY 1991. The University requests a State General Fund supplemental of \$2,118,806 in the current year. Of the requested amount, \$1,919,066 is for the FY 1992 enrollment adjustment that was not funded by the 1991 Legislature and \$199,740 is a technical adjustment to correct a staff oversight.

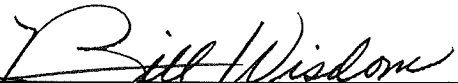
The Governor recommends a general use budget of \$99,523,207 or \$2,243,686 less than the agency requested. The Governor does not recommend supplemental State General Fund financing for the FY 1992 enrollment adjustment, but the Governor recommends financing of the technical adjustment. The Governor reduces employee and dependent health insurance rates by \$378,592 to reflect the current rates. The Governor offsets demand on the State General Fund in the current year by \$63,216 by increasing expenditures from the General Fees Fund by the same amount. The Governor recommends that \$260,622 in State General Fund current year savings be reappropriated to fund expenditures in FY 1993.

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3-3-92
Attachment 3*

House Subcommittee Recommendation

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

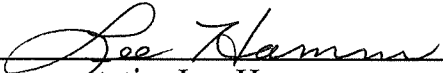
1. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.




Representative Bill Wisdom
Subcommittee Chair



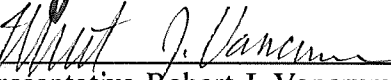
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University

Bill No. 2730

Bill Sec. 3

Analyst: Conroy

Analysis Pg. No. 884

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 77,289,895	\$ 70,729,333	\$ 108,438
General Fees Fund	32,623,538	32,586,942	--
Endowment Interest	100,000	100,000	--
Subtotal -- General Use Funds	<u>\$ 110,013,433</u>	<u>\$ 103,416,275</u>	<u>\$ 108,438</u>
Other Funds	56,492,553	56,492,553	--
Total -- Oper. Expenditures	<u>\$ 166,505,986</u>	<u>\$ 159,908,828</u>	<u>\$ 108,438</u>
Capital Improvements:			
Educational Bldg. Fund	\$ 279,238	\$ 263,590	\$ --
Other Funds	13,866,897	8,966,897	130,000
Total -- Capital Impr.	<u>\$ 14,146,135</u>	<u>\$ 9,230,487</u>	<u>\$ 130,000</u>
GRAND TOTAL	<u>\$ 180,652,121</u>	<u>\$ 169,139,315</u>	<u>\$ 238,438</u>
FTE Positions:			
Classified	1,436.6	1,427.6	1.1
Unclassified	1,557.9	1,545.9	1.4
Total	<u>2,994.5</u>	<u>2,973.5</u>	<u>2.5</u>

Agency Request/Governor's Recommendation

Kansas State University requests a total of \$110,013,433 in general use expenditures for FY 1993, an increase of 8.1 percent over the FY 1992 level. The request includes increases of \$4,508,191 which provides a 5 percent increase for unclassified and student salaries, 5 percent for other operating expenditures, and classified staff pay plan adjustments (step movement and longevity). The University also requests \$1,466,486 for the FY 1993 enrollment adjustment and \$955,000 for mission related program enhancements. The University also requests \$3,194,006 for restoration of the 1 percent State General Fund lapse, an increase in the Regents retirement program of 1 percent, a reduction in salary and wage shrinkage, and establishment of a sick leave at retirement salary pool.

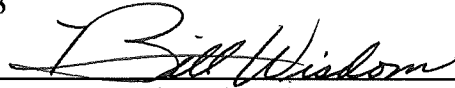
In FY 1993, the Governor recommends a general use budget of \$103,416,275 or \$6,597,158 less than the agency requested. The Governor's recommendation is 3.9 percent greater than the Governor's recommended amount for FY 1992. The Governor's FY 1993 recommendation includes funding for a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity pay for eligible classified employees, and a 4 percent increase for other operating expenditures. The Governor recommends the requested sick leave at retirement

salary pool as the only base adjustment to the agency's budget. The Governor also recommends the FY 1993 enrollment adjustment. The Governor does not recommend the requested mission related program enhancements.

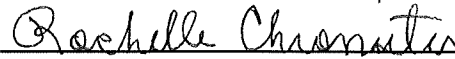
House Subcommittee Recommendation

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

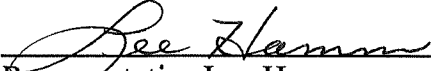
1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$117,852. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$1,692,776 and 15.5 FTE positions (9.4 unclassified and 6.1 classified) for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$226,290 and 2.5 FTE positions (1.4 unclassified and 1.1 classified) above the Governor's recommendation.
3. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. Provide for a separate line item appropriation for the Huck Boyd Institute. The action will permit greater review and oversight by the Legislature.
5. Concur with the Joint Committee on State Building Construction and add \$130,000 from restricted fees (Sponsored Research Overhead Funds) for construction of a storage building. The building would provide space to store and work on equipment of the Agricultural Engineering Program. The building would be constructed on KSU property in Manhattan.



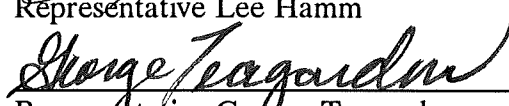
Representative Bill Wisdom
Subcommittee Chair



Representative Rochelle Chronister



Representative Lee Hamm

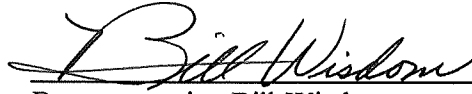


Representative George Teagarden

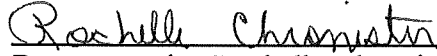


Representative Robert J. Vancrum

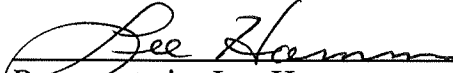
tee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.



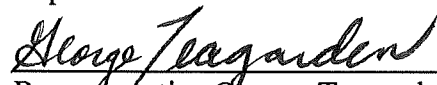
Representative Bill Wisdom
Subcommittee Chair



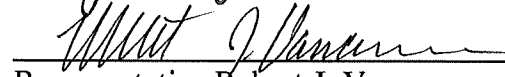
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University
 Extension Systems and Agriculture
 Research Programs

Bill No. 2730

Bill Sec. 4

Analyst: Conroy

Analysis Pg. No. 893

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 37,682,765	\$ 36,214,917	\$ (49,312)
Federal Funds	7,034,890	7,034,890	--
EDIF Fund	--	--	--
Subtotal - General Use	\$ 44,717,655	\$ 43,249,807	\$ (49,312)
Other Funds	23,532,853	23,532,853	--
Total	\$ 68,250,508	\$ 66,782,660	\$ (49,312)
FTE Positions:			
Classified	490.6	490.6	(2.5)
Unclassified	780.0	780.0	(2.5)
Total	1,270.6	1,270.6	(5.0)

Agency Request/Governor's Recommendation

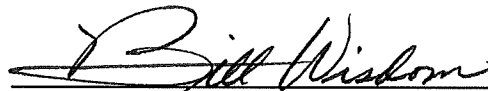
FY 1993. Kansas State University -- Extension requests a total of \$44,717,655 in general use expenditures for FY 1993, an increase of 6.2 percent over the FY 1992 level. The request includes increases of \$1,893,292 which provides a 5 percent increase for unclassified and student salaries, 5 percent for other operating expenditures, and classified staff pay plan adjustments (step movement and longevity). The University requests in FY 1993 \$150,000 for mission related program enhancements. The University also requests \$565,045 for restoration of the 1 percent State General Fund lapse, an increase in the Regents retirement program of 1 percent, a reduction in salary and wage shrinkage, and establishment of a sick leave at retirement salary pool.

In FY 1993, the Governor recommends a general use budget of \$43,249,807 or \$1,467,848 less than the agency requested. The Governor's recommendation is 3.3 percent greater than the Governor's recommended amount for FY 1992. The Governor's FY 1993 recommendation includes funding for a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity pay for eligible classified employees, and a 4 percent increase for other operating expenditures. The Governor recommends the requested sick leave at retirement salary pool as the only base adjustment to the agency's budget. The Governor does not recommend the requested mission related program enhancements.

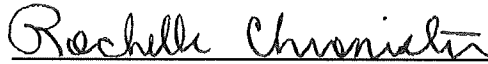
House Subcommittee Recommendation

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

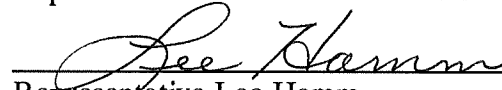
1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$49,312. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
3. Add "official hospitality" authority to the State General Fund line item for Cooperative Extension Service, Agricultural Experiment Stations; International Grains Program; and International Livestock Program. The authority would permit official hospitality expenditures from these State General Fund appropriations. The agency is involved with hosting dignitaries from other states and countries.
4. Delete 5.0 FTE (2.5 unclassified and 2.5 classified) vacant positions. The positions are financed from restricted use funds.



Representative Bill Wisdom
Subcommittee Chair



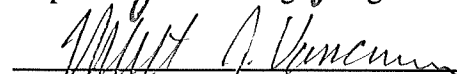
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University Veterinary Medical Center **Bill No. 2729**

Bill Sec. 12

Analyst: Conroy

Analysis Pg. No. 899

Budget Page No.

Expenditure Summary	Agency Est. FY 92	Governor's Rec. FY 92	Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 8,170,064	\$ 8,045,573	\$ --
General Fees Fund	3,507,064	3,573,491	--
Hospital Revenue Fund	1,650,000	1,670,000	--
Subtotal -- General Use Funds	\$ 13,327,128	\$ 13,289,064	\$ --
Restricted Use Funds	1,057,265	992,257	--
Total -- Operating Expenditures	\$ 14,384,393	\$ 14,281,321	\$ --
Capital Improvements:			
Educational Building Fund	\$ 275,257	\$ 275,257	\$ --
GRAND TOTAL	<u>\$ 14,659,650</u>	<u>\$ 14,556,578</u>	<u>\$ --</u>
FTE Positions:			
Classified	152.4	152.4	--
Unclassified	91.4	91.4	--
TOTAL	<u>243.8</u>	<u>243.8</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

FY 1992. The Medical Center's general use budget for FY 1992 totals \$13,327,128 which is 5.2 percent greater than actual expenditures for FY 1991. The general use budget request is financed from the State General Fund (\$8,170,064), General Fees Fund (\$3,507,064), and the Hospital Revenue Fund (\$1,650,000).

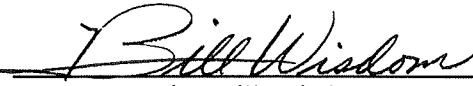
The Governor recommends a general use budget of \$13,289,064 or \$38,064 less than the agency requested. The Governor's recommendation is 4.9 percent greater than FY 1991 actual expenditures. The reduction is due to the decrease in group health insurance rates in the current year. The Governor reduces State General Fund expenditures in the current year by shifting \$86,426 to the General Fees Fund (\$66,426) and the Hospital Revenue Fund (\$20,000).

*HA
3-3-92
Attachment 5*

House Subcommittee Recommendations

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


1. **Systemwide Recommendation - Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.


 Representative Bill Wisdom


 Representative Rochelle Chronister


 Representative Lee Hamm


 Representative George Teagarden


 Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University Veterinary Medical Center **Bill No. 2730**

Bill Sec. 5

Analyst: Conroy

Analysis Pg. No. 899

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 8,953,912	\$ 8,347,544	\$ (1,778)
General Fees Fund	3,567,258	3,601,683	--
Hospital Revenue Fund	1,575,000	1,709,030	--
Subtotal -- General Use Funds	<u>\$ 14,096,170</u>	<u>\$ 13,658,257</u>	<u>\$ (1,778)</u>
Restricted Use Funds	1,101,777	941,929	--
Total -- Operating Expenditures	<u>\$ 15,197,947</u>	<u>\$ 14,600,186</u>	<u>\$ (1,778)</u>
Capital Improvements:			
Educational Building Fund	\$ --	\$ --	\$ --
GRAND TOTAL	<u><u>\$ 15,197,947</u></u>	<u><u>\$ 14,600,186</u></u>	<u><u>\$ (1,778)</u></u>
FTE Positions:			
Classified	157.4	152.4	2.5
Unclassified	96.4	91.4	2.5
TOTAL	<u><u>253.8</u></u>	<u><u>243.8</u></u>	<u><u>5.0</u></u>

Agency Request/Governor's Recommendation

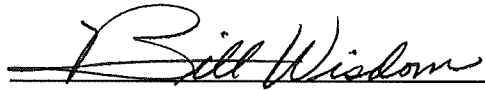
FY 1993. The Medical Center requests a general use budget of \$14,096,170, an increase of 5.8 percent above the agency's FY 1992 request. The request includes increases of \$323,947 which provides a 5 percent increase for unclassified and student salaries, 5 percent for other operating expenditures, and classified staff pay plan adjustments (step movement and longevity). The Medical Center requests \$63,000 for mission related program enhancements. The Medical Center also requests \$134,148 for restoration of the 1 percent State General Fund lapse, an increase in the Regents retirement program of 1 percent, a reduction in salary and wage shrinkage, and establishment of a sick leave at retirement salary pool.

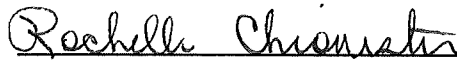
The Governor recommends a general use budget of \$13,658,257 which is \$437,913 less than the agency requested and an increase of \$369,193 (2.8 percent) above the Governor's FY 1992 recommendation. The Governor's FY 1993 recommendation includes the following adjustments to the base budget: step movement (2.5 percent) and longevity increases for eligible classified employees; a 2.5 percent increase for unclassified employees and student salaries; and a 4 percent increase for other operating expenditures. The Governor does not recommend any of the requested mission related program enhancements in the budget year.

House Subcommittee Recommendations

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

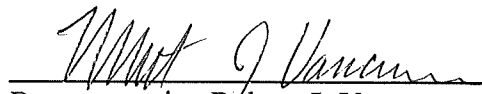
1. **Systemwide Recommendation - Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$13,778. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation - Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
3. Add 5.0 restricted use FTE positions (2.5 unclassified and 2.5 classified) in FY 1993. The positions would permit the agency to respond to the demands of increased grant activity at the institution.
4. The Subcommittee concurs with Governor's Budget Amendment No. 1 that makes a technical adjustment through the addition of \$12,000 (State General Fund) for other operating expenditures. The additional funds reflect the Governor's original intent.


 Representative Bill Wisdom


 Representative Rochelle Chronister


 Representative Lee Hamm


 Representative George Teagarden


 Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University --
Salina, College of Technology

Bill No. 2729

Bill Sec. 13

Analyst: Conroy

Analysis Pg. No. 905

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 4,154,891	\$ 3,954,922	\$ --
General Fees Fund	449,862	498,846	--
Subtotal -- General Use	<u>\$ 4,604,753</u>	<u>\$ 4,453,768</u>	<u>\$ --</u>
Other Funds	1,119,843	1,119,843	--
Total -- Operating Exp.	<u>\$ 5,724,596</u>	<u>\$ 5,573,611</u>	<u>\$ --</u>
Capital Improvements:			
State General Fund	\$ --	\$ --	\$ --
Educational Bldg. Fund	114,859	114,859	--
Other Funds	428,000	428,000	--
Total - Capital Impr.	<u>\$ 542,859</u>	<u>\$ 542,859</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 6,267,455</u></u>	<u><u>\$ 6,116,470</u></u>	<u><u>\$ --</u></u>
FTE Positions:			
Classified	33.5	33.5	--
Unclassified	78.6	78.6	--
TOTAL	<u><u>112.1</u></u>	<u><u>112.1</u></u>	<u><u>--</u></u>

Agency Estimate/Governor's Recommendation

FY 1992. The agency's general use budget for FY 1992 totals \$4,604,753 which is a 3.0 percent increase above actual FY 1991 expenditures. The agency requests a current year general fee release of \$52,328 and a State General Fund supplemental request of \$108,525 for the FY 1992 enrollment adjustment that was not funded by the 1991 Legislature. The agency in the current year has a reappropriated State General Fund balance of \$57,432 or \$61,032 less than anticipated by the 1991 Legislature.

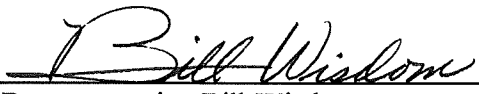
The Governor recommends a general use budget of \$4,453,768 or \$150,985 less than the agency requested. The Governor's recommendation reflects a reduction of general use support of 0.3 percent below the FY 1991 actual amount. The reduction is due in part to the reduced employee health insurance rates. The Governor does not recommend the requested enrollment adjustment supplemental or the requested release of additional general fee receipts of \$52,328. The Governor reduces State General Fund expenditures in the current year by shifting \$48,984 to the General Fees Fund and adjusting employer health insurance rates.

*HA
3-3-92
Attachment 6*

House Subcommittee Recommendations

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

1. **Systemwide Recommendation - Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.



Representative Bill Wisdom



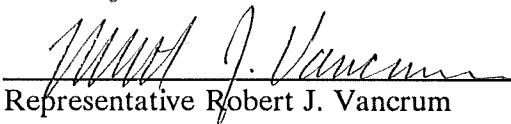
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas State University --
Salina, College of Technology

Bill No. 2730

Bill Sec. 6

Analyst: Conroy

Analysis Pg. No. 905

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 4,535,979	\$ 4,119,207	\$ 49,707
General Fees Fund	453,721	544,089	--
Subtotal -- General Use	<u>\$ 4,989,700</u>	<u>\$ 4,663,296</u>	<u>\$ 49,707</u>
Other Funds	1,252,190	1,252,190	--
Total -- Operating Exp.	<u>\$ 6,241,890</u>	<u>\$ 5,915,486</u>	<u>\$ 49,707</u>
Capital Improvements:			
State General Fund	\$ 194,446	\$ 189,050	\$ --
Educational Bldg. Fund	--	--	--
Other Funds	5,225,000	5,225,000	200,000
Total - Capital Impr.	<u>\$ 5,419,446</u>	<u>\$ 5,414,050</u>	<u>\$ 200,000</u>
GRAND TOTAL	<u><u>\$ 11,661,336</u></u>	<u><u>\$ 11,329,536</u></u>	<u><u>\$ 249,707</u></u>
FTE Positions:			
Classified	33.5	33.5	--
Unclassified	70.6	70.6	--
TOTAL	<u><u>104.1</u></u>	<u><u>104.1</u></u>	<u><u>--</u></u>

Agency Request/Governor's Recommendation

FY 1993. The agency's general use budget request for FY 1993 totals \$4,989,700 which is 8.4 percent greater than the FY 1992 general use expenditures. The request includes \$232,490 for adjustments to the base budget for restoration of the 1 percent State General Fund lapse, an increase of 1 percent in the Regents retirement program, funding of the 1992 enrollment adjustment, and other fringe benefit adjustments. The institution also requests \$229,971 for systemwide program maintenance adjustments including a 5 percent unclassified and student salary increase, step movement (2.5 percent) and longevity pay for eligible classified employees, and a 5 percent increase for other operating expenditures. The agency requests \$20,000 for mission related program enhancements.

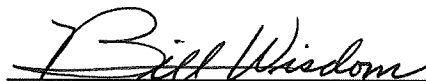
The Governor for FY 1993 recommends a general use budget of \$4,663,296 which is \$326,404 less than the agency requested. The Governor's recommended amount is 4.7 percent greater than the recommended amount for FY 1992. The Governor's FY 1993 recommendation includes the following: adjustments to the base budget consisting of step movement and longevity increases for eligible classified employees and changes in fringe benefit rates including the addition

of sick leave at retirement, a 2.5 percent increase for unclassified employees, and student salaries, and an increase of 4 percent for other operating expenditures. The Governor does not recommend any of the requested mission related program enhancements.

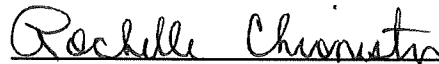
House Subcommittee Recommendations

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

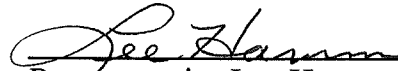
1. **Systemwide Recommendation - Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$4,556. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation - FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$54,263 for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$54,263 above the Governor's recommendation in the budget year.
3. **Systemwide Recommendation - Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. Concur with the Joint Committee on State Building Construction and add \$200,000 in federal funds for construction of a building to house a donated aircraft paint booth. The Subcommittee recommends the University proceed with the facility once the federal funds are available.



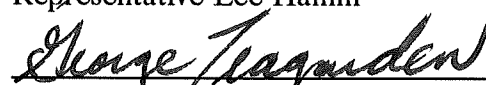
Representative Bill Wisdom



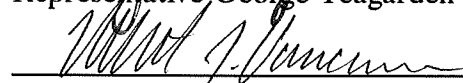
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Emporia State University

Bill No. 2729

Bill Sec. 14

Analyst: Duffy

Analysis Pg. No. 912

Budget Page No. 200

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 21,486,049	\$ 20,731,681	\$ --
General Fees Fund	6,171,627	6,208,869	--
Endowment Interest	24,000	24,000	--
Subtotal General Use	<u>\$ 27,681,676</u>	<u>\$ 26,964,550</u>	<u>\$ --</u>
Other Funds	10,131,570	10,124,216	--
Total Operating Exp.	<u>\$ 37,813,246</u>	<u>\$ 37,088,766</u>	<u>\$ --</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ --
Educational Bldg. Fund	4,705,923	3,874,923	--
Other Funds	663,588	663,588	--
Total Capital Imp.	<u>\$ 5,369,511</u>	<u>\$ 4,538,511</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 43,182,757</u></u>	<u><u>\$ 41,627,277</u></u>	<u><u>\$ --</u></u>
FTE Positions:			
Classified	294.2	294.2	--
Unclassified	363.3	363.3	--
Total	<u>657.5</u>	<u>657.5</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

The University's general use budget request for FY 1992 totals \$27,681,676, which is 5.2 percent greater than actual general use expenditures for FY 1991. The FY 1992 estimate exceeds the amount approved by the 1991 Legislature by \$631,530. The agency's request includes a State General Fund supplemental appropriation of \$631,530 for the FY 1992 enrollment adjustment which was not funded by the 1991 Legislature.

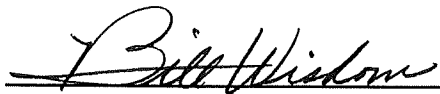
The Governor recommends a general use budget of \$26,964,550 or \$717,126 less than the agency requested and \$85,596 less than the amount authorized. The reduction is due to the decrease in group health insurance rates in the current year. The Governor's recommendation does not include funding for the enrollment adjustment supplemental. The Governor reduces State General Fund expenditures in the current year by shifting \$37,242 to the General Fees Fund.

HA
3-3-92
Attachment 7

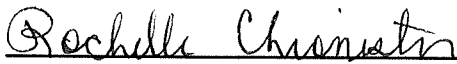
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendations with the following adjustment:

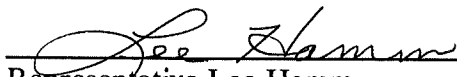
1. **Systemwide Recommendation – Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.



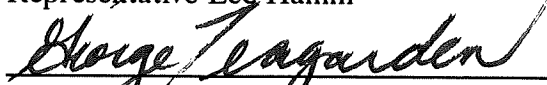
Representative Bill Wisdom
Subcommittee Chair



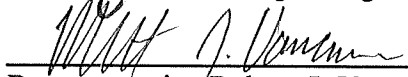
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Emporia State University

Bill No. 2730, 2728

Bill Sec. 7,8

Analyst: Duffy

Analysis Pg. No. 912

Budget Page No. 200

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 23,017,675	\$ 21,259,851	\$ 206,497
General Fees Fund	6,692,594	6,633,983	--
Endowment Interest	23,000	23,000	--
Subtotal General Use	<u>\$ 29,733,269</u>	<u>\$ 27,916,834</u>	<u>\$ 206,497</u>
Other Funds	10,854,630	10,747,155	--
Total Operating Exp.	<u>\$ 40,587,899</u>	<u>\$ 38,663,989</u>	<u>\$ 206,497</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Bldg. Fund	3,518,048	3,078,611	181,940
Other Funds	60,000	240,889	--
Total Capital Imp.	<u>\$ 3,578,048</u>	<u>\$ 3,319,500</u>	<u>\$ 181,940</u>
GRAND TOTAL	<u><u>\$ 44,165,947</u></u>	<u><u>\$ 41,983,489</u></u>	<u><u>\$ 388,437</u></u>
FTE Positions:			
Classified	301.1	297.7	2.0
Unclassified	389.6	378.3	3.5
Total	<u>690.7</u>	<u>676.0</u>	<u>5.5</u>

Agency Request/Governor's Recommendation

The University's general use budget request for FY 1993 totals \$29,733,269, an increase of 7.4 percent over the FY 1992 general use expenditure request. The components of the University's general use budget request include adjustments to the base budget (\$1,032,390) including restoration of the Governor's 1 percent lapse, 1 percent increase in retirement contribution, and FY 1992 unfunded enrollment adjustment; maintenance adjustments (\$1,171,637) including 5 percent increase for unclassified and student salaries, 5 percent increase for other operating expenditures, and step movement and longevity for classified employees; mission related enhancements (\$324,000); and an FY 1993 enrollment adjustment (\$155,096). Emporia State University requests authorization for restricted use expenditure authority of \$576,253 and 14.5 FTE for a new nursing program to be offered in conjunction with the Newman Memorial Hospital in Emporia. According to the University, almost all of the funding would be provided by Newman Memorial Hospital.

The Governor recommends a general use budget of \$27,916,834 which is \$1,816,435 less than the amount requested and an increase of \$952,284 (3.5 percent) over the Governor's FY 1992 recommendation. The components of the Governor's FY 1993 recommendation include adjustments to the base (\$45,314) for the sick leave at retirement pool; maintenance adjustments (\$751,874) including a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity for eligible classified employees, and 4 percent increase for other operating

expenditures; and the FY 1993 enrollment adjustment (\$155,096). The Governor concurs with the University's request to establish a Bachelor of Science in Nursing program through an agreement with Newman Memorial Hospital.

House Subcommittee Recommendations

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

1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$31,720. The increased amount reflects the same dollar amount provided for sick leave at retirement, less 30 percent required to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$393,313 and 9.5 FTE positions (7.2 unclassified and 2.2 classified) for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$238,217 above the Governor's recommendation in the budget year (an increase of 5.5 FTE).
3. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. **Capital Improvements --** Adjust the amount in H.B. 2728 (capital improvements bill) relating to the lapse of funding from the Educational Building Fund for the Plumb Hall project. The construction bid on the Plumb Hall remodeling project came in substantially lower than anticipated. The Subcommittee's recommendation corrects the bill to reflect the Governor's recommended lapse of \$439,437 and reduces from this amount an additional \$181,940 for a total lapse of \$257,497, as recommended by the Joint Committee on State Building Construction.

Bill Wisdom

Representative Bill Wisdom
Subcommittee Chair

Rochelle Chronister

Representative Rochelle Chronister

Lee Hamm

Representative Lee Hamm

George Teagarden

Representative George Teagarden

Robert J. Vancrum

Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 2729

Bill Sec. 15

Analyst: Duffy

Analysis Pg. No. 921

Budget Page No. 460

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 22,788,113	\$ 22,034,460	\$ --
General Fees Fund	7,067,517	7,345,327	--
Subtotal - General Use	<u>\$ 29,855,630</u>	<u>\$ 29,379,787</u>	<u>\$ --</u>
Other Funds	8,034,578	8,034,578	--
Total Operating Exp.	<u><u>\$ 37,890,208</u></u>	<u><u>\$ 37,414,365</u></u>	<u><u>\$ --</u></u>
Capital Improvements:			
Educational Bldg. Fund	\$ 803,156	\$ 803,156	\$ --
Other Funds	541,095	541,095	--
Total - Capital Impr.	<u>\$ 1,344,251</u>	<u>\$ 1,344,251</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 39,234,459</u></u>	<u><u>\$ 38,758,616</u></u>	<u><u>\$ --</u></u>
 FTE Positions			
Classified	283.5	283.5	--
Unclassified	381.5	381.5	--
Total	<u><u>665.0</u></u>	<u><u>665.0</u></u>	<u><u>--</u></u>

Agency Estimate/Governor's Recommendation

The University's general use budget request for FY 1992 totals \$29,855,630 which is 5.2 percent greater than actual general use expenditures for FY 1991. The FY 1992 estimate exceeds the amount approved by the 1991 Legislature by \$377,138. The agency's request includes a State General Fund supplemental appropriation of \$377,138 for the FY 1992 enrollment adjustment which was not funded by the 1991 Legislature. Additionally subsequent to the agency's FY 1993 budget submission, the institution requests a release of \$197,383 of additional general fees in the current year.

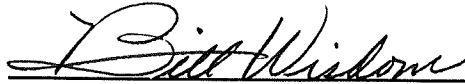
The Governor recommends a general use budget of \$29,379,787 or \$475,843 less than the agency requested and \$98,705 less than the amount authorized. The reduction is due to the decrease in group health insurance rates in the current year. The Governor's recommendation does not include funding for the enrollment adjustment supplemental. The Governor does not recommend the release of additional general fees receipts of \$197,383, as requested. The Governor reduces State General Fund expenditures in the current year by shifting \$277,810 to the General Fees Fund.

*HA
3-3-92
Attachment 8*

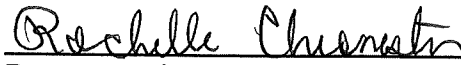
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendations with the following adjustment:

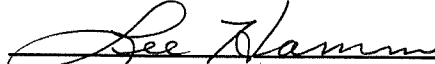
1. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.



Representative Bill Wisdom
Subcommittee Chair



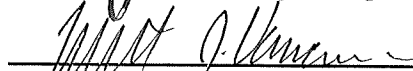
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 2730, 2728

Bill Sec. 8,9

Analyst: Duffy

Analysis Pg. No. 921

Budget Page No. 460

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 24,758,971	\$ 22,524,361	\$ 154,552
General Fees Fund	7,405,279	7,741,081	--
Subtotal - General Use	<u>\$ 32,164,250</u>	<u>\$ 30,265,442</u>	<u>\$ 154,552</u>
Other Funds	8,400,031	8,400,031	--
Total Operating Exp.	<u>\$ 40,564,281</u>	<u>\$ 38,665,473</u>	<u>\$ 154,552</u>
Capital Improvements:			
Educational Bldg. Fund	\$ 0	\$ 0	\$ --
Other Funds	1,043,000	1,043,000	--
Total - Capital Impr.	<u>\$ 1,043,000</u>	<u>\$ 1,043,000</u>	<u>\$ --</u>
GRAND TOTAL	<u>\$ 41,607,281</u>	<u>\$ 39,708,473</u>	<u>\$ 154,552</u>
FTE Positions			
Classified	288.5	283.5	2.0
Unclassified	387.3	381.5	4.0
Total	<u>675.8</u>	<u>665.0</u>	<u>6.0</u>

Agency Request/Governor's Recommendation

The University's general use budget request for FY 1993 totals \$32,164,250, an increase of 7.7 percent over the FY 1992 general use expenditure request. The components of the University's general use budget request include adjustments to the base budget (\$871,677) including restoration of the Governor's 1 percent lapse, 1 percent increase in the retirement contribution, and FY 1992 unfunded enrollment adjustment; maintenance adjustments (\$1,497,081) including 5 percent increase for unclassified and student salaries, 5 percent increase for other operating expenditures, and step movement (2.5 percent) and longevity for classified employees; and mission related enhancements (\$317,000).

The Governor recommends a general use budget of \$30,265,442 which is \$1,898,808 less than the amount requested and an increase of \$885,655 (3.0 percent) over the Governor's FY 1992 recommendation. The components of the Governor's FY 1993 recommendation include adjustments to the base (\$48,596) for the sick leave at retirement pool; maintenance adjustments (\$837,061) including a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity for eligible classified employees, and a 4 percent increase in other operating expenditures.


House Subcommittee Recommendation

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

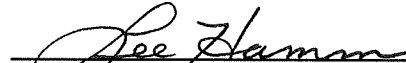
1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$34,017. The increased amount reflects the same dollar amount provided for sick leave at retirement, less 30 percent required to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$188,569 and 6.0 FTE positions (4.0 unclassified and 2.0 classified) for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$188,569 above the Governor's recommendation in the budget year.
3. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. Make technical changes in the language in the appropriation bill, as requested by the institution.



Representative Bill Wisdom
Subcommittee Chair



Representative Rochelle Chronister



Representative Lee Hamm



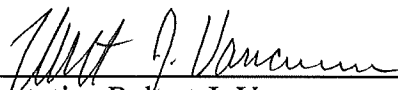
Representative George Teagarden

Representative Robert J. Vancrum

MINORITY REPORT

Although I concur in most of the Subcommittee recommendations concerning the institution, I cannot concur in the following:

1. Pittsburg State University has requested, and the Joint Committee on State Building Construction has approved \$27.7 million to plan, construct and equip a new Kansas Technology Center at Pittsburg State University. The proposed funding scheme for the project begins in FY 1993 and is spread through fiscal year 2,000. You will note that this project will provide highly skilled technicians for manufacturing, auto technology, wood, mechanical, electronics, plastics and printing trades. Of the total cost for the project, the State is being asked to pay \$10.7 million, the federal government \$9 million and private funds will pay \$8 million. However, only \$50,000 of the \$493,000 recommended for preliminary planning in FY 1993 is being paid by private funds. Though I do not dispute the merit of this plan and am not moving to delete the federal funds for planning, I think state funds should be withheld until at least half of the planning money is committed from private funds. I want to see that the industries to be served are committed to support such a program.
2. In January, 1990 the Board of Regents adopted a policy to address the shifting of dollars from salaries and wages to other operating expenditures (OOE) or from OOE to salaries and wages. The policy provides that if more than 0.5 percent is shifted in any given year, the budget of such institution will be adjusted to delete the exact amount shifted from the underspent budget. The first year of implementation of this policy, Pittsburg State University shifted \$227,500 from OOE to salaries, nearly \$90,000 more than the 0.5 percent threshold. The only justification given was that their fringe benefits had been miscalculated for the year before and the current year, which Regents staff was unable to confirm or deny. It is my position that if we are serious about stopping the major shifts of OOE to salaries, the \$85,521 excess should be deleted from OOE and not added back for salaries and wages.



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: University of Kansas

Bill No. 2729

Bill Sec. 16

Analyst: Conroy

Analysis Pg. No. 928

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 101,081,145	\$ 98,493,518	\$ 353,639
General Fees Fund	51,332,988	52,211,627	(353,639)
Endowment Interest	25,000	25,000	--
Subtotal -- General Use	<u>\$ 152,439,133</u>	<u>\$ 150,730,145</u>	<u>\$ --</u>
Restricted Use Funds	94,267,368	94,239,750	--
Subtotal -- Oper. Expend.	<u>\$ 246,706,501</u>	<u>\$ 244,969,895</u>	<u>\$ --</u>
Capital Improvements:			
State General Fund	\$ --	\$ --	\$ --
Educ. Bldg. Fund	3,941,435	4,236,235	--
Other Funds	8,082,719	7,943,933	--
Subtotal -- Cap. Impr.	<u>\$ 12,024,154</u>	<u>\$ 12,180,168</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 258,730,655</u></u>	<u><u>\$ 257,150,063</u></u>	<u><u>\$ --</u></u>
FTE Positions:			
Classified	2,001.4	2,001.4	--
Unclassified	2,431.8	2,431.8	--
Total	<u>4,433.2</u>	<u>4,433.2</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

FY 1992. The University's general use base budget for FY 1992 totals \$152,439,133 which is 4.1 percent greater than actual general use expenditures for FY 1991. The University requests a State General Fund supplemental of \$1,631,608. The supplemental funding request is for the unfunded FY 1992 enrollment adjustment (\$1,277,969) and for general fee shortfall (\$353,639).

The Governor recommends a general use budget of \$150,730,145 or \$1,708,988 less than the agency requested. The Governor's general use recommendation is a 3.0 percent increase above the FY 1991 actual amount. The Governor does not recommend the requested State General Fund supplemental for the general fee shortfall or the unfunded FY 1992 enrollment adjustment. The Governor reduces State General Fund expenditures in the current year by shifting \$853,639 to the General Fees Fund.

*HA
3-3-92
Attachment 9*

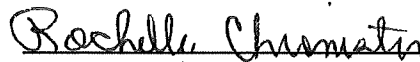
House Subcommittee Recommendation

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

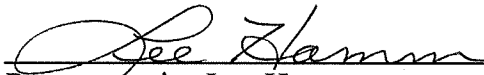
1. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.
2. **General Fee Shortfall.** The Subcommittee adds \$353,639 (State General Fund) to fund a short fall in anticipated general fees income. The Subcommittee notes that the Legislature has a long tradition of funding any shortfall in fees. The action would also reduce the general fee expenditure authority by \$353,639. The Subcommittee action would not increase expenditures but does shift financing from general fees to the State General Fund.



Representative Bill Wisdom
Subcommittee Chair



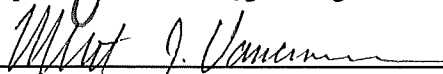
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: University of Kansas

Bill No. 2730

Bill Sec. 9

Analyst: Conroy

Analysis Pg. No. 928

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Governor's Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 106,552,604	\$ 99,087,411	\$ (33,995)
General Fees Fund	57,456,438	56,956,438	--
Endowment Interest	25,000	25,000	--
Subtotal - Gen. Use	<u>\$ 164,034,042</u>	<u>\$ 156,068,849</u>	<u>\$ (33,995)</u>
Restricted Use Funds	97,266,324	97,319,324	--
Subtotal - Oper. Expend.	<u>\$ 261,300,366</u>	<u>\$ 253,388,173</u>	<u>\$ (33,995)</u>
Capital Improvements:			
State General Fund	\$ --	\$ --	\$ 1,000,000
Educ. Bldg. Fund	803,000	1,178,000	--
Other Funds	11,268,000	14,479,000	(5,436,000)
Subtotal - Cap. Impr.	<u>\$ 12,071,000</u>	<u>\$ 15,657,000</u>	<u>\$ (4,436,000)</u>
GRAND TOTAL	<u><u>\$ 273,371,366</u></u>	<u><u>\$ 269,045,173</u></u>	<u><u>\$ (4,469,995)</u></u>
FTE Positions:			
Classified	2,006.9	1,987.4	--
Unclassified	2,475.8	2,462.8	2.5
Total	<u>4,482.7</u>	<u>4,450.2</u>	<u>2.5</u>

Agency Request/Governor's Recommendation

FY 1993. The University of Kansas requests a total of \$164,034,042 in general use expenditures for FY 1993, an increase of 7.6 percent over the FY 1992 level. The request includes increases of \$6,552,356 which provide a 5 percent increase for unclassified and student salaries, 5 percent for other operating expenditures, and classified staff pay plan adjustments (step movement and longevity). The University also requests \$1,026,352 for the FY 1993 enrollment adjustment and \$1,512,000 for mission related program enhancements. The University also requests \$3,512,409 for restoration of the 1 percent State General Fund lapse, an increase in the Regents retirement program of 1 percent, a reduction in the salary and wage shrinkage rate, and establishment of a "Sick Leave at Retirement" salary pool.

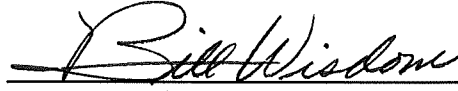
In FY 1993, the Governor recommends a general use budget of \$156,068,849 or \$7,965,193 less than the agency requested. The Governor's recommendation is 3.5 percent greater than the Governor's recommended amount for FY 1992. The Governor's FY 1993 recommendation includes funding for a 2.5 percent salary increase for unclassified and student employees, step movement (2.5 percent) and longevity pay for eligible classified employees, and a 4 percent increase for other operating expenditures. The Governor recommends the requested "Sick Leave at Retirement" salary pool. The Governor also recommends the FY 1993 enrollment adjustment. The Governor does not recommend the requested mission related program enhancements.

House Subcommittee Recommendations

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

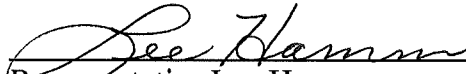
1. **Systemwide Recommendation - Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$176,429. The Increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent requested to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation - FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$1,151,161 and 19.4 FTE positions (18.4 unclassified and 1.0 classified) for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$125,809 and 2.5 FTE unclassified positions above the Governor's recommendation in the budget year.
3. **Systemwide Recommendation - Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. Concur with Governor's Budget Amendment No. 1 that makes a technical adjustment to add \$16,625 (State General Fund) to reflect the Governor's original intent for funding for the agency.
5. Make technical adjustments to delete four restricted fee fund accounts "Repair and Replacement Reserve Funds -- Dormitory Accounts Fund; Student Union Renovation Fund; Repair and Replacement Funds -- Dormitory Accounts Fund; and 1988 Parking Facilities Project Fund" that are no longer needed by the agency and add two restricted fee accounts "Student Union Renovation Rebate Fund (Phase I) and Energy Conservation Project Fund -- KDFFA Bond."
6. Add \$1,000,000 (State General Fund) for preliminary and final planning for the reconstruction of Hoch Auditorium. The action concurs with the recommendation of the Joint Committee on State Building Construction. The Subcommittee notes that since the state self-insures against losses of property, the state should assume that responsibility when a loss does occur. The Subcommittee also notes that immediately prior to the fire, Hoch Auditorium provided 7.3 percent of the total classroom space on campus. The approval of the planning funds will permit the first step to be taken toward the reconstruction of key instructional and expansion of library space for the University.
7. Delete \$5,436,000 (Law Enforcement Training Center Fund) for major improvements to the Law Enforcement Training Center. The Subcommittee recommends

deletion of the project until accompanying legislation that would finance the construction recommended by the Governor, through an increase in the district court criminal docket fee (S.B. 712) are approved by the Legislature. The Subcommittee notes that the project is still under review by the Joint Committee on State Building Construction.



Representative Bill Wisdom
Subcommittee Chairperson

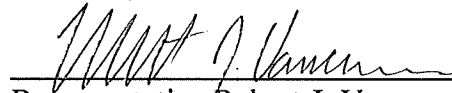
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: University of Kansas
Medical Center

Bill No. 2729

Bill Sec. 17

Analyst: Conroy

Analysis Pg. No. 937

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 66,106,358	\$ 63,409,376	\$ --
General Fees Fund	7,006,058	7,006,058	--
Hospital Revenue Fund	93,547,540	93,195,544	--
Hospital Overhead Reimburs. Fund	14,944,456	14,944,456	--
Other Funds	3,033,043	5,372,843	--
Subtotal -- General Use Funds	<u>\$ 184,637,455</u>	<u>\$ 183,928,277</u>	<u>\$ --</u>
Other Funds	58,375,025	58,375,025	--
TOTAL - Operating Expend.	<u>\$ 243,012,480</u>	<u>\$ 242,303,302</u>	<u>\$ --</u>
Capital Improvements:			
State General Fund	\$ --	\$ --	\$ --
Hospital Fund	1,250,000	--	--
Educational Building Fund	3,238,288	3,238,288	--
Other Funds	2,000,014	3,250,014	--
TOTAL - Capital Improvements	<u>\$ 6,488,302</u>	<u>\$ 6,488,302</u>	<u>\$ --</u>
 GRAND TOTAL	 <u><u>\$ 249,500,782</u></u>	 <u><u>\$ 248,791,604</u></u>	 <u><u>\$ --</u></u>
FTE Positions:			
Classified	2,382.9	2,380.9	--
Unclassified	2,368.2	2,368.2	--
TOTAL	<u>4,751.1</u>	<u>4,749.1</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

The University of Kansas Medical Center requests a total operating budget of \$243,012,480, an increase of 3.3 percent above the FY 1991 actual amount. The total FY 1992 general use operating budget is requested at \$184,637,455 which includes a State General Fund supplemental appropriation of \$792,082. The General Use Fund request for the current year is a 4.2 percent increase, while the State General Fund requested amount is a 1.6 percent reduction or \$1,104,998 below the actual FY 1991 amount. The agency's budget document is submitted in two volumes, one containing the Education Program and the other the Hospital Program. The FY 1992 Education Program budget contains general use funding sources of \$91,089,915. Of that amount, \$66,106,358 is from the State General Fund, \$7,006,058 is from the General Fees Fund, \$3,033,043

*HA
3-3-92
Attachment 10*

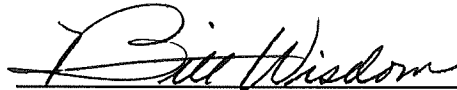
is the Medical Scholarship Repayment Fund, and \$14,944,456 is from hospital revenues for hospital related support costs (utilities, maintenance, security, housekeeping, etc.) budgeted within the education program budget. The Hospital Program general use budget request is \$93,547,540, financed entirely from the Hospital Revenue Fund.

The Governor for FY 1992 recommends a total general use budget of \$183,928,277, or \$709,178 less than the agency requested. The Governor decreases State General Fund support by \$2,696,682 and increases financing from the Medical Scholarship Repayment Fund by \$2,339,799. Included within the Governor's recommendation is a reduction of \$704,430 for decreases associated with the revised employer's health insurance rates for the current year.

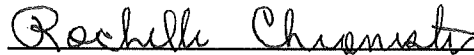
House Subcommittee Recommendation

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

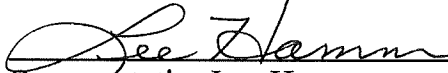
1. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.
2. Authorize the agency to transfer unencumbered funds from the Hospital Fund back to the Hospital Revenue Fund. The institution requested the authority to transfer funds to ensure adequate operating balances in the Hospital Revenue Fund.
3. Authorize the agency to expend from the Medical Scholarship Repayment Fund for attorneys fees and litigation costs associated with the administration of the Medical Scholarship Program. Any such expenditures would be excess to the overall fund limitation, as well as the limitation on operating expenditures.



Representative Bill Wisdom
Subcommittee Chair



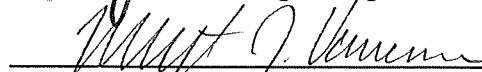
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: University of Kansas
Medical Center

Bill No. 2730

Bill Sec. 10

Analyst: Conroy

Analysis Pg. No. 937

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 72,767,442	\$ 69,116,785	\$ (209,026)
General Fees Fund	7,626,969	7,801,960	--
Hospital Revenue Fund	98,569,218	96,548,411	--
Hospital Overhead Reimburs. Fund	14,429,705	14,429,705	--
Other Funds	1,500,000	1,953,150	--
Subtotal -- General Use Funds	<u>\$ 194,893,334</u>	<u>\$ 189,850,011</u>	<u>\$ (209,026)</u>
Other Funds	60,950,521	60,672,871	--
TOTAL - Operating Expend.	<u>\$ 255,843,855</u>	<u>\$ 250,522,882</u>	<u>\$ (209,026)</u>
Capital Improvements:			
State General Fund	\$ --	\$ --	\$ --
Hospital Fund	--	--	--
Educational Building Fund	1,600,777	1,600,777	--
Other Funds	1,780,000	6,300,000	--
TOTAL - Capital Improvements	<u>\$ 3,380,777</u>	<u>\$ 7,900,777</u>	<u>\$ --</u>
 GRAND TOTAL	 <u>\$ 259,224,632</u>	 <u>\$ 258,423,659</u>	 <u>\$ (209,026)</u>
 FTE Positions:			
Classified	2,382.9	2,380.9	--
Unclassified	2,368.2	2,368.2	--
TOTAL	<u>4,751.1</u>	<u>4,749.1</u>	<u>--</u>

Agency Request/Governor's Recommendation

The Medical Center requests an operating budget of \$255,843,855 in FY 1993, a 5.3 percent increase over the FY 1992 operating budget. The Medical Center's total general use operating budget of \$194,893,334 exceeds the revised FY 1992 request by \$10,255,879 or 5.6 percent. The Education Program budget in FY 1993 totals \$132,161,346 of which \$96,324,116 is from general use sources (State General Fund -- \$72,767,442; General Fees Fund -- \$7,626,969; Medical Scholarship Repayment Fund -- \$1,500,000; and \$14,429,705 from the Hospital Overhead Reimbursement Fund). The Hospital Program is financed entirely from the Hospital Revenue Fund and in the budget year is requested at \$98,569,218. The Medical Center requests \$7,905,964 for a 5 percent increase for unclassified personnel, including hospital residents, a 6.5 percent increase for

unclassified health care workers, a 5 percent increase for student salaries, classified step movement (2.5 percent) and longevity pay, and a 5 percent increase for other operating expenditures. The Medical Center requests a total of \$924,000 for mission related program enhancements of which \$600,000 is equipment for the Hospital Program and \$324,000 is for library acquisitions and instructional equipment for the Education Program. The Medical Center's request reflects an increase of \$5,556,086 from the State General Fund, \$620,911 from the General Fees Fund, \$5,021,678 from the Hospital Revenue Fund, a decrease of \$514,751 in the Hospital Overhead Reimbursement Fund, and a decrease of \$1,533,043 in the Medical Scholarship Repayment Fund.

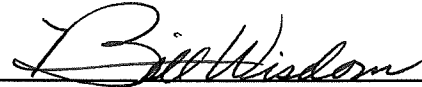
The Governor's operating budget in FY 1993 is \$250,522,882 or \$5,320,973 less than the agency requested. The Governor's FY 1993 general use budget is \$189,850,011 an increase of 3.2 percent or \$5,921,734 above the Governor's FY 1992 recommended budget. The Governor adjusts general use funding sources as requested by the agency in the following manner: decreases State General Fund support by \$3,650,657 and the Hospital Fund by \$2,020,807, increases the General Fees Fund by \$174,991 and the Medical Scholarship Repayment Fund by \$453,150, and leaves unchanged the Hospital Overhead Reimbursement Fund. For the Hospital Program the Governor recommends a 3.6 percent general use increase over the FY 1992 recommendation. Included within the recommendation is a 2.5 percent salary increase for Hospital Program unclassified employees, health care workers, and students, and step movement (2.5 percent) and longevity pay for those eligible classified employees; and a 5 percent increase for other operating expenditures. The Governor recommends a FY 1993 ending balance in the Hospital Revenue Fund of \$2,565,826. For the Education Program the Governor recommends a 2.8 percent increase in general use funding above the revised FY 1992 amount. The Governor recommends a 2.5 percent salary increase for unclassified employees, health care workers, housestaff, student salaries, and for classified employees step movement (2.5 percent) and longevity pay for those eligible, and a 4.0 percent increase for other operating expenditures. The Governor does recommend \$50,820 for servicing the new Sutherland Institute. However, the Governor does not recommend any mission related program enhancements in FY 1993.

House Subcommittee Recommendation

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

1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$192,086. The increase amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
3. Concur with Governor's Budget Amendment No. 1 by deleting \$16,940 (State General Fund) for utilities to reflect the Governor's original intent. The adjustment is technical in nature.

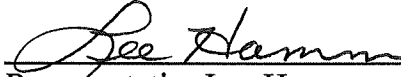
4. Authorize the agency to expend from the Medical Scholarship Repayment Fund for attorneys fees and litigation costs associated with the administration of the Medical Scholarship Program. Any such expenditures would be in excess to the overall fund limitation, as well as the limitation on operating expenditures.



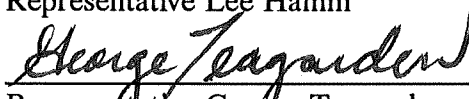
Representative Bill Wisdom
Subcommittee Chair



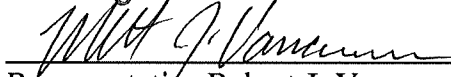
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

682mc-93

SUBCOMMITTEE REPORT

Agency: Wichita State University

Bill No. 2729

Bill Sec. 18

Analyst: Conroy

Analysis Pg. No. 951

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 47,883,456	\$ 48,244,944	\$ --
General Fees Fund	17,980,763	17,390,111	--
Subtotal -- General Use Funds	<u>\$ 65,864,219</u>	<u>\$ 65,635,055</u>	<u>\$ --</u>
Other Funds	33,969,160	33,969,160	--
Total -- Oper. Expenditures	<u>\$ 99,833,379</u>	<u>\$ 99,604,215</u>	<u>\$ --</u>
Capital Improvements:			
Educational Bldg. Fund	\$ 5,841,189	\$ 5,839,099	\$ --
Other Funds	208,120	233,120	--
Total -- Capital Impr.	<u>\$ 6,049,309</u>	<u>\$ 6,072,219</u>	<u>\$ --</u>
GRAND TOTAL	<u><u>\$ 105,882,688</u></u>	<u><u>\$ 105,676,434</u></u>	<u><u>\$ --</u></u>
FTE Positions:			
Classified	641.0	641.0	--
Unclassified	1,046.3	1,046.3	--
Total	<u>1,687.3</u>	<u>1,687.3</u>	<u>--</u>

Agency Estimate/Governor's Recommendation

The University's general use base budget for FY 1992 totals \$65,864,219, which is 2.9 percent greater than actual general use expenditures in FY 1991. The University requests a State General Fund supplemental of \$967,804. The requested supplemental would finance a General Fee Fund shortfall and the FY 1992 enrollment adjustment that was requested but not funded by the 1991 Legislature.

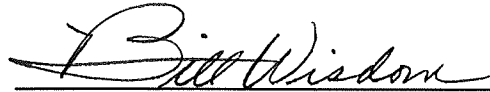
The Governor recommends a general use budget of \$65,635,055 or \$229,164 less than the agency requested. The Governor recommends State General Fund financing to address the shortfall in the General Fee Fund and in utilities. The Governor reduces employee and dependent health insurance premiums by \$260,876 to reflect the current rates. The Governor's recommendation does not include funding for the requested enrollment adjustment supplemental.

*HA
3-3-92
Attachment 11*

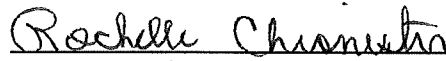
House Subcommittee Recommendation

The House Subcommittee concurs with the Governor's recommendations with the following adjustment:

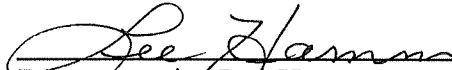
1. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendations for utilities in FY 1992. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures in FY 1992 based on the latest expenditures to date information.



Representative Bill Wisdom
Subcommittee Chair




Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Wichita State University

Bill No. 2730

Bill Sec. 11

Analyst: Conroy

Analysis Pg. No. 951

Budget Page No.

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 51,143,573	\$ 48,919,247	\$ 112,657
General Fees Fund	19,700,076	19,100,796	--
Subtotal -- General Use Funds	<u>\$ 70,843,649</u>	<u>\$ 68,020,043</u>	<u>\$ 112,657</u>
Other Funds	34,520,072	34,520,072	--
Total -- Oper. Expenditures	<u>\$ 105,363,721</u>	<u>\$ 102,540,115</u>	<u>\$ 112,657</u>
Capital Improvements:			
Educational Bldg. Fund	\$ 420,571	\$ 458,571	\$ --
Other Funds	3,750,000	200,000	(200,000)
Total -- Capital Impr.	<u>\$ 4,170,571</u>	<u>\$ 658,571</u>	<u>\$ (200,000)</u>
GRAND TOTAL	<u><u>\$ 109,534,292</u></u>	<u><u>\$ 103,198,686</u></u>	<u><u>\$ (87,343)</u></u>
FTE Positions:			
Classified	655.7	646.0	2.7
Unclassified	1,053.8	1,047.3	1.8
Total	<u><u>1,709.5</u></u>	<u><u>1,693.3</u></u>	<u><u>4.5</u></u>

Agency Request/Governor's Recommendation

The University requests a total of \$70,843,649 in general use funds for the FY 1993 budget, an increase of 7.6 percent above the agency's FY 1992 request. The request includes increases of \$1,842,317 which provides a 5 percent increase for unclassified and student salaries, 5 percent for other operating expenditures, and classified staff pay plan adjustments (step movement and longevity). The University requests \$955,000 for mission related enhancements and \$261,374 for enhanced campus security. The University also requests \$1,336,437 for restoration of the 1 percent State General Fund lapse, an increase in the Regents retirement program of 1 percent, a reduction in salary and wage shrinkage, and establishment of a sick leave at retirement salary pool.

The Governor recommends a general use budget of \$68,020,043 which is \$2,823,606 less than the agency requested and an increase of \$2,384,986 (3.6 percent) above the Governor's FY 1992 recommendation. The Governor's FY 1993 recommendation includes step movement and longevity increases for eligible classified employees; a 2.5 percent increase for unclassified employees and student salaries; and an increase of percent to other operating expenditures. The Governor also recommends utility funding for the new science classroom building and a base increase in utility funding. Finally, the Governor recommends \$251,000 and 6.0 FTE positions for increased security

on the campus. The Governor does not recommend any of the requested mission-related program enhancements in FY 1993.

House Subcommittee Recommendation

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

1. **Systemwide Recommendation -- Salary and Wage Shrinkage.** The Subcommittee recommends that the salary and wage shrinkage amount in FY 1993 be increased by \$75,919. The increased amount reflects the same dollar amount provided for sick leave at retirement, less the 30 percent necessary to capitalize the sick leave at retirement fund. The Subcommittee notes that the institution is currently funding sick leave at retirement from salary and wage shrinkage savings.
2. **Systemwide Recommendation -- FY 1993 Enrollment Adjustment.** The Subcommittee recommends \$188,576 and 4.5 FTE positions (3.8 unclassified and 0.7 classified) for the FY 1993 enrollment adjustment. The recommendation reflects a two-year average of the requested FY 1992 and the FY 1993 enrollment adjustments. The Subcommittee recommendation is \$188,576 above the Governor's recommendation in the budget year.
3. **Systemwide Recommendation -- Utilities.** The Subcommittee concurs with the Governor's recommendation for utilities in FY 1993. However, the Subcommittee recommends that the Senate Ways and Means Committee review utility expenditures based on the latest expenditures to date information.
4. The Subcommittee strongly recommends that Wichita State University take a more serious role in fulfilling their obligations to providing opportunities within their service area. The University should note that their service area stretches beyond the city limits of Wichita. Pittsburg State University is an excellent example of how a Regents institution can provide effective service within a service area and interrelate with area community colleges.
5. Concur with the recommendations of the Joint Committee on State Building Construction and delete \$200,000, all in parking fees, for parking and road system improvements. The Subcommittee notes that the University had requested that the project be deferred to a later date.
6. The Subcommittee recommends a technical adjustment to increase the classified FTE position limitation by 2.0 and decrease the unclassified position limitation by 2.0 to reflect the Governor's original intent.

Bill Wisdom

Representative Bill Wisdom
Subcommittee Chair

Rochelle Chronister

Representative Rochelle Chronister

Lee Hamm

Representative Lee Hamm

George Teagarden

Representative George Teagarden

Robert J. Vancrum

Representative Robert J. Vancrum

SUBCOMMITTEE REPORT

Agency: Board of Regents

Bill No. --

Bill Sec. --

Analyst: Duffy

Analysis Pg. No. 961

Budget Page No. 476

<u>Expenditure Summary</u>	<u>Agency Est. FY 92</u>	<u>Gov. Rec. FY 92</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 1,565,486	\$ 1,537,597	\$ (3,648)
Aid to Local Units	5,932,280	5,932,280	--
Other Assistance	10,240,894	10,090,894	(440,000)
Subtotal - Operating	<u>\$ 17,738,660</u>	<u>\$ 17,560,771</u>	<u>\$ (443,648)</u>
Capital Improvements	0	0	--
Total	<u><u>\$ 17,738,660</u></u>	<u><u>\$ 17,560,771</u></u>	<u><u>\$ (443,648)</u></u>
State General Fund:			
State Operations	\$ 1,541,521	\$ 1,513,632	\$ (3,648)
Aid to Local Units	5,932,280	5,932,280	--
Other Assistance	8,012,318	7,937,318	(220,000)
Total	<u><u>\$ 15,486,119</u></u>	<u><u>\$ 15,383,230</u></u>	<u><u>\$ (223,648)</u></u>
FTE Positions	18.0	18.0	--

Agency Estimate/Governor's Recommendation

Operating expenditures are estimated to be \$17,738,660, of which \$15,486,119 is from the State General Fund. Operating expenditures include approximately \$10.7 million for special programs, such as the student assistance programs administered by the Board. Added to the Board of Regents' budget in FY 1992 for budgeting purposes is state aid for Washburn University. The Washburn aid program was transferred from the budget of the State Board of Education by the 1991 Legislature. The Board's budget includes \$5,932,280 in funding for Washburn, as authorized by the 1991 Legislature. The remaining \$1.1 million provides for maintaining the Board office and its staff of 18.0 FTE positions.

The Governor recommends operating expenditures of \$17,560,771, of which \$15,383,230 is from the State General Fund. The Governor's FY 1992 State General Fund recommendation is \$102,889 less than the amount estimated by the agency. The recommended reductions occur in the following: salaries -- reduction in group health insurance rates (\$3,139); OOE -- no expenditures for recruiting (\$24,750); and nursing student scholarships (\$75,000).

House Subcommittee Recommendation

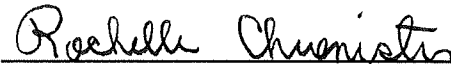
The House Subcommittee concurs with the Governor's recommendations with the following adjustments:

*HA
3-3-92
Attachment 12*

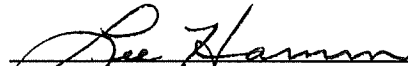
1. Based on current year expenditures, reduce \$440,000 from the Nursing Scholarship program, of which \$220,000 is from the State General Fund and \$220,000 is from anticipated matching funds from sponsors. The reduction in current year expenditures is due to the lack of qualified applicants with sponsors from rural areas. The State General Fund reduction is reappropriated to FY 1993 to reduce financing from the State General Fund in FY 1993. (See FY 1993 report for introduction of legislation which would amend the Nursing Scholarship Program).
2. Based on current year expenditures, reduce State General Fund expenditures for the Optometric Education Contracts by \$3,648 due to savings. The savings are reappropriated to FY 1993 and used to offset State General Fund expenditures.
3. Do not spend \$153,894 in projected special revenue fund (discontinued attendance and repayment) balances in the current year in several student assistance programs and use the funds to reduce financing from the State General Fund in FY 1993. The programs are the State Scholarship Program (a reduction of \$69,193), Osteopathic Scholarship Program (a reduction of \$5,700), Nursing Scholarship Program (a reduction of \$69,750), Teacher Scholarship Program (a reduction of \$8,100), Vocational Scholarship Program (a reduction of \$500), and Minority Scholarship Program (a reduction of \$651).
4. Do not spend \$20,000 in projected special revenue fund (Osteopathic Repayment Fund) balances in the current year in the Osteopathic Scholarship Program and use the funds to support two new scholarships in FY 1993 (\$10,000 each).



Representative Bill Wisdom
Subcommittee Chair



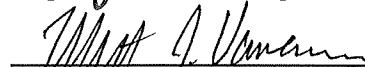
Representative Rochelle Chronister



Representative Lee Hamm



Representative George Teagarden



Representative Robert Vancrum

SUBCOMMITTEE REPORT

Agency: Board of Regents

Bill No. 2730, 2738

Bill Sec. 12,13

Analyst: Duffy

Analysis Pg. No. 961

Budget Page No. 476

<u>Expenditure Summary</u>	<u>Agency Req. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 1,871,826	\$ 1,577,023	\$ 40,250
Aid to Local Units	6,567,034	6,169,571	--
Other Assistance	10,805,564	10,024,261	115,750
Subtotal - Operating	<u>\$ 19,244,424</u>	<u>\$ 17,770,855</u>	<u>\$ 156,000</u>
Capital Improvements	10,000,000	10,045,832	--
Total	<u><u>\$ 29,244,424</u></u>	<u><u>\$ 27,816,687</u></u>	<u><u>\$ 156,000</u></u>
State General Fund:			
State Operations	\$ 1,769,827	\$ 1,575,023	\$ 250
Aid to Local Units	6,567,034	6,169,571	--
Other Assistance	8,985,961	7,979,658	(13,469)
Total	<u><u>\$ 17,322,822</u></u>	<u><u>\$ 15,724,252</u></u>	<u><u>\$ (13,219)</u></u>
FTE Positions	18.0	18.0	--

NOTE: The Board of Regents amended its budget submission on November 25, 1991 to request \$100,000 in FY 1993 from the Economic Development Initiatives Fund to support the Kansas Council on Economic Education. This request is reflected in the table.

Agency Request/Governor's Recommendation

The Board requests total expenditures of \$29,244,424, of which \$17,322,821 is from the State General Fund. The total amount requested includes approximately \$1,155,726 for the general administration of the Board office, \$11,521,664 for special programs, \$6,567,034 for the Washburn University operating grant, and \$10.0 million from the Educational Building Fund for rehabilitation and repair projects at the Regents institutions.

The Governor recommends total expenditures of \$27,816,687, of which \$15,724,252 is from the State General Fund. The total recommendation includes \$1,132,118 from the State General Fund for the administration of the Board office; \$10,469,166 for special programs, of which \$8,422,563 is from the State General Fund; \$6,169,571 from the State General Fund for the Washburn University operating grant; and \$10,045,832 from the Educational Building fund for rehabilitation and repair projects at the Regents institutions.

House Subcommittee Recommendation

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


1. Add \$106,675 from the State General Fund for the Tuition Grant program. The recommendation adopts the Governor's Budget Amendment which adds \$62,000 from the State General Fund which based on the Governor's recommendation would restore the program to the FY 1992 level of expenditure. The remaining \$44,675 recommended by the Subcommittee from the State General Fund is necessary because the Governor's recommendation assumed a carryforward of \$50,000 in Discontinued Attendance Funds. The Subcommittee reviewed the current year balances in the fund and learned that based on current projections there would be no more than \$5,325 in carryforward; therefore, the Subcommittee recommends the addition of \$44,675 from the State General Fund to maintain the program at \$5,463,880 which is the same level of expenditure authorized for FY 1992.
2. Reduce expenditures of \$153,894 from the State General Fund in six student assistance programs and increase expenditures from special revenue funds by an identical amount to reflect a shift in funding from the State General Fund to special revenue funds. The shift is possible because of current year balances in certain special revenue funds in FY 1992 that the Subcommittee recommends be used in FY 1993. The programs are the State Scholarship Program (a reduction of \$69,193), Osteopathic Scholarship Program (a reduction of \$5,700), Nursing Scholarship Program (a reduction of \$69,750), Teacher Scholarship Program (a reduction of \$8,100), Vocational Scholarship Program (a reduction of \$500), and Minority Scholarship Program (a reduction of \$651).
3. Add \$20,000 from the Osteopathic Repayment Fund for two new scholarships for a total of 10 new scholarships and 41 renewals.
4. Add \$33,750 from the State General Fund for the Vocational Scholarship Program for a total of \$65,000 which would fully fund the program. The Subcommittee's recommendation would fund 100 new scholarships and 30 renewals. In addition, the Subcommittee recommends the introduction of legislation to amend the current law to make the Vocational Scholarship Program a "need based" scholarship program effective FY 1994. The Subcommittee recommends that the implementation of the need based criteria be delayed a year so that students in the program and those who have already applied for FY 1993 will not be affected. Additionally, the Subcommittee recommends that the current law which prorates the appropriated dollars to the 100 designated scholars be amended to provide that the total number of new scholarships shall not exceed 100. This should improve the administration of the Vocational Scholarship Program.
5. Reduce \$24,750 from the State General Fund associated with the recruiting of chief executive officers.
6. Add \$25,000 from the State General Fund for Regents Distinguished Professors for a total of \$125,000. The recommended level of funding would fund the four positions which are currently filled and allow the University of Kansas to fill a position in International Political Economy in FY 1993. The Subcommittee certainly anticipates that the individual selected as a Regents Distinguished Professor in the area of International Political Economy should be beneficial to the State of Kansas.

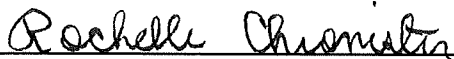
7. Add \$40,000 from the Economic Development Initiatives Fund (EDIF) in FY 1993 to support the Kansas Council on Economic Education (KCEE). The Board of Regents requested \$100,000 from the EDIF. The Subcommittee notes that there is private sector funding for this program totaling approximately \$160,000 annually. The Subcommittee's recommendation would replace funding currently provided by Kansas State University. There would be no overall increase in the base funding for KCEE. The purpose of the KCEE is to improve the quality and increase the quantity of economics instruction in the elementary and secondary schools. Presently, each Regents campus has a Center for Economic Education. The financing provided by each campus varies. Coordination of the centers has been provided by Kansas State. The Subcommittee learned that the central coordinating function will be transferred to Wichita State University.
8. Introduce legislation to amend the nursing scholarship program as follows:
 - a. To address the lack of qualified applicants with sponsors from rural areas, amend the current law to reduce rural sponsor costs by \$1,000 and provide that the state would assume the difference. Under the current law the statutory limit of each annual scholarship is \$3,500, half of which is from the State General Fund and half is from the student's sponsor.
 - b. To insure that all funding appropriated for the program is made available for nursing scholarships, amend the current law to provide that, if after October 15 of any given year there are not adequate rural applicants with sponsors, other applicants would be awarded any excess funds. The law specifically provides for a maximum of 250 new scholarships a year: 100 to students in professional nursing whose sponsors are located in rural areas; 50 to students in practical nursing programs offered by community colleges or area vocational schools; and 100 remaining scholarships to students in professional nursing programs.
9. The Subcommittee applauds the efforts of the Kansas Board of Regents to develop a strategy for mission development in the Kansas Regents System. The Subcommittee is supportive of the strategic themes and initiatives developed by the Board. The Subcommittee endorses the Board's review of the individual mission statements proposed by the Regents institutions and supports the concept of relating institutional mission to institutional funding.
10. The Subcommittee notes concern about the lack of uniform budgeting of various units by the individual Regents institutions and the lack of uniform reporting of certain statistical information which impedes the ability of the Legislature to make comparisons. The Subcommittee notes that the mission document states that a Task Force will be formed and
 - "will recommend by May 1, 1993, a standard data base designed by the institutions and easily understood by the Board, the staff, the institutions, and others, such as legislators, that addresses in an on-going manner matters of fundamental importance to accountability and management and that includes relevant data on each institutions's cost

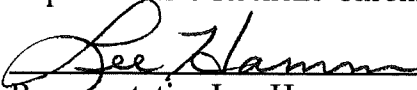
study peers. In the context of the specific mission of each institution, comparative data should be a part of the data base to provide both context and substance for the interpretation of Regents institutions' data."

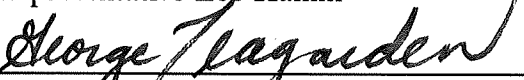
The Subcommittee requests that the Task Force make a preliminary report to the 1993 Legislature, specifically the Ways and Means and House Appropriations Committees,

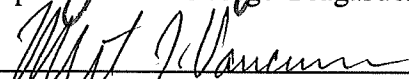
- 11. The Subcommittee notes that the lease on the Board office space in Capitol Tower expires in FY 1993. The rate for FY 1993 is \$13.50 per square foot. The Subcommittee urges the Board to consider less expensive office space.
- 12. As a technical adjustment, add a line item in the appropriation bill for the Teacher Scholarship Program Fund. It was inadvertently omitted.
- 13. The Subcommittee expresses concern over the Governor's recommendation to decrease the State General Fund support for the State Scholarship Program in FY 1993. The Subcommittee learned that over the last several years the State Scholarship Program has underexpended the appropriation for the program because there was not an adequate number of qualified, "needy" applicants to meet the index set by the Kansas Board of Regents. Additionally, students seeking to renew the scholarship must maintain a 3.3 GPA. The Subcommittee is reluctant to add funding from the State General Fund to the program if the parameters set by the Board result in not spending all of the dollars appropriated for the program. The Subcommittee strongly urges the Board of Regents to review the criteria so that all appropriated funding is made available to those Kansas students who need it.


 Representative Bill Wisdom
 Subcommittee Chair


 Representative Rochelle Chronister


 Representative Lee Hamm


 Representative George Teagarden


 Representative Robert Vancrum

HIGHWAY PATROL TRAINING CENTER FUND

	Actual 1991	Gov. Rec. 1992	Gov. Rec. 1993	1994	1995	1996	1997	1998	1999	2000	2001
Balance Forward	\$0	\$124,069	\$24,069	\$106,791	\$65,013	\$33,277	\$17,239	\$12,223	\$18,867	\$37,801	\$64,640
Receipts	<u>124,069</u>	<u>1,135,000</u>	<u>1,135,000</u>	<u>1,157,700</u>	<u>1,180,854</u>	<u>1,204,471</u>	<u>1,228,561</u>	<u>1,253,132</u>	<u>1,278,194</u>	<u>1,303,758</u>	<u>1,329,833</u>
Total Available	\$124,069	\$1,259,069	\$1,159,069	\$1,264,491	\$1,245,867	\$1,237,748	\$1,245,800	\$1,265,355	\$1,297,062	\$1,341,559	\$1,394,473
Expenditures:											
Operating	0	735,000	135,000	285,000	296,400	308,256	320,586	333,410	346,746	360,616	375,041
Debt Service	0	0	417,278	414,478	416,190	412,253	412,990	413,078	412,515	416,303	414,115
Total Expenditures	\$0	\$735,000	\$552,278	\$699,478	\$712,590	\$720,509	\$733,576	\$746,488	\$759,261	\$776,919	\$789,156
SGF Transfer		(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Balance Forward	\$124,069	\$24,069	\$106,791	\$65,013	\$33,277	\$17,239	\$12,223	\$18,867	\$37,801	\$64,640	\$105,318

Notes:

- The \$500,000 State General Fund transfer is pursuant to KSA 1991 Supp. 74-2131.
- The debt service presented is based on a \$4.5 million project, with a 20 year term with a 6.5 percent interest rate.
- Receipts are estimated to increase by 2 percent annually.
- To illustrate fund cash flows, operating costs of \$285,000 are financed from the fund beginning in FY 1994. This amount is a \$150,000 increase over the FY 1993 Governor's recommendation for operating expenditures from the fund. The amount represents some, but not necessarily all, of the increased operating costs associated with the proposed Marymount facility. Beginning in FY 1995, operating costs are increased by 4 percent annually.
- The FY 1992 Governor's recommendation from the fund includes \$600,000 to finance the purchase of replacement patrol vehicles and \$135,000 for training operating costs. For FY 1993, the Governor has recommended \$135,000 from the fund for training operating costs.

HA
3-3-92
Attachment 13

HIGHWAY PATROL TRAINING CENTER FUND

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Balance Forward	\$105,318	\$155,591	\$216,202	\$293,048	\$376,843	\$473,777	\$584,537	\$705,116	\$836,656	\$980,278	\$1,132,082
Receipts	<u>1,356,430</u>	<u>1,383,559</u>	<u>1,411,230</u>	<u>1,439,454</u>	<u>1,468,244</u>	<u>1,497,608</u>	<u>1,527,561</u>	<u>1,558,112</u>	<u>1,589,274</u>	<u>1,621,059</u>	<u>1,653,481</u>
Total Available	\$1,461,748	\$1,539,149	\$1,627,432	\$1,732,502	\$1,845,086	\$1,971,385	\$2,112,097	\$2,263,228	\$2,425,930	\$2,601,337	\$2,785,563
Expenditures:											
Operating	390,042	405,644	421,870	438,744	456,294	474,546	493,528	513,269	533,800	555,152	577,358
Debt Service	<u>416,115</u>	<u>417,303</u>	<u>412,515</u>	<u>416,915</u>	<u>415,015</u>	<u>412,303</u>	<u>413,453</u>	<u>413,303</u>	<u>411,853</u>	<u>414,103</u>	<u>418,065</u>
Total Expenditures	\$806,157	\$822,947	\$834,385	\$855,659	\$871,309	\$886,849	\$906,981	\$926,572	\$945,653	\$969,255	\$995,423
SGF Transfer	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Balance Forward	\$155,591	\$216,202	\$293,048	\$376,843	\$473,777	\$584,537	\$705,116	\$836,656	\$980,278	\$1,132,082	\$1,290,140

KANSAS HIGHWAY PATROL TRAINING ACADEMY

January 29, 1992

Salina, Kansas

Renovation and Remodeling for:

Costs

Antoinette Hall (Dormitory)	\$ 384,000
Marian Hall (Dormitory--not used)	---
Fine Arts (training and administration)	1,150,000
Smoot Gymnasium (training)	50,000
Physical Plant	145,000
	<hr/>
	1,729,000
Site Work	
	<hr/>
	143,000
	<hr/>
	1,872,000
Contingency for Construction	94,000
Testing and Misc.	16,000
	<hr/>
	1,982,000
Architectural/Engineering Fees	218,000
Management Fee	20,000
Fixtures, Furniture, Equipment	550,000
Telecommunications	85,000
Moving Expense	45,000
	<hr/>
Subtotal	\$2,900,000
Property	1,600,000
TOTAL	\$4,500,000

Sample Debt Service Schedule

02/06/92

Project: Kansas Highway Patrol, Purchase of Marymount College for Training Facility

Project Costs:	\$4,500,000		Average Interest Rate:	6.500Z
Issuance Costs:	\$103,500	2.00Z	Term:	15 Yrs.
Reserve:	\$511,500	10.00Z		
Bond Principal:	\$5,115,000		Average Annual Payment:	\$485,033

Pmt No	Date	FY	Principal	Rate	Interest	KDFA Admin Fee	Res Incoeae/ Reserve Prin	Payment	Fiscal Yr Total	Principal Balance
Dated	05/01/92	1992								
1	11/01/92	1993	95,000.00	6.50Z	166,237.50		16,623.75	244,613.75		
2	05/01/93	1993	95,000.00	6.50Z	163,150.00		16,623.75	241,526.25	486,140.00	4,925,000.00
3	11/01/93	1994	100,000.00	6.50Z	160,062.50		16,623.75	243,438.75		
4	05/01/94	1994	100,000.00	6.50Z	156,812.50		16,623.75	240,188.75	483,627.50	4,725,000.00
5	11/01/94	1995	105,000.00	6.50Z	153,562.50		16,623.75	241,736.25		
6	05/01/95	1995	110,000.00	6.50Z	150,150.00		16,623.75	243,526.25	485,465.00	4,510,000.00
7	11/01/95	1996	115,000.00	6.50Z	146,575.00		16,623.75	244,951.25		
8	05/01/96	1996	115,000.00	6.50Z	142,837.50		16,623.75	241,213.75	486,165.00	4,280,000.00
9	11/01/96	1997	120,000.00	6.50Z	139,100.00		16,623.75	242,476.25		
10	05/01/97	1997	125,000.00	6.50Z	135,200.00		16,623.75	243,576.25	486,052.50	4,035,000.00
11	11/01/97	1998	130,000.00	6.50Z	131,137.50		16,623.75	244,513.75		
12	05/01/98	1998	130,000.00	6.50Z	126,912.50		16,623.75	240,288.75	484,802.50	3,775,000.00
13	11/01/98	1999	135,000.00	6.50Z	122,687.50		16,623.75	241,063.75		
14	05/01/99	1999	140,000.00	6.50Z	118,300.00		16,623.75	241,676.25	482,740.00	3,500,000.00
15	11/01/99	2000	145,000.00	6.50Z	113,750.00		16,623.75	242,126.25		
16	05/01/2000	2000	150,000.00	6.50Z	109,037.50		16,623.75	242,413.75	484,540.00	3,205,000.00
17	11/01/2000	2001	155,000.00	6.50Z	104,162.50		16,623.75	242,538.75		
18	05/01/2001	2001	160,000.00	6.50Z	99,125.00		16,623.75	242,501.25	485,040.00	2,890,000.00
19	11/01/2001	2002	165,000.00	6.50Z	93,925.00		16,623.75	242,301.25		
20	05/01/2002	2002	170,000.00	6.50Z	88,562.50		16,623.75	241,938.75	484,240.00	2,555,000.00
21	11/01/2002	2003	175,000.00	6.50Z	83,037.50		16,623.75	241,413.75		
22	05/01/2003	2003	180,000.00	6.50Z	77,350.00		16,623.75	240,726.25	482,140.00	2,200,000.00
23	11/01/2003	2004	190,000.00	6.50Z	71,500.00		16,623.75	244,876.25		
24	05/01/2004	2004	195,000.00	6.50Z	65,325.00		16,623.75	243,701.25	488,577.50	1,815,000.00
25	11/01/2004	2005	200,000.00	6.50Z	58,987.50		16,623.75	242,363.75		
26	05/01/2005	2005	205,000.00	6.50Z	52,487.50		16,623.75	240,863.75	483,227.50	1,410,000.00
27	11/01/2005	2006	215,000.00	6.50Z	45,825.00		16,623.75	244,201.25		
28	05/01/2006	2006	220,000.00	6.50Z	38,837.50		16,623.75	242,213.75	486,415.00	975,000.00
29	11/01/2006	2007	225,000.00	6.50Z	31,687.50		16,623.75	240,063.75		
30	05/01/2007	2007	250,000.00	6.50Z	24,375.00		528,123.75	246,251.25	486,315.00	
31	11/01/2007	2008								
Totals			5,115,000.00		3,170,700.00		1,010,212.50	7,275,487.50	7,275,487.50	

Prepared by: Kansas Development Finance Authority

Sample Debt Service Schedule

02/06/92

Project: Kansas Highway Patrol, Purchase of Marymount College for Training Facility

Project Costs:	\$4,500,000	Average Interest Rate:	6.500%
Issuance Costs:	\$103,500	2.00%	
Reserve:	\$511,500	10.00%	20 Yrs.
Bond Principal:	\$5,115,000	Average Annual Payment:	\$414,507

Pmt No	Date	FY	Principal	Rate	Interest	KDFA Admin Fee	Res Income/ Reserve Prin	Payment	Fiscal Yr Total	Principal Balance
Dated	05/01/92	1992								
1	11/01/92	1993	60,000.00	6.50%	166,237.50		16,623.75	209,613.75		
2	05/01/93	1993	60,000.00	6.50%	164,287.50		16,623.75	207,663.75	417,277.50	4,995,000.00
3	11/01/93	1994	60,000.00	6.50%	162,337.50		16,623.75	205,713.75		
4	05/01/94	1994	65,000.00	6.50%	160,387.50		16,623.75	208,763.75	414,477.50	4,870,000.00
5	11/01/94	1995	65,000.00	6.50%	158,275.00		16,623.75	206,651.25		
6	05/01/95	1995	70,000.00	6.50%	156,162.50		16,623.75	209,538.75	416,190.00	4,735,000.00
7	11/01/95	1996	70,000.00	6.50%	153,887.50		16,623.75	207,263.75		
8	05/01/96	1996	70,000.00	6.50%	151,612.50		16,623.75	204,988.75	412,252.50	4,595,000.00
9	11/01/96	1997	75,000.00	6.50%	149,337.50		16,623.75	207,713.75		
10	05/01/97	1997	75,000.00	6.50%	146,900.00		16,623.75	205,276.25	412,990.00	4,445,000.00
11	11/01/97	1998	80,000.00	6.50%	144,462.50		16,623.75	207,838.75		
12	05/01/98	1998	80,000.00	6.50%	141,862.50		16,623.75	205,238.75	413,077.50	4,285,000.00
13	11/01/98	1999	85,000.00	6.50%	139,262.50		16,623.75	207,638.75		
14	05/01/99	1999	85,000.00	6.50%	136,500.00		16,623.75	204,876.25	412,515.00	4,115,000.00
15	11/01/99	2000	90,000.00	6.50%	133,737.50		16,623.75	207,113.75		
16	05/01/2000	2000	95,000.00	6.50%	130,812.50		16,623.75	209,188.75	416,302.50	3,930,000.00
17	11/01/2000	2001	95,000.00	6.50%	127,725.00		16,623.75	206,101.25		
18	05/01/2001	2001	100,000.00	6.50%	124,637.50		16,623.75	208,013.75	414,115.00	3,735,000.00
19	11/01/2001	2002	105,000.00	6.50%	121,387.50		16,623.75	209,763.75		
20	05/01/2002	2002	105,000.00	6.50%	117,975.00		16,623.75	206,351.25	416,115.00	3,525,000.00
21	11/01/2002	2003	110,000.00	6.50%	114,562.50		16,623.75	207,938.75		
22	05/01/2003	2003	115,000.00	6.50%	110,987.50		16,623.75	209,363.75	417,302.50	3,300,000.00
23	11/01/2003	2004	115,000.00	6.50%	107,250.00		16,623.75	205,626.25		
24	05/01/2004	2004	120,000.00	6.50%	103,512.50		16,623.75	206,888.75	412,515.00	3,065,000.00
25	11/01/2004	2005	125,000.00	6.50%	99,612.50		16,623.75	207,988.75		
26	05/01/2005	2005	130,000.00	6.50%	95,550.00		16,623.75	208,926.25	416,915.00	2,810,000.00
27	11/01/2005	2006	135,000.00	6.50%	91,325.00		16,623.75	209,701.25		
28	05/01/2006	2006	135,000.00	6.50%	86,937.50		16,623.75	205,313.75	415,015.00	2,540,000.00
29	11/01/2006	2007	140,000.00	6.50%	82,550.00		16,623.75	205,926.25		
30	05/01/2007	2007	145,000.00	6.50%	78,000.00		16,623.75	206,376.25	412,302.50	2,255,000.00
31	11/01/2007	2008	150,000.00	6.50%	73,287.50		16,623.75	206,663.75		
32	05/01/2008	2008	155,000.00	6.50%	68,412.50		16,623.75	206,788.75	413,452.50	1,950,000.00
33	11/01/2008	2009	160,000.00	6.50%	63,375.00		16,623.75	206,751.25		
34	05/01/2009	2009	165,000.00	6.50%	58,175.00		16,623.75	206,551.25	413,302.50	1,625,000.00
35	11/01/2009	2010	170,000.00	6.50%	52,812.50		16,623.75	206,188.75		
36	05/01/2010	2010	175,000.00	6.50%	47,287.50		16,623.75	205,663.75	411,852.50	1,280,000.00
37	11/01/2010	2011	180,000.00	6.50%	41,600.00		16,623.75	204,976.25		
38	05/01/2011	2011	190,000.00	6.50%	35,750.00		16,623.75	209,126.25	414,102.50	910,000.00
39	11/01/2011	2012	195,000.00	6.50%	29,575.00		16,623.75	207,951.25		
40	05/01/2012	2012	715,000.00	6.50%	23,237.50		528,123.75	210,113.75	418,065.00	
41	11/01/2012	2013								
Totals			5,115,000.00		4,351,587.50		1,176,450.00	8,290,137.50	8,290,137.50	

Prepared by: Kansas Development Finance Authority

January 29, 1992

SUMMARY OF RENOVATION: ANTOINETTE HALL

Exterior walls, windows, and doors are to receive only necessary repairs and maintenance including painting.

A re-roof of the upper level is included, but the lower level roof was replaced in 1990 with a four (4) ply fiberglass system over 1" recovery board. Anticipated life of this roof is seven (7) years.

Interior partitioning is limited to approximately 150 LF as may be necessary.

Interior finishes is painting of walls and ceilings, repair and regrouting of ceramic tile walls, replacement of existing carpet, installation and or replacement of vinyl tile where necessary, repair of terrazzo floors.

Installation of an elevator in an existing shaft is included.

Plumbing work is to include installation of urinals, repairs, maintenance, and necessary work to make the facilities handicapped accessible.

HVAC work is limited to repair and maintenance with a limited scope of control upgrade.

Electrical is limited to fixture replacement and installation of additional outlets.

Emergency lighting and fire alarm systems as required by the life safety code is included. A sprinkler system is not included.

January 29, 1992

Antoinette Hall

Basic Building Construction

Exterior Walls	5,000
Windows and Exterior Doors - repair	15,000
Interior Doors	10,000
Hardware	5,000
Exterior Painting	15,000
Roofing and Installation	30,000
Interior Demolition	3,000
New Partitions	12,000
Wall Finishes	30,000
Floor Finishes	50,000
Ceiling Finishes	5,000
Passenger Elevator (incl. shaft)	50,000
Building Plumbing	30,000
Building HVAC	20,000
Building Electric	25,000
Emergency Lights	20,000
Alarms/Fire and Smoke	32,000

Subtotal \$ 354,000

Asbestos Abatement

30,000

TOTAL \$ 384,000

January 29, 1992

SUMMARY OF RENOVATION: FINE ARTS BUILDING

Exterior walls, windows, and doors are to receive only necessary repairs and maintenance including painting. Energy efficient reglazing or window replacement is not included.

A complete re-roof of the building is included.

Interior partitioning, doors, and hardware is limited to new offices and classrooms that need replacement due to damage or may be required by code. A large expense of partitioning is enclosing stairwells and construction of an outside stairwell to the basement as previously noted by a fire marshal's inspection.

Interior wall and ceiling finishes is limited to painting and necessary replacement due to damage or code.

Floor renovation includes carpet replacement in offices and classrooms that have carpet; repair of slate and ceramic tile, and repair and replacement of vinyl tile due to damage or code requirements. Plumbing includes a new men's and women's restroom located adjacent to the proposed dining area on the ground floor, as well as necessary repairs and replacement to existing facilities.

Installation of a new elevator and ramps for handicapped access is included. HVAC is to be installed with new coils installed in existing air handling units. The existing heating system is to remain with only necessary repairs and modifications needed to accommodate the HVAC system.

Electrical construction is limited to an upgrade of existing fixtures, additional outlets, and circuitry for the HVAC and kitchen equipment.

Emergency lighting and fire alarm systems are included to meet code requirements. Additional sprinkler systems are not included.

Basic fixed kitchen equipment and allowance for the kitchen area construction including partitions, sanitary floor, wall and ceiling surfaces are included.

January 29, 1992

Fine Arts Building

Basic Building Construction

Exterior Walls	15,000
Windows, Insulating Glass	5,000
Exterior Doors	5,000
Interior Doors	10,000
Hardware	10,000
Exterior Painting	5,000
Roofing and Installation	140,000+
Interior Demolition	7,000
New Partitions and New Exit Stair	60,000
Wall Finishes	50,000
Floor Finishes	60,000
Ceiling Finishes	30,000
Passenger Elevator (incl. shaft)	<u>100,000</u>

Subtotal \$ 497,000

Building Plumbing	30,000
Building HVAC	220,000
Building Electrical	43,000
Emergency Lights	35,000
Alarms	<u>25,000</u>

Subtotal \$ 850,000

Asbestos Abatement	100,000
Kitchen Construction	50,000
Kitchen Equipment	<u>150,000</u>

TOTAL \$1,150,000

January 29, 1992

SUMMARY OF RENOVATION: GYMNASIUM

The exterior of the building is to receive only necessary repair and maintenance. Painting is confined to doors and trim. Painting of the metal paneling is not included.

No re-roofing is included. This building received a 4-ply fiberglass smooth surfaced roof over 1/2" recovery board in 1988. It is anticipated the roof will not need replacing for a minimum of seven (7) years.

Interior finishes involve the office/mezzanine and locker room/shower areas. Again, work in the gymnasium area would be only that which is necessary.

The plumbing renovation is primarily attributable to the conversion of the gang showers to individual shower and necessary repair and maintenance.

HVAC consists of necessary work to repair and maintain the existing heating system. No air conditioning of this building is included.

Emergency lighting and alarms are as required by the life safety code. No sprinkler system is included.

January 29, 1992

Gymnasium

Basic Building Construction

Exterior Walls	5,000
Windows, Insulating Glass	-0-
Exterior Doors	2,000
Interior Doors	-0-
Hardware	-0-
Exterior Painting	6,000
Roofing and Installation	-0-
Interior Demolition	-0-
New Partitions	-0-
Wall Finishes	10,000
Floor Finishes	-0-
Ceiling Finishes	-0-
Passenger Elevator (incl. shaft)	-0-
Building Plumbing	15,000
Building HVAC	3-
Building Electric	2,000
Emergency Lights	5,000
Fire and Smoke Alarms	5,000
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TOTAL	\$ 50,000

January 29, 1992

SUMMARY OF RENOVATION: PHYSICAL PLANT

Renovation of the physical plant is mostly cosmetic in nature. Exterior tuckpointing is to be done, but only on the brick masonry. Windows are to be repaired or replaced only as necessary. Exterior trim, windows, and doors are to be painted.

Allowance is made to completely re-roof the building.

Plumbing work consists of repair and replacement of existing fixtures and piping.

HVAC consists of installing a small (2 to 2 1/2 ton) split system A/C unit with force air heating and cooling to office spaces only at the upper level.

Electrical consists of a lighting upgrade, both upper and lower, and installation of additional outlets.

Emergency lighting and fire alarms installed to meet the life safety code. No sprinkler system is included.

January 29, 1992

Physical Plant

Basic Building Construction

Exterior Walls	5,000
Windows, Insulating Glass	-0-
Exterior Doors	3,000
Interior Doors	-0-
Hardware	-0-
Exterior Painting	10,000
Roofing	18,000
Interior Demolition	-0-
New Partitions	-0-
New Exit Stair	-0-
Wall Finishes	-0-
Floor Finishes	-0-
Passenger Elevator (incl. shaft)	-0-
Building Plumbing	5,000
Boiler Rehabilitation	25,000
Building Electric	15,000
Emergency Lights	5,000
Alarms	5,000
Subtotal	<u>\$ 86,000</u>
Asbestos Abatement	54,000
TOTAL	\$ 145,000