

Approved: 4/29/95  
Date

## MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson Robin Jennison at 8:00 a. m. on April 21, 1995 in Room 514-S of the Capitol.

All members were present except:

Representative Dean, excused

Representative Minor, excused

Committee staff present: Alan Conroy, Legislative Research Department  
Don Cawby, Legislative Research Department  
Tim Colton, Legislative Research Department  
Julian Efir, Legislative Research Department  
Laura Howard, Legislative Research Department  
Pat Mah, Legislative Research Department  
Russell Mills, Legislative Research Department  
Eric Milstead, Legislative Research Department  
Patricia Pierron, Legislative Research Department  
Carolyn Rampey, Legislative Research Department  
Leah Robinson, Legislative Research Department  
Paul West, Legislative Research Department  
Susan Wiegers, Legislative Research Department  
Jim Wilson, Revisor of Statutes  
Lenore Olson, Committee Secretary  
Tara Eubanks, Administrative Assistant

Conferees appearing before the committee: none

Others attending: See attached list

Staff distributed corrected copies of the State General Fund profile (Attachment 1) and Chairperson Jennison announced that this corrected version was to replace the profile distributed as (Attachment 6, on 4/20/95) which had incorrect information for general and supplemental school aid in FY 1999 and FY 2000.

The Committee met to consider items for funding in the omnibus bill. (See Attachments 7 & 9 4/20/95). Chairperson Jennison said the items for omnibus consideration would be presented by the subcommittees, the reports would be adopted, after which amendments would be considered.

Representative Allen's subcommittee concurred with Item A. in the memo under Regents Institutions - systemwide issues for general fees fund adjustments. They also agreed with GBA 4, item 47 for utility adjustments for FY 95 only. Memo item C. for GTA salaries in the memo was recommended for a 3.5 percent expenditure limitation increase.

Representative Allen addressed the individual institutions issues. The subcommittee concurred with University of Kansas memo item A. They concurred with memo item A Medical Scholarship Repayment Fund for the KU Medical Center. They concurred with item B for Wichita and Topeka residents but did not concur with GBA 4, 54, for two additional residency slots for the Topeka Residency Program. They concurred with KSU - Salina College of Technology memo item A. They also concurred with memo item A and GBA 4, 51, for the KSU Veterinary Medical Center greyhound research facility. They concurred with GBA 4, 52, for the Hospital and Diagnostic Laboratory Fund. Memo item A for the KSU Extension Systems and Ag Research Programs FACTS Program was agreed upon. Also, memo item A for Wichita State University was recommended by the subcommittee. They concurred with Emporia State University/Ft. Hays State University memo item A.

## CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on April 21, 1995.

Representative Allen turned to the Board of Regents' GBAs. The subcommittee concurred with GBA 4, 49, for the Regents Supplemental Grant Program and with the funding shift in GBA 4, 50, to special revenue funds. The subcommittee recommended that the appropriation previously made by the legislature be made subject to release by the State Finance Council subject to Congressional action relating to federal funding for the state scholarship program. The subcommittee agreed to authorize establishment of a new account in the Pittsburg State University's restricted fees fund for receipt of tuition from students under the contiguous county proposal.

Representative Allen presented other recommendations relating to the Department of Education. The subcommittee concurred with memo items A. 1 for general and supplemental state aid, item 2 for school district capital improvements, and item 2 C. - revisions to estimate for KPERS-school which relates to GBA 4 item 14. The subcommittee made no change to memo item D for school aid programs funded by EDIF, and if the Lottery would not pass, the subcommittee would concur with the GBA. The subcommittee concurred with memo items E, F and G. They agreed to consider funding for item H (HB 2173) and item I (SB 150) (both in conference) when it is known what the conference committee will do with them.

Representative Allen presented subcommittee recommendations relating to the Legislature and the Legislative Coordinating Council (LCC). Regarding memo item A (H. Sub SB 19), it is in conference and the subcommittee took no action. Regarding the LCC, memo item A (HB 2555), also in conference, the subcommittee recommended the \$50,000 be added as a line item and be funded from KPERS rather than the SGF.

Allen said item A for the State School for the Blind technical adjustment was concurred by the subcommittee.

A motion was made by Representative Reinhardt, seconded by Representative Helgerson, to adopt the subcommittee reports presented by Representative Allen. The motion carried.

Representative Carmody reviewed omnibus items for the Attorney General. The subcommittee recommended \$250,000 funding instead of \$254,829 for A (SB 3) for prosecuting sexual predators. Regarding item B (HB 2448), it was recommended with a proviso stipulating any fees collected would be used to offset SGF expenditures for the Consumer Protection Division in the Attorney General's Office. The subcommittee concurred with GBA 4, item 2 relating to transfer of federal grant program monies to the Attorney General. Regarding GBA 4 item 55 - State Medicaid Fraud Control Unit, the subcommittee recommended the \$10,000 shown in the GBA be taken from SRS and that this issue be addressed when the SRS budget is discussed. They concurred with GBA 4, 56 - Federal Violence against Women Grant Program. Regarding GBA 4, 57, the subcommittee concurred and added language that these programs, including the Medicaid Fraud Control, be reviewed regularly to see what federal grant money comes in and what is expended.

A motion was made by Representative Carmody, seconded by Representative Gross, to adopt the subcommittee recommendations for the Attorney General. The motion carried.

Representative Haulmark reviewed the recommendations for the Department of Commerce and Housing, KTEC and Kansas Inc. Copies of a memo from Secretary Sherrer, Department of Commerce and Housing on the KEOIF project were distributed (Attachment 2). Representative Haulmark said the subcommittee disagreed with GBA 4 item 3 for Commerce & Housing and recommended shifts in FY 96 funding from KEOIF: \$250,000 for small business development centers, \$250,000 to commercialization centers, \$500,000 for capital outlay for area vo-tec schools, and \$80,000 to a Washburn University library project. The subcommittee also disagreed with GBA 4 item 4 - resource allocation. The subcommittee did not concur with the Kansas, Inc. item B Senate subcommittee recommendation. They also did not concur with recommendations for KTEC.

A motion was made by Representative Mollenkamp, seconded by Representative Haulmark, to adopt the subcommittee recommendations for the Department of Commerce and Housing, KTEC and Kansas, Inc. The motion carried.

Representative Carmody reviewed subcommittee recommendations for the Department of Human Resources. The subcommittee recommended approval of GBA 4 item 15 (HB 2305) for a special employment security fund shortfall and GBA 4 item 16 to increase the expenditure limitation on the OSHA federal fund.

A motion was made by Representative Carmody, seconded by Representative Gatlin, to adopt the subcommittee recommendations for the Department of Human Resources. The motion carried.

Representative Kejr reported the subcommittee concurred with GBA 4 item 63 to increase the expenditure limitation for the Board of Nursing.

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MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on April 21, 1995.

A motion was made by Representative Kejr, seconded by Representative Helgerson, to adopt the recommendations for the Board of Nursing. The motion carried.

Representative Kejr presented the recommendations for the KCC under GBA 4, 62.

A motion was made by Representative Kejr, seconded by Representative Helgerson, to adopt the recommendations for the KCC. The motion carried.

Representative Kejr reviewed the subcommittee recommendations for the Kansas Water Office in the memo. The subcommittee concurred with item A, and took no action on items B and C.

A motion was made by Representative Kejr, seconded by Representative Carmody, to adopt the subcommittee recommendations for the Kansas Water Office. The motion carried.

Representative Kejr reported the subcommittee recommended State Conservation Commission item A shown in the memo.

A motion was made by Representative Kejr, seconded by Representative Carmody, to adopt the subcommittee report for the State Conservation Commission. The motion carried.

Representative Kejr reviewed subcommittee recommendations for the Department of Wildlife and Parks as shown in the memo and the GBA. The subcommittee concurred with GBA 4, 58 - federal audit requirements and GBA 4, 59 - Rails-to Trails development. They also concurred with memo item A for the Wolf Creek fishing facility and with item B for the creation of a new Wildlife and Parks fund.

A motion was made by Representative Kejr, seconded by Representative Neufeld, to adopt the subcommittee recommendations for the Department of Wildlife and Parks. The motion carried.

Representative Kline reported the subcommittee recommendations for the Department of Corrections. The subcommittee concurred with memo items A, B (GBA 4, 6), and GBA 4, items 5, 7 and 9. The subcommittee also agreed with memo item A for the Topeka Correctional Facility. Kline said the subcommittee had no recommendations on memo item A for the Kansas Parole Board (**HB 2331**) as it is in conference.

Regarding the Sentencing Commission, Representative Kline reported the subcommittee concurred with GBA 4 item 1 for the federal criminal history records grant and with GBA 4 item 2 for the drug free program.

A motion was made by Representative Kline, seconded by Representative Cornfield, to adopt the subcommittee recommendations for the Department of Corrections, Topeka Correctional Facility, Kansas Parole Board, and the Sentencing Commission. The motion carried.

Representative Mollenkamp presented subcommittee recommendations for the Department of Revenue and said they concurred with memo item A, a technical correction.

Representative Mollenkamp reviewed recommendations for the Department of Transportation and said they concurred with GBA 4 item 17 for a new sub-area shop.

A motion was made by Representative Mollenkamp, seconded by Representative Haulmark, to adopt the subcommittee recommendations for the Departments of Revenue and Transportation. The motion carried.

The subcommittee recommendations for the Lieutenant Governor were reviewed by Representative Carmody. The subcommittee recommended adopting memo item A (**HB 2555**) which is in conference.

A motion was made by Representative Carmody, seconded by Representative Lowther, to adopt the subcommittee recommendations for the Lieutenant Governor. The motion carried.

Representative Neufeld reviewed the subcommittee recommendations for the Department of Health and Environment. Regarding memo item A (**HB 2256**), the subcommittee recommended approval of the funding but eliminated one Geologist I position. They also included a proviso to limit the amount of salaries to be paid from the fund. They recommended item B with the proviso that the fund be designated to purchase breath alcohol test equipment. Regarding GBA 4 item 20, the subcommittee recommended the department use the

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existing overhead fee fund in FY 96 to purchase the upgrade. The subcommittee adopted GBA 4, 21 on the vaccine program; also, GBA 4, 22, with a recommendation that the \$25,000 for administrative oversight is to be paid from the grant monies. GBA 23 for Medicare and Medicaid funding shifts was adopted. GBA 4, 24, for state motor pool charges was not adopted. Regarding GBA 4, 25, the subcommittee recommended establishing a new cancer fee fund to include the carryover monies and the new grants. They added a proviso to ensure the maximum amount of these monies will be used for aid to local units. The subcommittee also recommended some cleanup items: 1) to increase the expenditure limitation on the AIDS project fund so none of the \$659,000 federal grant money could be used for aid to local units; (2) increase the expenditure limitation on the training fee fund to \$120,000 annually; (3) to increase the air quality fund to \$10,000; (4) to add \$151,600 for the EMS trauma system; (5) to increase the expenditure authority to the Disease Prevention and Health Promotion Fund so carryover balances from FY 95 can be used in FY 96 with a proviso that the new monies are to be used for aid to local units; (6) shifted \$2 million federal funds for the Infant/Toddler Program from FY 95 to FY 96; and, (7) to delete \$97,000 from the other federal grants fund for the Burn Prevention Initiative.

A motion was made by Representative Neufeld, seconded by Representative Hochhauser, to adopt the subcommittee recommendations for the Department of Health & Environment. The motion carried.

Representative Kejr reviewed subcommittee recommendations for the Board of Agriculture and the Department of Agriculture. The subcommittee recommended the Assistant Secretary position and funding be abolished for FY 96 and the addition for FY 96 of an unclassified Assistant Secretary plus the funding. They also added \$5,100 in FY 96 for travel expense for the advisory board and \$9,300 in FY 96 for three computers for SHARP implementation. They did not act on the GBA 4 number 12 item relating to transferring of funds to the SGF for the Division of Marketing and they did not approve the 2.0 FTEs requested in GBA 4 item 12.

A motion was made by Representative Kejr, seconded by Representative Bradley, to adopt the subcommittee report for the Board of Agriculture and Department of Agriculture. The motion carried.

Representative Carmody presented the recommendations of the subcommittee for Mental Health Services under the Department of SRS and for the Kansas Guardianship Program. They approved memo item A (**SB 343**) to correct a technical error. They concurred with GBA 4 item 41, to transfer \$326,721 for FY 96. They also deleted \$395,326 in VR funding and added the same amount for MHRS special purpose grants in FY 96. \$32,171 lapsed from KAPS was recommended to be added to the Guardianship Program. Lapsed \$1,074,200 from 1995 **SB 343** was transferred to the Guardianship Program in FY 96. They did not concur with the recommendation to phase in services to 276 new clients during FY 96. Instead of \$238,670, they recommended \$112,629 for new funding for the Guardianship Program for separation expenses.

A motion was made by Representative Carmody, seconded by Representative Lowther, to adopt the subcommittee report for Mental Health Services and the Guardianship Program. The motion carried.

Representative Kline reviewed subcommittee recommendations for the Highway Patrol and said they concurred with GBA 4 item 60, to lapse \$40,000 in Motor Carrier Inspection funds in FY 95.

Kline also reviewed subcommittee recommendations for the Board of Barbering and said the subcommittee concurred with GBA 4 item 61, to increase the expenditure limitations on the Fee Fund by \$2,172.

Subcommittee recommendations in the memo for the Youth Centers at Atchison, Beloit and Topeka were covered by Kline. They recommended funding for capital outlay at the FY 95 level and a 3.0 percent increase for salaries for contractual teachers.

A motion was made by Representative Kline, seconded by Representative Carmody to adopt the reports for the Highway Patrol, Board of Barbering and the Youth Centers. The motion carried.

Representative Neufeld reviewed subcommittee recommendations for the Department of SRS. They concurred with memo item A (**Sub. H.B. 2458**). They also concurred with memo item B (GBA 4 item 35) relating to caseload estimates. Memo item C, a technical adjustment, was approved. Also approved were GBA 4 items 36, 37, 38, 39, 40, 41 and 42. A technical amendment relating to the Medicaid Assistance Federal Fund was approved. The subcommittee added \$740,392 SGF in FY 96 for job placement services for KanWork clients and added \$800,000 SGF in FY 95 for Community Mental Health Centers.

A motion was made by Representative Neufeld, seconded by Representative Carmody, to adopt the subcommittee report for the Department of SRS. The motion carried.

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MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on April 21, 1995.

The meeting recessed from noon until 1:30 p.m. for the purpose subcommittee consideration on omnibus items.

Representative Kejr reported on recommendations for State Bank Commissioner memo item A and Consumer Credit Commissioner memo item A. He said the subcommittee agreed with both memo items.

A motion was made by Representative Kejr, seconded by Representative Farmer, to adopt the subcommittee reports for the State Bank Commissioner and Consumer Credit Commissioner. The motion carried.

Representative Carmody reviewed subcommittee recommendations for mental health hospitals systemwide. The subcommittee recommended a 2.5% increase for teacher salaries (memo item A). They concurred with memo item B for categorical aid decreases for FY 95 and FY 96 and increasing the rate per eligible teaching unit from \$19,400 to \$19,500. GBA 4, 43, for hospital fee fund shifts was approved. A technical adjustment (memo item A) for Topeka State Hospital was approved. Also approved was memo item A for a technical adjustment and memo item B (GBA 4, 46) for Topeka State Hospital. For Larned State Hospital, GBA 4 item 44 relating to reducing their shrinkage rate was approved, as was GBA 4, 45, to resurface parking lots.

A motion was made by Representative Carmody, seconded by Representative Lowther, to adopt the subcommittee report on mental health hospitals. The motion carried.

Representative Neufeld reviewed subcommittee recommendations for the Human Rights Commission and said they approved memo item A to decrease the federal funds special revenue fund by \$102,591 in FY 96.

A motion was made by Representative Neufeld, seconded by Representative Carmody, to adopt the subcommittee report for the Human Rights Commission. The motion carried.

Subcommittee recommendations for the Board of Healing Arts were presented by Representative Kejr and he said they approved memo item A to add \$12,388 funds in FY 96 for registration of athletic trainers.

A motion was made by Representative Kejr, seconded by Representative Carmody, to adopt the subcommittee report for the Board of Healing Arts. The motion carried.

Representative Carmody reviewed subcommittee recommendations for Mental Retardation Hospitals systemwide. He said they approved GBA 4 item 43 for hospital fee fund shifts and memo item A for the 2.5 percent teacher salary increases. They also concurred with memo item B to cut some categorical aid at each hospital. Also approved was memo item C for a technical adjustment to each hospital's operating account. Kansas Neurological Institute (KNI) memo item A, a technical adjustment relating to the Foster Grandparents Program, was approved. Shifts of funds from the SGF to Parsons and Winfield were approved.

A motion was made by Representative Carmody, seconded by Representative Lowther, to adopt the subcommittee recommendations for the mental retardation hospitals, including KNI. The motion carried.

Subcommittee recommendations for the Secretary of State were presented by Representative Carmody. They approved memo item A (GBA 4, 10) to add \$1.5 in FY 96 for a presidential preference primary. They concurred with GBA 4 item 11 to purchase on optical disk image system in FY 96 from fee funds.

A motion was made by Representative Carmody, seconded by Representative Wilk, to adopt the subcommittee recommendations for the Secretary of State. The motion carried.

Representative Mollenkamp reviewed subcommittee recommendations for the Kansas Lottery. Memo item A on eliminating funds and FTE positions was deferred as was memo item B on reviewing transfers to the KBI's Gaming Unit. They concurred with memo item C, a technical correction to increase the FY 96 expenditure limitation by \$150,000 for printing costs (other than tickets) and GBA 4 item 18 to increase the FY 95 expenditure limitation by \$30,000 for ticket printing costs.

A motion was made by Representative Mollenkamp, seconded by Representative Nichols, to adopt the subcommittee recommendations for the Kansas Lottery. The motion carried.

The Racing Commission recommendations were reviewed by Representative Mollenkamp. They, in restoring financing and staffing authority which was previously zeroed out in HB 2132, concurred with the Governor's FY 96 recommendations for expenditures of \$5,079,836 and staff of 49.5 FTE positions, with several adjustments. They added a provision to assure that three race judges will be stationed at each race

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MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on April 21, 1995.

track for race meets and said that anyone hired as Inspector of Parimutuels be required to be a CPA. They also recommended Racing Commissioners be compensated no more than \$65 per day.

A motion was made by Representative Mollenkamp, seconded by Representative Haulmark, to adopt the subcommittee report for the Racing Commission. The motion carried.

Representative Lowther reviewed subcommittee recommendations for KPERS. The subcommittee concurred with memo item A 1 for one FTE position plus funding. They concurred with GBA 4 item 65, but with implementation in FY 96 rather than FY 97 for the 1.0 percent employer contribution rate increase. They also concurred with GBA 4 item 64 for retirement reduction savings. Memo item A. 3. for the retired judges program was approved. The subcommittee concurred with memo item B for FY 95 relating to investment fees changes.

A motion was made by Representative Lowther, seconded by Representative Carmody, to adopt the subcommittee report. The motion carried.

Julian Efird, Legislative Research Department, presented a review of GBA 4 item 64 relating to retirement reduction savings.

Representative Kline presented the subcommittee report for the Kansas Bureau of Investigation (KBI). They concurred with memo item A (GBA 3, 8) to delete 2.0 FTE positions plus funding in FY 96 if the lottery is not re-authorized. The subcommittee concurred with memo item B for AFIS replacement and recommended \$2 million from the SGF in FY 96 which would be reduced by the amount of any federal grant funds received. The KBI would continue to inform JCCT of its progress. They recommended memo item C and language to make the Forensic Lab and Materials Fee Fund a no-limit fund for FY 96. They also added language that the no-limit status of the fund be reviewed by the 1996 Legislature.

A motion was made by Representative Kline, seconded by Representative Carmody, to adopt the subcommittee report for the KBI. The motion carried.

Representative Nichols reviewed the subcommittee report for the Judicial Branch. The subcommittee recommended the Judicial Branch determine if the post-retirement program provides the needed relief and to report to the 1996 and 197 Legislatures.

A motion was made by Representative Nichols, seconded by Representative Carmody, to adopt the report from the subcommittee for the Judicial Branch. The motion carried.

Representative Nichols reviewed the subcommittee report for the Board of Indigents' Defense Services. They concurred with GBA 4 item 9 to increase funds for payments to assigned counsel and added funds to pay the current overdue bills, estimated at \$490,874. The subcommittee also added \$411,696 in FY 96 and \$800,000 in FY 96 SGF for defending capital cases, and they language regarding expenditures for defending capital cases. \$40,953 was added from FY 96 SGF for defending indigents charged with sexual exploitation of a child and \$88,974 was added (SGF FY 96) for expenditures to defend those charged with injury to a pregnant woman.

A motion was made by Representative Nichols, seconded by Representative Mollenkamp, to adopt the subcommittee report for the Board of Indigent's Defense Services. The motion carried.

The subcommittee report for the Department of Administration was presented by Representative Carmody. The subcommittee concurred with GBA 4 item 26 with a few adjustments. A summary of SHARP project personnel computers and equipment funded through the Department of Administration was distributed (Attachment 3) and was reviewed by Carmody. He said a \$9,300 item for the Department of Agriculture should be included in the summary. The GBA should have included \$15,516 for Lansing Correctional Facility. They concurred with GBA 4 item 27 to ensure that the SHARP project remains on time and within budget. Memo item B (SB 281) was deferred by the subcommittee as it is in conference. The subcommittee also concurred with GBA 4 items 29, 30, 31, 32 and 33. Representative Carmody reviewed GBA 4 items for the Division of Budget. The subcommittee concurred with GBA 4 item 34, to finance policy research initiatives. They concurred with GBA 4 item 28, on the conversion of special project and intermittent positions to FTE positions.

A motion was made by Representative Carmody, seconded by Representative Lowther, to adopt the subcommittee reports for the Department of Administration and Division of Budget. The motion carried.

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MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on April 21, 1995.

Jim Wilson, Revisor of Statutes, reviewed several requests for bills. One bill is to repeal and re-enact the entire Board of Agriculture bill for the purpose of an earlier effective date. Four other bills, recommended by staff, are to reconcile conflicts between statutes amended by more than one piece of legislation this session.

A motion was made by Representative Helgerson, seconded by Representative Carmody, to introduce bills as described by staff. The motion carried.

The meeting adjourned at 3:45 p.m.

The next meeting is scheduled for April 25, 1995.

# APPROPRIATIONS COMMITTEE GUEST LIST

DATE: 4/21/95

NAME	REPRESENTING
Diane Walevski	Division of the Budget
Lisa Mootz	KSC
Eric Suter	WSU
SUSAN PETERSON	KANSAS STATE University
Don Ryan	N.E.K. Rural Health
Jacque Dabner	SQE
Scott B. Roth	Bd. of Indigent Defense Services
Mel Cather	
Chris Stanfield	KDHE
Jim Jones	KDOT
Ken Stephens	ESU
Mark Barcellona	KDOCH
Smith L. Swille	Kansas Lottery
Kevin L. Scott	KANSAS Lottery
Nancy Boaina	KDOT
Ellen Piekulickiewicz	ASSOC. of CMTEs
Bill Watts	KDOT
TK Shovel	KCS
Steve Kelly	KDOCH



STATE GENERAL FUND PROFILE  
In Millions

	FY 1995	Increase	FY 1996	Increase	FY 1997	Increase	FY 1998	Increase	FY 1999	Increase	FY 2000	Increase
Beginning Balance	\$ 454.4		\$ 360.9		\$ 305.7		\$ 268.7		\$ 277.5		\$ 290.1	
Released Encumbrances	1.2 <sup>(a)</sup>											
Receipts												
Consensus Est. <sup>(b)</sup>	3,243.9	2.1%	3,395.2	4.7%	3,545.1	4.4%	3,708.6	4.6%	3,880.0	4.6%	4,061.1	4.7%
Expenditures												
Gen. and Supp. School Aids <sup>(c)</sup>	1,348.2	42.0	1,365.3	\$ 17.1	1,376.6	\$ 11.3	1,393.4	\$ 16.8	1,390.1	\$ (3.3)	1,369.2	\$ (20.9)
Demand Transfer to:												
SDCIF	11.2	4.2	16.5	5.3	20.5	4.0	22.5	2.0	24.0	1.5	26.0	2.0
SHF	81.5	2.4	84.5	3.0	93.0	8.5	96.7	3.7	100.6	3.9	104.6	4.0
LAVTRF	44.6	4.4	46.3	1.7	48.7	2.4	50.6	1.9	52.7	2.1	54.8	2.1
CCRSF	33.4	2.7	34.6	1.2	37.3	2.7	38.6	1.3	40.1	1.5	41.8	1.7
CCHF	10.0	0.3	10.4	0.4	13.2	2.8	13.8	0.6	14.5	0.7	15.2	0.7
WPF	5.9	0.2	6.0	0.1	6.0	--	6.0	--	6.0	--	6.0	--
State Fair	0.1	--	0.1	--	0.1	--	0.1	--	0.1	--	0.1	--
All Other Expend.	1,803.7	171.4	1,886.7	83.0	1,986.7	100.0	2,078.1	91.4	2,239.3	161.2	2,429.9	190.6
Total	3,338.6	227.6	3,450.4	111.8	3,582.1	131.7	3,699.8	117.7	3,867.4	167.6	4,047.6	180.2
Percent Increase		7.3%		3.3%		3.8%		3.3%		4.5%		4.7%
Ending Balance	360.9		305.7		268.7		277.5		290.1		303.6	
% of Expenditures	10.8%		8.9%		7.5%		7.5%		7.5%		7.5%	
Receipts in Excess of Expend.	(94.7)		(55.2)		(37.0)		8.8		12.6		13.5	

4/21/95  
 Appropriations Committee  
 Attachment 1

Demand Transfers

<p>See footnotes on following page          SDCIF -- School District Capital Improvements Funds          SHF -- State Highway Fund*          LAVTRF -- Local Ad Valorem Tax Reduction Fund          CCRSF -- County-City Revenue Sharing Fund          CCHF -- City-County Highway Fund*          WPF -- Water Plan Fund*          *For FY 1995, the SHF, CCHF, and WPF transfers are capped at 3 percent over FY 1994 actual.</p>	<p>Notes: Estimated demand transfers for FY 1996 are all capped at no greater than a 3.7 percent increase above the FY 1995 levels with the exception of the SDCIF. The SDCIF reflects the latest estimates. For FYs 1997 through 2000 the demand transfers reflect current law.</p>
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**FOOTNOTES:**

- a) Inclusion of \$1.2 million in released encumbrances through March, 1995.
- b) Revenue estimates for FY 1995 and FY 1996 reflects the consensus estimate adjusted in the following manner: transfers to the Military Retirement Income Tax Refund Fund scheduled for FY 1996 and FY 1997 have been shifted to FY 1995; transfer of \$450,000 from the Securities Commissioner in FY 1996. The estimates for FYs 1997 through 2000 are not a consensus estimate.
- c) Expenditures for general and supplemental school aid payments in FY 1995 and FY 1996 reflect the latest estimate; for FYs 1997 through 2000 the funding is based on \$3,626 per pupil.

Kansas Legislative Research Department  
April 20, 1995



# KANSAS

DEPARTMENT OF COMMERCE & HOUSING

Bill Graves  
Governor

Gary Sherrer  
Secretary

## MEMORANDUM

TO: Members of the House Appropriations Committee

FROM: Gary Sherrer  
Secretary

DATE: April 21, 1995

The Department of Commerce and Housing is working with communities throughout the state to retain and increase jobs for Kansans. There are a number of projects that most likely will depend on the state's participation through the use of the Kansas Economic Opportunity Initiatives Fund (KEOIF). The attachment shows the counties and dollar amounts involved in the current round of applications. It will be impossible to fund all of these without additional funding for fiscal year 1995. That is the basis for the request to transfer the funds in KBEL to KEOIF.

Please consider the fact that KBEL was originally funded with EDIF dollars and it would be appropriate for those dollars to be directed to economic development. Also please understand that these projects are real, they will create jobs and many will depend on whether the funds of KBEL will be transferred to KEOIF or not. I do not believe that dividing the KBEL funds up and giving them to programs, that although worthwhile, do not demonstrate they would have the impact of these KEOIF grants, is good economic development policy.

I urge you to overturn the action of the subcommittee and support the Governor's recommendation.

I regret I have to be in Washington, D.C. and can not deliver this request in person. I will be available all next week to answer any questions you might have. Please support the transfer of the KBEL dollars to KEOIF. It will make the difference to jobs being brought to these communities or not. Again, I apologize for my inability to be at your meeting and look forward to visiting with you in the future regarding this issue.

**THE KANSAS DEPARTMENT OF COMMERCE & HOUSING**

The following are Kansas Economic Opportunity Initiatives Fund (KEOIF) project requests/inquiries which are anticipated for review prior to the end of FY95. Company names have been kept confidential, but information as to county site has been supplied. This list represents the known demand for KEOIF funds in FY95.

<u>Amount of Request</u>	<u>Project Location</u>	<u>Number of Projects</u>
\$400,000	Reno County	1
750,000	Shawnee County	2
700,000	Labette County	2
150,000	Douglas County	1
500,000	McPherson County	1
70,000	Johnson County	1
100,000	Barton County	1
200,000	Hamilton County	1
<hr/>		
\$2,870,000	= <b>Total FY95 requests pending</b>	
472,000	= <b>Uncommitted FY95 KEOIF funds available</b>	
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\$2,398,000	= <b>FY95 KEOIF Shortfall</b>	

SHARP PROJECT PERSONAL COMPUTERS AND EQUIPMENT

The following amounts were requested by the agencies noted and were included in the Governor's recommendation. The funding noted was deleted from the agency budget to be appropriated to the Department of Administration (D of A) in the Omnibus Bill.

4/21/95

Appropriations note  
Attachment 3

Agency	State General Fund	Other Funds	Total	Comments	GBA No. 4 Recommendation	House Subcommittee Recommendation	Senate Recommendation
<b>FY 1995:</b>							
State Treasurer	\$ 3,000	\$ 0		Includes 1 PC and related equipment.	Concur.	Concur.	
Department of Administration	0	316,677		Includes 47 PCs, printers, servers, and software. This funding has already been transferred to the Computer Services Recovery Fund (the SHARP Fund).	GBA No. 4 does not include this item, presumably because no action needs to be taken to transfer this funding.	Concur with \$316,677 Computer Services Recovery Fund.	
<b>Subtotal FY 1995</b>	<b>\$ 3,000</b>	<b>\$ 316,677</b>		48 PCs			
<b>Subtotal All Funds FY 1995</b>			<b>\$ 319,677</b>				
<b>FY 1996:</b>							
Kansas Corporation Commission	\$ 0	\$ 17,332		Includes 7 PCs Macintosh environment; agency has offices in several locations.	Concur.	Concur.	
Insurance Department	0	5,000		Includes 2 PCs	Concur.	Concur.	
Judicial Branch	0	44,904		Includes 10 PCs Macintosh environment; both Committees recommend that Judicial Technology Fund money not be transferred to D of A, but that Judicial Branch work with SHARP project personnel.	GBA No. 4 does not include this item, presumably because no action needs to be taken to transfer this funding.	Concur with \$44,904 for Judicial Technology Fund.	
KPERS	0	48,000		Includes 12 PCs Macintosh environment; frequent use of personnel/payroll system. On April 17, KPERS submitted a revised request for a total of \$101,600 for hardware and software to provide 25 staff with access to the SHARP database. SHARP personnel are reviewing the KPERS request.	GBA No. 4 recommends \$48,00 from the State General Fund in FY 1996.	Based on SHARP project review of the agency's revised request, the Subcommittee recommends \$78,600 from other funds in FY 1996.	
Legislative Agencies	4,800	0		Includes 2 PCs	Concur.	Concur.	
Department of Revenue	36,530	0		Includes 13 PCs and related equipment; Macintosh environment.	Concur.	Concur.	
Board of Tax Appeals	5,144	0		Includes 2 PCs	Concur.	Concur.	
Department of Human Resources	0	27,000		Includes 5 PCs	Concur.	Concur.	

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Agency	State General Fund	Other Funds	Total	Comments	GBA No. 4 Recommendation	House Subcommittee Recommendation	Senate Recommendation
Department of Corrections	9,000	0		Includes 3 PCs	Concur.	Concur.	
El Dorado Correctional Facility	19,142	0		Includes 3 PCs	Concur.	Concur.	
Ellsworth Correctional Facility	12,798	0		Includes 1 PC	Concur.	Concur.	
Hutchinson Correctional Facility	25,190	0		Includes 5 PCs	Concur.	Concur.	
Lansing Correctional Facility	15,516	0		Includes 2 PCs	GBA No. 4 recommends \$12,798 from the State General Fund.	Recommends \$15,516 from the State General Fund. This is the amount originally recommended by the Governor.	
Larned Corr. Mental Health Facility	15,431	0		Includes 2 PCs	Concur.	Concur.	
Norton Correctional Facility	12,708	0		Includes 1 PC	Concur.	Concur.	
Topeka Correctional Facility	16,196	0		Includes 2 PCs	Concur.	Concur.	
Winfield Correctional Facility	12,798	0		Includes 1 PC	Concur.	Concur.	
State Fire Marshall	0	6,198		Includes 3 PCs	Concur.	Concur.	
Highway Patrol	30,338	0		Includes 7 PCs	Concur.	Concur.	
<b>Subtotal FY 1996</b>	<b>\$ 215,591</b>	<b>\$ 148,434</b>		<b>83 Pcs</b>	<b>Subtotal FY 1996:</b>	<b>\$215,591 SGF</b>	
<b>Subtotal All Funds FY 1996</b>			<b>\$ 364,025</b>			<b>\$179,034 Other Funds</b>	
						<b>\$394,625 All Funds</b>	

In addition to the amounts noted above, the Governor's recommendation included \$20,000 each for Osawatomie and Topeka State Hospitals for SHARP equipment. The House and Senate both deleted this funding because funding for the Department of Social and Rehabilitation Services (SRS) institutions will be considered together with the SRS request. The amounts noted do not include any funding for SRS computers. SRS submitted a Governor's Budget Amendment request for SHARP project funding. GBA No. 4, Item 38 (page 17) recommends \$240,236 from the State General Fund and \$240,235 from other funds for a total of \$480,471.

The following items were not included in the Governor's original budget recommendation. The "comments" column notes the specific Legislative recommendation for each item.

	State	Other			GBA No. 4	House Subcommittee	Senate
	General Fund	Funds	Total	Comments	Recommendation	Recommendation	Recommendation
<b>FY 1995</b>							
State Library	\$ 2,894	\$ 0		The Governor did not recommend additional funding for this item. The agency found current year savings for SHARP equipment, and this amount was deleted by both the House and Senate to be appropriated to D of A in Omnibus.	\$2,894 SGF in FY 1996.	Concur with legislative position of \$2,894 in FY 1995.	
<b>FY 1996</b>							
Emergency Medical Services	\$ 4,350	\$ 0		The House did not recommend funding for this item. The Senate recommended that the agency consult with SHARP and that this be reviewed in Omnibus.	\$4,350 SGF in FY 1996.	Concur with GBA No. 4	
Board of Indigents Defense Services	15,600	0		The Senate recommended that \$15,600 be appropriated to D of A in Omnibus. The House concurred. SHARP personnel state that \$6,000 would fund SHARP equipment for the central office and that the additional amounts would fund the existing regional public defender offices.	\$3,000 SGF in FY 1996.	Concur with GBA No. 4	
Judicial Council	1,170	0		The Senate recommended that agency determine its needs and present its request to the House. The House recommended that \$1,170 be appropriated to D of A in Omnibus.	\$1,170 SGF in FY 1996.	Concur with GBA No. 4	
Kansas Bureau of Investigation	15,710	0		The House did not address this item. The Senate recommended that the agency request a Governor's Budget Amendment and that this be addressed as an Omnibus item.	\$13,720 SGF in FY 1995. This was the amount requested in the agency's GBA request.	Concur with GBA No. 4	
Legislative Research Department	1,298	0		The House did not address this item. The Senate recommended that this item be appropriated to D of A in Omnibus to permit the agency to acquire network software for fiscal staff to access SHARP.	\$1,298 SGF in FY 1996.	Concur with GBA No. 4	
State Conservation Commission	4,431	0		The Senate Committee did not address this item. The House recommended \$4,431 for one printer, a computer upgrade, and related software.	\$4,431 SGF in FY 1996.	Concur with GBA No. 4	

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	State	Other	Total	Comments	GBA No. 4	House Subcommittee	Senate
	General Fund	Funds			Recommendation	Recommendation	Recommendation
Animal Health Department	2,500	0		The Senate did not address this item. The House recommended \$2,500 for one PC.	\$2,500 SGF in FY 1996.	Concur with GBA No. 4	
Kansas Water Office	4,184	0		The Senate did not address this item. The House recommended \$4,184 for 2 PCs.	\$4,184 SGF in FY 1996.	Concur with GBA No. 4	
Attorney General	0	0		--	\$9,326 SGF in FY 1996.	Concur with GBA No. 4	
Department of Credit Unions	0	0		--	\$2,500 from fee fund in FY 1996.	Concur with GBA No. 4	
Kansas Real Estate Commission	0	0		--	\$4,680 from fee fund in FY 1996.	Concur with GBA No. 4	
Board of Tax Appeals	0	0		--	\$5,144 SGF in FY 1996.	Concur with GBA No. 4	
SRS	0	0		--	\$240,236 SGF and \$240,235 other funds in FY 1995 (total of \$480,471)	Concur with GBA No. 4	
<b>Subtotal FY 1996</b>	\$ 49,243	\$ 0			<b>Subtotal FY 1996:</b>	<b>\$279,989 SGF</b>	
						<b>\$243,065 Other Funds</b>	
<b>Subtotal All Funds FY 1996</b>			\$ 49,243			<b>\$523,054 All Funds</b>	

GRAND TOTALS			
	SGF	Other Funds	Total All Funds
FY 1995	\$ 19,614	\$ 319,677	\$ 339,291
FY 1996	495,580	422,099	917,679
<b>TOTAL</b>	<b>\$ 515,194</b>	<b>\$ 741,776</b>	<b>\$ 1,256,970</b>