



Approved: 2-13-96
Date

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson Robin Jennison at 1:30 p.m. on February 1, 1996 in Room 514-S of the Capitol.

All members were present except: Representative Gatlin, excused
Representative Goosen, excused

Committee staff present: Alan Conroy, Russell Mills, Susan Wieggers, Legislative Research Department
Jim Wilson, Revisor of Statutes
Tim Kukula, Appropriations Secretary; Todd Fertig, Administrative Aide

Conferees appearing before the committee: none

Others attending: See attached list

Chairman Jennison opened the meeting by recognizing Representative Kejr to give the subcommittee reports on the Kansas Grain Inspection Department and the Kansas Wheat Commission. Representative Kejr stated that the Grain Inspection subcommittee report concurs with the Governor's recommendation with the noting of a few technical mistakes found in the Governor's recommendation. Representative Kejr stated that the subcommittee report on the Kansas Wheat Commission concurs with the Governor's recommendation with a few adjustments (Attachment 1).

A motion was made by Representative Kejr, seconded by Representative Neufeld, to amend the subcommittee report to recommend the technical adjustment on the issuance of a GBA. The motion carried.

A motion was made by Representative Kejr, seconded by Representative Neufeld, to adopt the subcommittee report as amended. The motion carried.

Chairman Jennison recognized Representative Kejr to give the subcommittee reports on the Animal Health Department, State Conservation Commission, Kansas Water Office and the Department of Wildlife and Parks. Representative Kejr noted that the subcommittee report on the Animal Health Department concurs with the Governor's recommendations, the subcommittee report on the State Conservation Commission concurs with the Governor's recommendations noting a few technical errors, the report on the Kansas Water Office concurs with the Governor's recommendations, and the Department of Wildlife and Parks includes several changes made to the Governor's recommendation for both FY 1996 and FY 1997 (Attachment 2) * (Attachment 3)

A motion was made by Representative Helgerson, seconded by Representative Kejr, to amend the subcommittee recommendation for the Department of Wildlife and Parks to reflect a 2% reduction of FTE employees in FY 1996 and add language state that the committee anticipates the agency will reduce 3% of their FTEs during FY 1997. The motion carried.

A motion was made by Representative Kejr, seconded by Representative Bradley, to make technical corrections to the report to reflect the corrections set forth in number 26 of attachment 5. The motion carried.

A motion was made by Representative Helgerson, seconded by Representative Wilk, to amend the report to include a section stating that the committee recognizes the fact that there may have to be action taken while the Legislature is not in session and that this should be reviewed at Omnibus and take appropriate action at that time. The motion carried.

A motion was made by Representative Kejr, seconded by Representative Minor to adopt the subcommittee report as amended. The motion carried.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 P.M. on February 1, 1996.

Chairman Jennison then called upon Representative Kejr to give the subcommittee report on the Department of Agriculture. Representative Kejr stated that the subcommittee report concurs with the Governor's recommendation for FY 1996 and includes several changes from the Governor's recommendations for FY 1997 (Attachment 4).

A motion was made by Representative Helgerson, seconded by Representative Reinhardt, to amend the subcommittee recommendation for the Department of Agriculture to reflect a 2% reduction of FTE employees in FY 1996 and add language state that the committee anticipates the agency will reduce 3% of their FTEs during FY 1997.

Questions arose from the committee about positions that were already deleted for marketing that are being counted as part of the agency's 2% reduction in FY 1996. This was confirmed by a liaison from the Governor's budget staff.

Representatives Helgerson and Reinhardt withdrew the motion.

A motion was made by Representative Hochhauser, seconded by Representative Helgerson, to amend the report to request an outline of the program that the agency plans to put in place for Weights and Measures and the progress that has been made at the time of Omnibus. The motion carried.

Representative Kejr then gave the subcommittee report on the Kansas State Fair and reported that the subcommittee concurred with the Governor with several adjustments and technical corrections (Attachment 4).

A motion was made by Representative Dean, seconded by Representative Mollenkamp to add \$25,000 from the EDIF Fund to finance an economic impact study of the State Fair for FY 1996. The motion failed with a division of 7 to 10.

A motion was made by Representative Helgerson, seconded by Representative Dean, to make technical corrections to the report to reflect the corrections set forth in number 22 of attachment 5. The motion carried.

A motion was made by Representative Helgerson, seconded by Representative Farmer, to make technical corrections to the report to reflect the corrections set forth in number 23 of attachment 5. The motion carried.

A motion was made by Representative Kejr, seconded by Representative Neufeld, to adopt the subcommittee report for the Department of Agriculture and the Kansas State Fair as amended. The motion carried.

A motion was made by Representative Helgerson, seconded by Representative Wilk, to approve the minutes from the January 30 meeting. The motion carried.

A motion was made by Representative Dean, seconded by Representative Gross to introduce a bill to increase the salaries for Boards and Commissions and index it to match other state salaries. The motion carried.

The meeting adjourned at 2:45 p.m.

The next meeting is scheduled for February 5, 1996.

LEGISLATIVE BUDGET COMMITTEE

DATE 2-1-96

NAME	ADDRESS	REPRESENTING
RANDY TOWNSHIP	800 SW JACKSON	POST AUDIT
Greg Tugman	901 Ks Ave	Ag
Kala Warner	Mills Bldg	SCC
Mark Pettijohn	805 Gypsum, Salina	Saline Farm Bureau
STEVE WILLIAMS	TOPEKA	KDWP
Dick Koerth	Topeka	KDWP
Duan Wakarusa	Topeka	Division of the Budget
Keith Messenger	DIGHTON, KS	FARM BUREAU
Virginia Messenger	DIGHTON	FARM BUREAU
Chris Fullmer	Dighton	Farm Bureau
Jemie Wedel	Topeka	Kansas Water Office
Walter Boney	Gardner, KS	Farm Bureau
Rev Harrison	Spring Hill, KS	Farm Bureau
Carl Primm	Olathe, KS	Farm Bureau
Jil Schlagel	Olathe, KS	Farm Bureau
Matthew Holt	Topeka	Division of the Budget
Debra Duncan	"	KADA
GEORGE TEAGARDEN	"	Ks Animal Health
Roger Franzlo	"	KGC
Doug Keeslin	chase	LFB
Mark Beneke	Bushton, Rice County	Kansas Farm Bureau

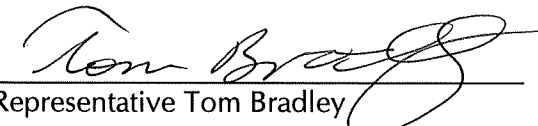
**House Subcommittee on
Agriculture and Natural Resources**

**FY 1996 and FY 1997
House Subcommittee Reports for:**

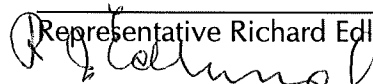
*Grain Inspection Department
Kansas Wheat Commission*



Representative Joe Kejr
Subcommittee Chairperson



Representative Tom Bradley



Representative Richard Edlund

2-1-96

House Appropriations

Attachment
1

GRAIN INSPECTION DEPARTMENT

The Department conducts and supervises the inspection, sampling and weighing of grain for an official grade, and examines and audits public grain warehouses.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures*	\$ 4,647,795	\$ 5,608,510	\$ 5,501,253	\$ 5,240,353	\$ 5,139,208
Capital Improvements	0	0	0	0	0
Total	\$ 4,647,795	\$ 5,608,510	\$ 5,501,253	\$ 5,240,353	\$ 5,139,208
State General Fund:					
Operating Expenditures	\$ 129,994	\$ 90,000	\$ 51,639	\$ 0	\$ 0
Capital Improvements	0	0	0	0	0
Total	\$ 129,994	\$ 90,000	\$ 51,639	\$ 0	\$ 0
Percentage Change:					
Operating Expenditures:					
All Funds	(3.1)%	20.7%	18.4%	(6.6)%	(6.6)%
State General Fund	-	(30.8)	(60.3)	(100.0)	(100.0)
FTE Positions					
FTE Positions	135.0	135.0	135.0	118.0	118.0
Unclassified Temp. Positions	0.0	0.0	0.0	0.0	0.0
Total	135.0	135.0	135.0	118.0	118.0

* Excluding Federal Fees remitted.

HIGHLIGHTS OF THIS BUDGET

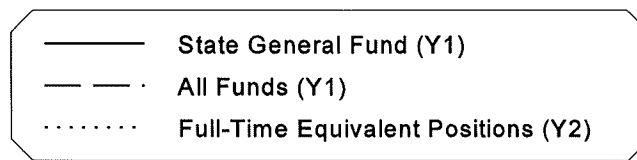
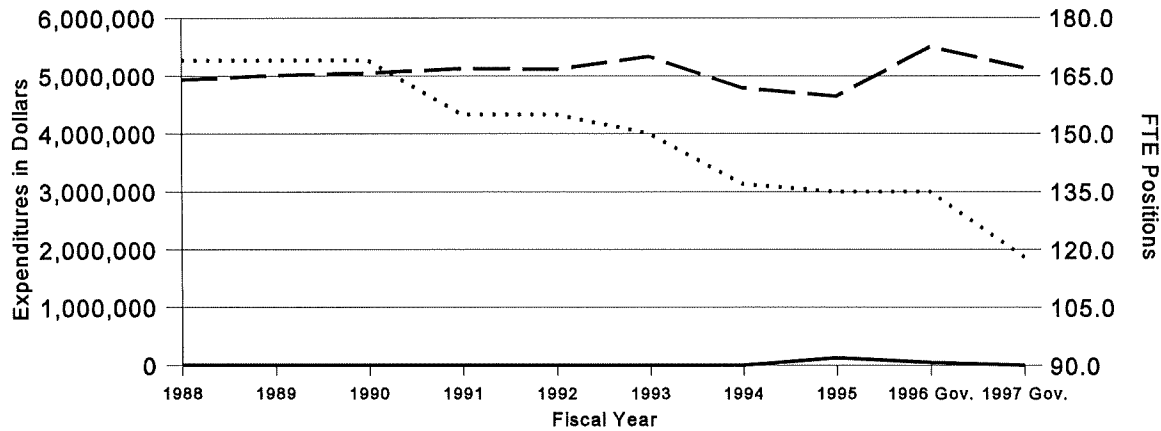
- ▶ In FY 1997, the agency requests the elimination of funding from the State General Fund to subsidize the Warehouse program. The Governor concurs with this request.
- ▶ In FY 1997, the Department requests the elimination of 17.0 vacant FTE positions. The Governor concurs with this request.
- ▶ The agency requests that it retain interest generated by its fee fund in FY 1997. The Governor concurs with the agency request and concurs with the agency's estimate of \$69,142 in interest revenue for FY 1997. The implementation of this recommendation would require legislation in addition to the FY 1997 appropriations bill.

FY 1996 – CURRENT YEAR* CHANGE FROM APPROVED BUDGET			FY 1997 – BUDGET YEAR* CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 0	\$ (38,361)	\$ (90,000)	\$ (51,639)	(100.0)%	(100.0)%
All Other Funds	(4,028)	(72,924)	(278,157)	(310,406)	(5.0)	(5.7)
TOTAL	\$ (4,028)	\$ (111,285)	\$ (368,157)	\$ (362,045)	(6.6)%	(6.6)%
FTE Positions	0.0	0.0	(17.0)	(17.0)		

* Excluding Federal Fees remitted.

BUDGET TRENDS

OPERATING EXPENDITURES* FY 1988-FY 1997



* Excluding Federal Fees remitted.

LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation, with the following observation:

The Subcommittee notes that the Governor deleted \$33,113 from the State General Fund to reflect a position reduction when the actual funding source of the 1.0 FTE reduction was the Grain Inspection Fee Fund. The Subcommittee does not recommend an adjustment to rectify this situation at this time, but the Subcommittee does recommend that the technical adjustment be made upon the Governor's issuance of a budget amendment for this item.

FY 1997. The House Subcommittee concurs with the Governor's recommendation, with the following observation:

The House Subcommittee commends the Grain Inspection Department for its efforts in reducing their FY 1997 budget by more than six percent. The Subcommittee expresses its support and appreciation for the agency's continuing efforts to promote efficiency and savings within the agency.

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KANSAS WHEAT COMMISSION

The Commission carries out programs of promotion, research funding, education, and publicity to find new markets and uses for wheat.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 2,381,875	\$ 2,171,681	\$ 2,164,456	\$ 2,509,056	\$ 2,159,328
Capital Improvements	0	0	0	0	0
Total	<u>\$ 2,381,875</u>	<u>\$ 2,171,681</u>	<u>\$ 2,164,456</u>	<u>\$ 2,509,056</u>	<u>\$ 2,159,328</u>
State General Fund:					
Operating Expenditures	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Capital Improvements	0	0	0	0	0
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Percentage Change:					
Operating Expenditures:					
All Funds	2.7%	(8.8)%	(9.1)%	15.5%	(0.2)%
State General Fund	-	-	-	-	-
FTE Positions					
FTE Positions	8.0	8.0	8.0	8.0	8.0
Unclassified Temp. Positions	0.0	0.0	0.0	0.0	0.0
Total	<u>8.0</u>	<u>8.0</u>	<u>8.0</u>	<u>8.0</u>	<u>8.0</u>

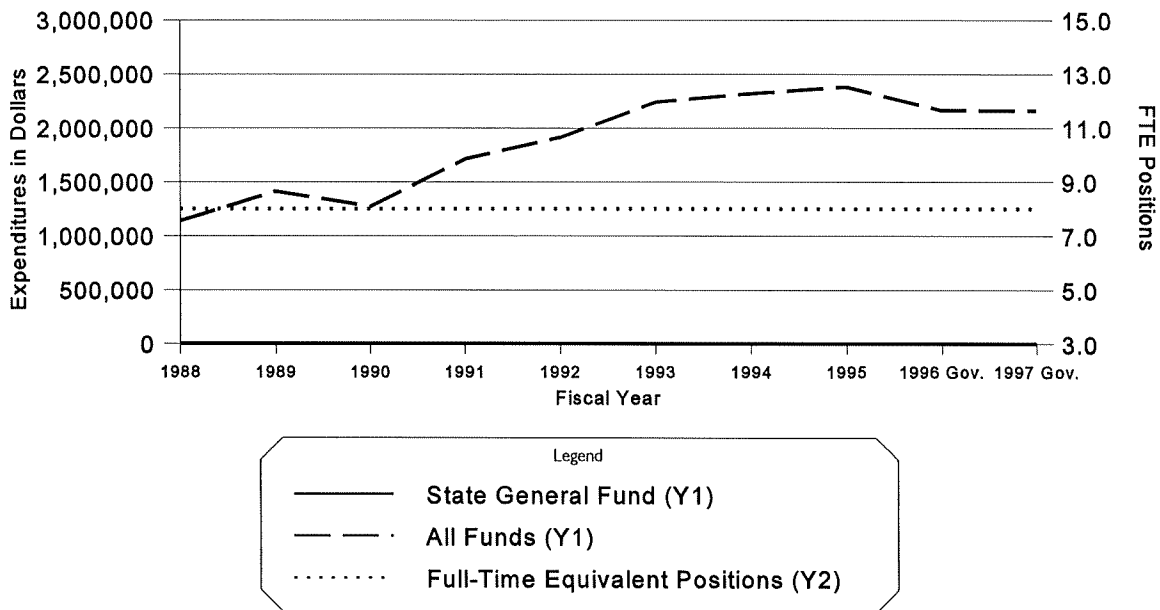
HIGHLIGHTS OF THIS BUDGET

- ▶ The agency requests \$1,746,240 for marketing and research contracts in FY 1997, an increase over the FY 1996 estimate of \$225,917 (14.9 percent). The Governor recommends \$1,492,497 for these contracts. The Governor's recommendation includes \$399,068 in contracts with Kansas State University for wheat research and overseas promotion.
- ▶ The Commission requests an increase in the assessment on the first point of sale of wheat from 7 mills per bushel to 10 mills per bushel. The requested increase would result in increased net revenues of \$802,324 from the agency's fee fund.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	0.0%
All Other Funds	(72,327)	(79,552)	337,375	(5,128)	15.5	(0.2)%
TOTAL	\$ (72,327)	\$ (79,552)	\$ 337,375	\$ (5,128)	15.5%	(0.2)%
FTE Positions	0.0	0.0	0.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation.

FY 1997. The House Subcommittee concurs with the Governor's recommendation, with the following adjustment:

Delete \$17,721 from the Wheat Commission Fee Fund, as a technical adjustment for the over-funding of salaries and wages by the Governor.

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**FY 1996 and FY 1997
House Subcommittee Reports for:**

**Animal Health Department
State Conservation Commission
Wildlife and Parks
Water Office**



Rep. Joe Kejr, Chair



Rep. Tom Bradley



Rep. Dick Edlund

ANIMAL HEALTH DEPARTMENT

Subcommittee Report

The Animal Health Department seeks to eradicate contagious livestock diseases; the animal facilities inspection program inspects all licensed animal facilities under the Department's jurisdiction; and the brand program maintains the state brand registry. The seven-member Animal Health Board appoints the Kansas Livestock Commissioner.

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 1,652,485	\$ 1,757,608	\$ 1,743,704	\$ 1,821,387	\$ 1,788,067
Capital Improvements	0	0	0	0	0
Total	\$ 1,652,485	\$ 1,757,608	\$ 1,743,704	\$ 1,821,387	\$ 1,788,067
State General Fund:					
Operating Expenditures	\$ 517,741	\$ 499,578	\$ 493,006	\$ 542,169	\$ 517,510
Capital Improvements	0	0	0	0	0
Total	\$ 517,741	\$ 499,578	\$ 493,006	\$ 542,169	\$ 517,510
Percentage Change:					
Operating Expenditures:					
All Funds	(8.9)%	6.4%	5.5%	3.6%	2.5%
State General Fund	29.6	(3.5)	(4.8)	8.5	5.0
FTE Positions	29.5	29.0	29.0	29.0	29.0
Unclassified Temp. Positions	0.0	0.0	0.0	0.0	0.0
TOTAL	29.5	29.0	29.0	29.0	29.0

HIGHLIGHTS OF THIS BUDGET

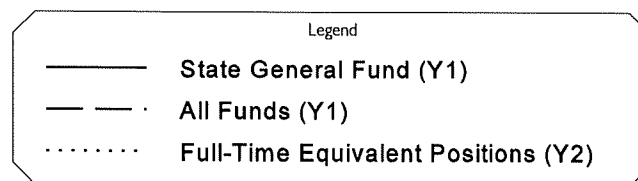
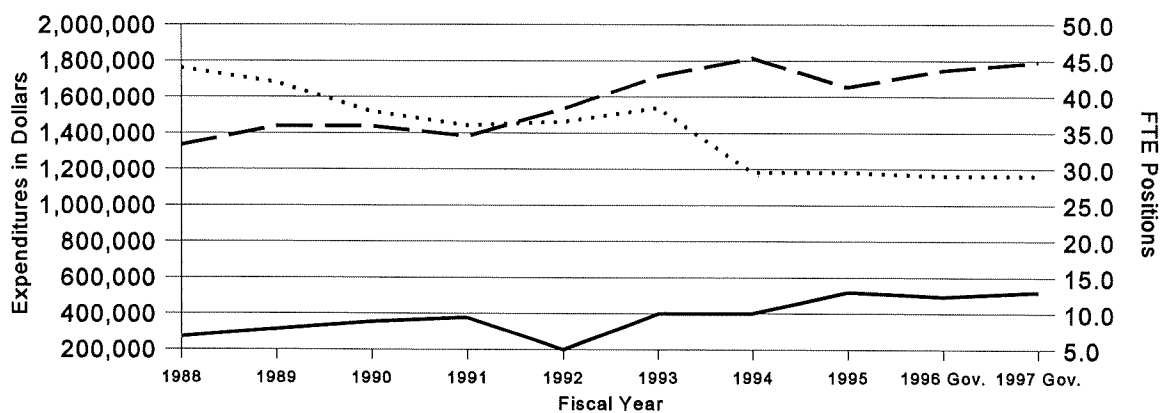
- ▶ The agency has appealed for \$6,000 (State General Fund) in both FY 1996 and FY 1997 to provide capital outlay funding to purchase 6 replacement computers. The new computers would replace two inoperative computers and provide four new computers for use in the licensing process. **The Governor concurs** with the agency appeal for \$6,000 in each year to acquire replacement computers.
- ▶ The agency requests \$30,000 (Brand Fee Fund) in printing costs to provide for printing a new brand book, which would contain the 22,000 brands registered in Kansas. The brand book has not been reprinted since 1990 because of budgetary constraints. **The Governor concurs** with the agency request for \$30,000 to print a new brand book in FY 1997.

- ▶ The agency is **not** requesting state funds for the depopulation of brucellosis infected herds, as the federal government is providing indemnity payments of \$250 per head directly to the producer. The federal program is expected to continue through 1998.
- ▶ The agency requests \$17,045 (including fringe benefits) for classified step movement, \$1,760 for a 2.5 percent unclassified merit pool, and \$9,747 for longevity. **The Governor recommends** \$17,045 (including fringe benefits) for classified step movement, \$880 for unclassified merit for six months, and \$3,678 for longevity pay.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ (10,656)	\$ (17,228)	\$ 42,591	\$ 24,504	8.5%	5.0%
All Other Funds	(3,619)	(10,951)	21,188	19,859	1.7	1.6
TOTAL	\$ (14,275)	\$ (28,179)	\$ 63,779	\$ 44,363	3.6%	2.5%
FTE Positions	(0.5)	(0.5)	0.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation.

FY 1997. The House Subcommittee concurs with the Governor's recommendation.

STATE CONSERVATION COMMISSION

The State Conservation Commission was established by the Kansas Legislature in 1937 to promote soil and water conservation in Kansas. The nine-member Commission provides policy direction to the current staff of 14.0 FTE positions.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 10,030,304	\$ 10,783,120	\$ 10,779,120	\$ 13,156,679	\$ 11,028,725
Capital Improvements	0	0	0	0	0
Total	\$ 10,030,304	\$ 10,783,120	\$ 10,779,120	\$ 13,156,679	\$ 11,028,725
State General Fund:*					
Operating Expenditures	\$ 6,460,364	\$ 6,536,769	\$ 6,532,954	\$ 7,607,363	\$ 6,523,869
Capital Improvements	0	0	0	0	0
Total	\$ 6,460,364	\$ 6,536,769	\$ 6,532,954	\$ 7,607,363	\$ 6,523,869
Percentage Change:					
Operating Expenditures:					
All Funds	(2.2)%	7.5%	7.5%	22.0%	2.3%
State General Fund	3.8	1.2	1.1	16.4	(0.1)
FTE Positions	14.0	14.0	14.0	14.0	14.0
Unclassified Temp. Positions	1.0	0.0	0.0	0.0	0.0
TOTAL	15.0	14.0	14.0	14.0	14.0

* The State General Fund total includes \$5,932,800 in FY 1995, \$6,000,000 in FY 1996, and \$6,000,000 in FY 1997 designated as being financed by the State General Fund portion of the State Water Plan Fund.

HIGHLIGHTS OF THIS BUDGET

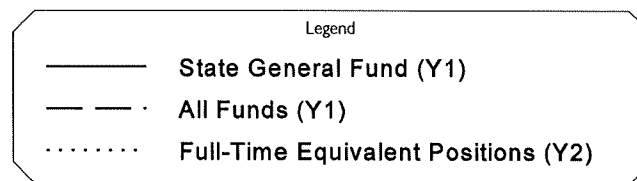
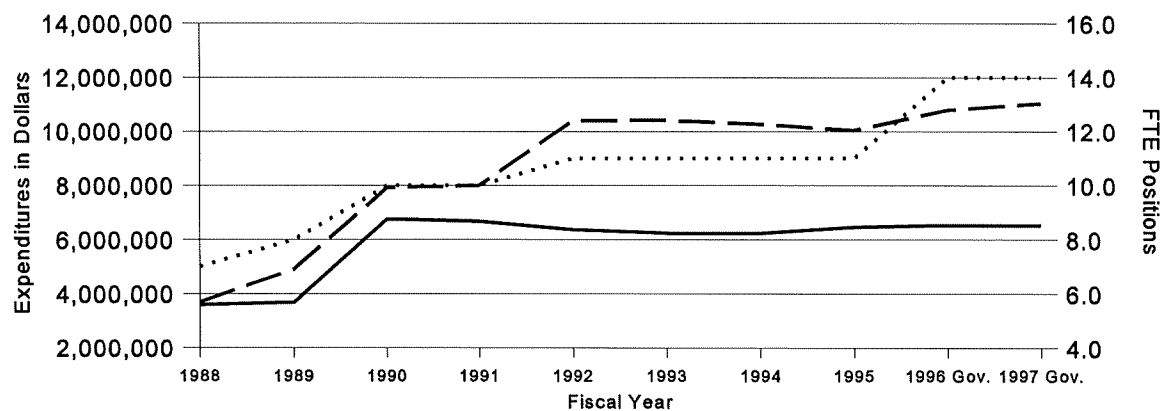
- ▶ The State Conservation Commission will target appropriated State Water Plan Funds to assist in the implementation of the **Governor's Water Quality Initiative** in FY 1997.
- ▶ **The Governor recommends** \$3,042 for classified step movement, \$4,110 for unclassified merit for six months, and \$286 for longevity pay.
- ▶ **The Governor's recommendation** for FY 1997 for the State Conservation Commission includes \$10.4 million in State Water Plan Fund expenditures. Of this total \$5.2 million is recommended for the Water Resources Cost-Share program. The Governor also recommends continued funding for Watershed Dam Construction, Multipurpose Small Lakes, Non-Point Source Pollution, and Riparian and Wetlands programs.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 0	\$ (3,815)	\$ 1,070,594	\$ (9,085)	16.4%	(0.1)%
All Other Funds	428,438	428,253	1,302,965	258,690	30.7	6.1
TOTAL	\$ 428,438	\$ 424,438	\$ 2,373,559	\$ 249,605	22.0%	2.3%
FTE Positions	0.0	0.0	0.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES

FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation.

FY 1997. The House Subcommittee concurs with the Governor's recommendation, with the following adjustment:

1. A technical correction to the bill.

KANSAS WATER OFFICE

The Kansas Water Office is the water planning, policy, coordination, and marketing agency for the state. The Water Office is administered by a Director, who is appointed by the Governor.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 4,510,342	\$ 6,324,693	\$ 6,497,369	\$ 10,142,091	\$ 8,723,499
Capital Improvements	7,782,045	5,839,075	5,751,489	0	0
Total	<u>\$ 12,292,387</u>	<u>\$ 12,163,768</u>	<u>\$ 12,248,858</u>	<u>\$ 10,142,091</u>	<u>\$ 8,723,499</u>
State General Fund:					
Operating Expenditures	\$ 1,273,603	\$ 1,281,917	\$ 1,252,730	\$ 1,324,699	\$ 1,229,026
Capital Improvements	7,782,045	5,839,075	5,751,489	0	0
Total	<u>\$ 9,055,648</u>	<u>\$ 7,120,992</u>	<u>\$ 7,004,219</u>	<u>\$ 1,324,699</u>	<u>\$ 1,229,026</u>
Percentage Change:					
Operating Expenditures:					
All Funds	6.4%	40.2%	44.1%	60.4%	34.3%
State General Fund	(16.1)	0.7	(1.6)	3.3	(1.9)
FTE Positions	22.0	22.0	22.0	23.0	22.0
Unclassified Temp. Positions	3.0	1.0	1.0	0.0	1.0
TOTAL	<u>25.0</u>	<u>23.0</u>	<u>23.0</u>	<u>23.0</u>	<u>23.0</u>

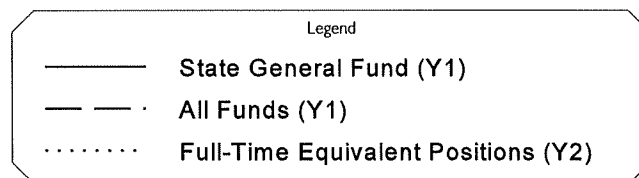
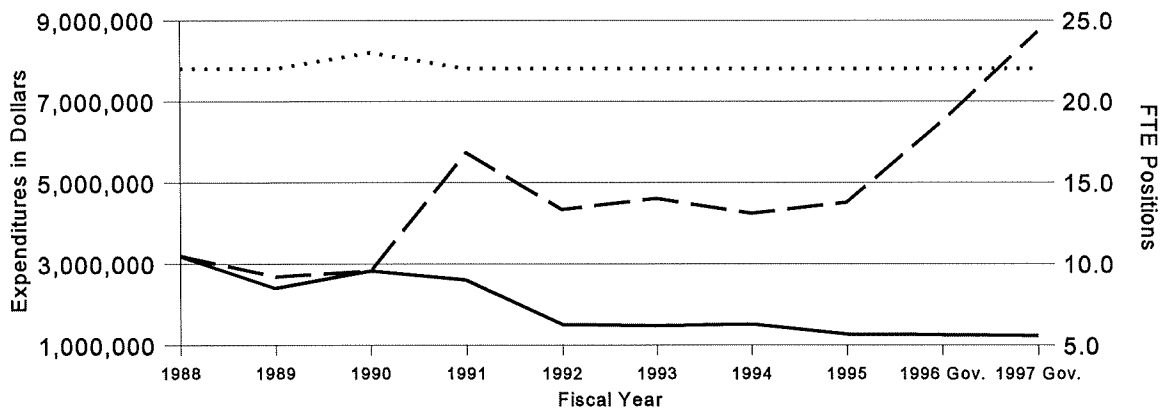
HIGHLIGHTS OF THIS BUDGET

- ▶ **The Governor recommends** total expenditure of \$18,205,502 from the State Water Fund in FY 1997. These funds will be expended by five state agencies to implement water resources activities: Department of Agriculture, State Conservation Commission, Health and Environment, Water Office, and Wildlife and Parks.
- ▶ **The Governor recommends** \$13,037 (including fringe benefits) for classified step movement, \$1,503 for unclassified merit for six months, and \$4,381 for longevity pay.
- ▶ The 1987 Legislature created the Water Supply Storage Assurance Fund and directed the Pooled Money Investment Board to loan to the Director of the Water Office \$4.0 million to provide earnest money required as part of a memorandum of understanding between the state and the Corps of Engineers to purchase municipal and industrial water supply storage. The loan must be repaid to the PMIB on July 1, 1996. **The agency requests \$4,215,000 (Water Supply Storage Assurance Fund) in FY 1997 to repay the loan. The Governor concurs** with the request to retire the loan in FY 1997.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ (675)	\$ (29,862)	\$ 42,782	\$ (23,704)	3.3%	(1.9)%
All Other Funds	1,377,775	1,609,500	3,774,616	2,249,834	74.9	42.9
TOTAL	<u>\$1,377,100</u>	<u>\$ 1,579,638</u>	<u>\$ 3,817,398</u>	<u>\$ 2,226,130</u>	<u>60.4%</u>	<u>34.3%</u>
FTE Positions	0.0	0.0	1.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation.

FY 1997. The House Subcommittee concurs with the Governor's recommendation, with the following adjustments:

1. Make two technical adjustments to the bill, as requested by the agency. The first adjustment deletes the detailed listing of water-related projects and studies and adds language that the Water Office may complete projects and studies as "approved by the Water Authority, the Governor, or the Legislature." The second adjustment adds a new line-item to allow the agency to receive any available federal funds.

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DEPARTMENT OF WILDLIFE AND PARKS

The Kansas Department of Wildlife and Parks is a cabinet-level agency responsible for the management of the state's outdoor recreational activities and the protection of the state's natural resources.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 24,726,434	\$ 25,722,595	\$ 25,526,446	\$ 28,270,112	\$ 26,470,703
Capital Improvements	7,025,799	15,337,833	15,262,417	8,552,121	6,485,274
Total	<u>\$ 31,752,233</u>	<u>\$ 41,060,428</u>	<u>\$ 40,788,863</u>	<u>\$ 36,822,233</u>	<u>\$ 32,955,977</u>
State General Fund:					
Operating Expenditures	\$ 3,864,515	\$ 4,341,945	\$ 4,235,834	\$ 4,886,067	\$ 4,365,426
Capital Improvements	43,254	754,804	679,388	1,645,347	500,000
Total	<u>\$ 3,907,769</u>	<u>\$ 5,096,749</u>	<u>\$ 4,915,222</u>	<u>\$ 6,531,414</u>	<u>\$ 4,865,426</u>
Percentage Change:					
Operating Expenditures:					
All Funds	8.3%	4.0%	3.2%	9.9%	3.7%
State General Fund	4.2	12.3	9.6	12.5	3.1
FTE Positions					
FTE Positions	406.0	410.0	410.0	410.0	410.0
Unclassified Temp. Positions	10.0	11.0	11.0	11.0	11.0
TOTAL	<u>416.0</u>	<u>421.0</u>	<u>421.0</u>	<u>421.0</u>	<u>421.0</u>

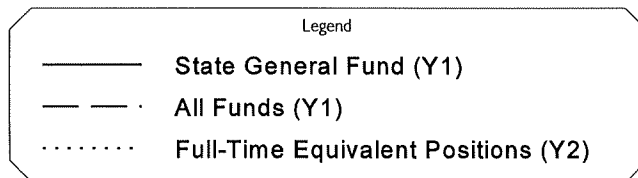
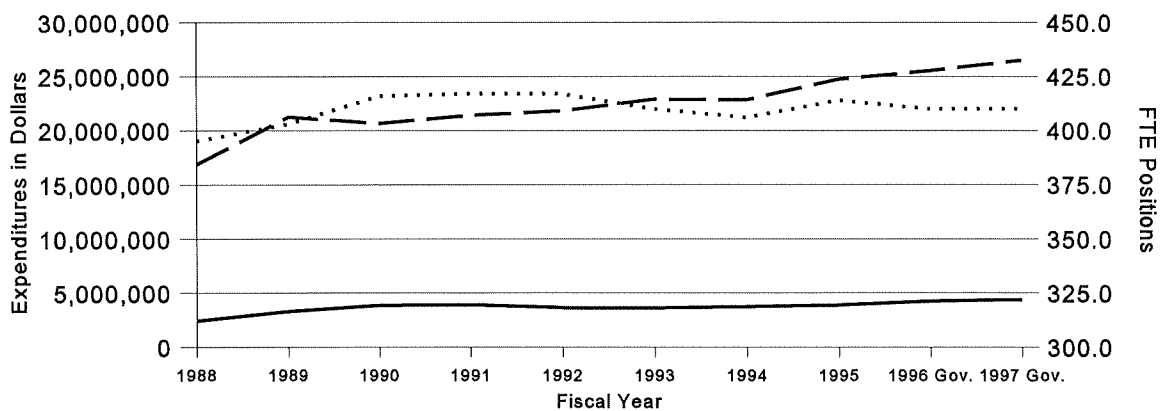
HIGHLIGHTS OF THIS BUDGET

- ▶ **The Governor recommends** \$240,390 (including fringe benefits) for classified step movement, \$7,008 for unclassified merit for six months, and \$51,890 for longevity pay.
- ▶ **The Governor recommends** \$1.5 million for the final phase of the Cheyenne Bottoms renovation project.
- ▶ **The Governor recommends** \$385,000 (State General Fund) for flood damage repair in FY 1997.
- ▶ **The Governor includes** \$548,711 (State General Fund) in OOE in the Fisheries and Wildlife program to complete the replacement of funds for the diversion noted in the federal audit during the period of FY 1989-FY 1992.
- ▶ **The Governor recommends** \$178,000 (Wildlife Fee Fund) in FY 1997 for operations at the Great Plains Nature Center in Wichita.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 69,000	\$ (37,111)	\$ 544,122	\$ 129,592	12.5%	3.1%
All Other Funds	901,619	811,581	2,003,395	814,665	9.4	3.8
TOTAL	<u>\$ 970,619</u>	<u>\$ 774,470</u>	<u>\$ 2,547,517</u>	<u>\$ 944,257</u>	<u>9.9%</u>	<u>3.7%</u>
FTE Positions	(4.0)	(4.0)	0.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. The House Subcommittee concurs with the Governor's recommendation, with the following additional recommendation:

1. Addition of language in the FY 1996 supplemental bill similar to the language recommended by the Governor in the FY 1997 in order to assist the Department in complying with the federal aid expenditure requirements of the U. S. Fish and Wildlife Service for the utilization of federal aid funds. The new language recommended by the Governor will allow the Department to adjust expenditures from the Wildlife Fee Fund, the Park Fee Fund, and the Boating Fee Fund to properly finance agency programs in accordance with federal and state requirements. Such expenditures could be in addition to the expenditure limitations on the funds; all such expenditures would have to be reported by the Secretary to the Governor and the Legislature.

FY 1997. The House Subcommittee concurs with the Governor's recommendation, with the following additional recommendations:

1. The House Subcommittee concurs with the language recommended by the Governor in the FY 1997 in order to assist the Department in complying with the federal aid expenditure requirements of the U. S. Fish and Wildlife Service for the utilization of federal aid funds. The new language recommended by the Governor will allow the Department to adjust expenditures from the Wildlife Fee Fund, the Park Fee Fund, and the Boating Fee Fund to properly finance agency programs in accordance with federal and state requirements. Such expenditures could be in addition to the expenditure limitations on the funds; all such expenditures would have to be reported by the Secretary to the Governor and the Legislature.
2. During testimony before the House Subcommittee, the Secretary of Wildlife and Parks discussed the issue of the requested payment to the U. S. Corps of Engineers for the El Dorado State Park. The Department of Wildlife and Parks had entered into an agreement with the Corps of Engineers to pay for half of the development costs at El Dorado within 50 years after development of the park was begun. Development began in 1978. The agency requested \$475,000 in FY 1997 to begin annual payments to the Corps; the total estimated payments are \$15,675,000 over 33 years. The Governor, as in prior years, recommended no funding for this item. The Corps has determined that the amount of obligation incurred by the state for development of El Dorado State Park is approximately \$8.5 million. In order to determine if this estimated amount of obligation is appropriate, the House Subcommittee recommends that the House Appropriations Committee request that the Legislative Post Audit Committee conduct an audit of the Corps records utilized to determine the amount of obligation owed by the state. It is further recommended that this audit be commenced prior to July 1, 1996. The Department of Wildlife and Parks has been informed by the Corps that, if payments to satisfy the state's obligation are not initiated prior to August 1, 1996, the Corps will consider the instigation of legal proceedings with the U.S. Department of Justice to force payment.
3. Make technical corrections to the bill.

EXAMPLE OF FEDERAL AID PROGRAM ADJUSTMENTS

	BUDGET AMOUNT	ACTUAL EXPENDITURES	DIVERSION AMOUNT	"FIX"	
Direct Program Expenses: (88%)					
Wildlife Program	70	65		65	
Parks Program	20	25		25	
Boating Program	10	10		10	
Total	100	100		100	
Indirect or Overhead Expenses: (12%)					
Wildlife Funding	70	70	5	65	-5
Parks Funding	20	20	-5	25	5
Boating Funding	10	10		10	
Total	100	100		100	

FOOTNOTES:

- (1) The diversion of funds occurs in indirect or administrative expenses.
- (2) The above numbers are not actual but for example only.

2-1-96

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House Appropriations

Attachment
3

Subcommittee Report 1996 House Bill 2724

§23

Kansas Department of
Agriculture

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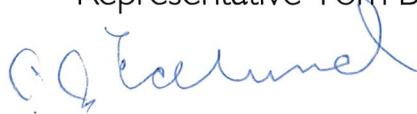
Kansas State Fair



Representative Joe Kejr, Chairman



Representative Tom Bradley



Representative Richard Edlund

2-1-96

House Appropriations

Attachment
4

KANSAS DEPARTMENT OF AGRICULTURE

The State Department of Agriculture consists of six functional programs: Administrative and Statistical Services; Inspections; Agricultural Laboratories; Agricultural Marketing; Plant Health; and Regulation of Water Resources.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 20,234,671	\$ 20,164,715	\$ 19,905,559	\$ 20,758,386	\$ 18,837,600
Capital Improvements	48,761	99,500	70,473	0	0
Total	<u>\$ 20,283,432</u>	<u>\$ 20,264,215</u>	<u>\$ 19,976,032</u>	<u>\$ 20,758,386</u>	<u>\$ 18,837,600</u>
State General Fund:					
Operating Expenditures	\$ 9,282,675	\$ 9,433,461	\$ 9,237,184	\$ 8,985,433	\$ 9,021,127
Capital Improvements	1,629	54,500	25,473	0	0
Total	<u>\$ 9,284,304</u>	<u>\$ 9,487,961</u>	<u>\$ 9,262,657</u>	<u>\$ 8,985,433</u>	<u>\$ 9,021,127</u>
Percentage Change:					
Operating Expenditures:					
All Funds	0.7%	(0.3)%	(1.6)%	2.9%	(5.4)%
State General Fund	(1.9)	1.6	(0.5)	(4.7)	(2.3)
FTE Positions					
FTE Positions	327.5	322.8	322.8	328.8	312.8
Unclassified Temp. Positions	17.2	20.4	20.4	17.0	17.0
Total	<u>344.7</u>	<u>343.2</u>	<u>343.2</u>	<u>345.8</u>	<u>329.8</u>

HIGHLIGHTS OF THIS BUDGET

- ▶ The agency requests \$20,758,386 for operating expenditures in FY 1997. Essentially, the request would allow for the maintenance of current service levels, with two exceptions.
- ▶ **Weights and Measures.** The agency's request includes \$987,891 from fee funds and 16.0 additional FTE positions for the augmentation of the Weights and Measures program. Under this plan, the petroleum measurement enforcement program would be returned to the public sector. The livestock scale program would be returned to partial state inspection, with some funds generated by a certification program, and one of the two required tests per year performed by state inspectors. The headhouse scale program would be returned to public oversight. According to the agency, assistance might be available from the Kansas Grain Inspection Department. Other subprograms would remain under private inspection with greatly increased state oversight through

some staffing enhancements and the use of statistical sampling programs. Private scale companies and owners of private devices would be put on notice that the law must be enforced and that the state would have data to identify noncompliance. **The Governor does not recommend** the fee funding or the new positions requested by the agency.

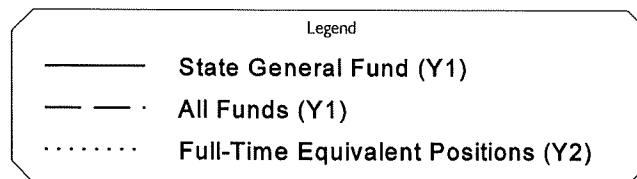
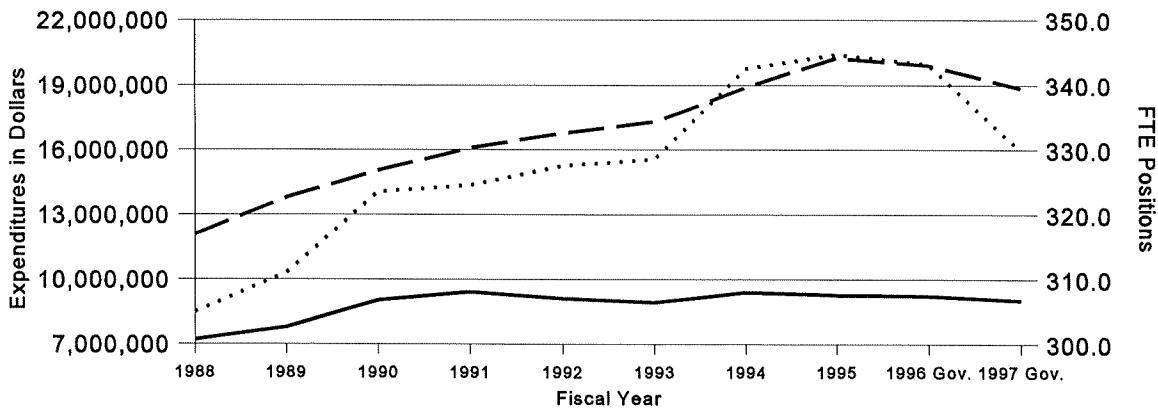
- ▶ **Agricultural Market Promotion and Development.** The agency requests \$374,743 in FY 1997, which is \$791,339 less than the current year estimate. The difference is due to the transfer of marketing programs to the Department of Commerce and Housing. This program is reduced by 10.0 FTE positions, four of which are also transferred to the Department of Commerce and Housing. In the future, this subprogram will concentrate on research and development activities. **The Governor concurs** with the agency's proposal to transfer marketing programs to the Department of Commerce and Housing.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 46,576	\$ (149,701)	\$ (448,028)	\$ (216,057)	(4.7)%	(2.3)%
All Other Funds	609,311	545,487	1,041,699	(851,902)	9.7	(8.0)
TOTAL	\$ 655,887	\$ 395,786	\$ 593,671	\$ (1,067,959)	2.9%	(5.4)%
FTE Positions	(2.0)	(2.0)	6.0	(10.0)		

BUDGET TRENDS

OPERATING EXPENDITURES

FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. Concur, and to correct an error in the Governor's recommendations, add \$25,473 (SGF) for repairs to the agricultural laboratory's air conditioner. With this technical adjustment, the Subcommittee's recommendation will reflect the intent of the Governor.

FY 1997. The Subcommittee concurs with the Governor's recommendation. However, the Subcommittee is concerned about the ramifications of the recommended transfer of marketing programs from this Department to the Department of Commerce and Housing on the development of markets for Kansas agricultural products. The Subcommittee notes that the House committees on Agriculture and Governmental Organizations conducted hearings on the Executive Reorganization Order effecting the transfer on January 31, 1996.

KANSAS STATE FAIR

In 1913, the Kansas Legislature declared the official State Fair to be located on 112 acres in Hutchinson, which had been donated to the State by the citizens of Reno County.

Subcommittee Report

Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
All Funds:					
Operating Expenditures	\$ 2,735,058	\$ 3,037,601	\$ 3,001,971	\$ 3,124,704	\$ 3,097,758
Capital Improvements	371,868	2,154,270	2,129,523	1,404,522	309,564
TOTAL	\$ 3,106,926	\$ 5,191,871	\$ 5,131,494	\$ 4,529,226	\$ 3,407,322
State General Fund:					
Operating Expenditures	\$ 0	\$ 0	\$ 29,684	\$ 15,000	\$ 115,000
Capital Improvements	146,427	1,649,698	1,624,952	1,039,522	24,564
TOTAL	\$ 146,427	\$ 1,649,698	\$ 1,654,636	\$ 1,054,522	\$ 139,564
Percentage Change:					
Operating Expenditures:					
All Funds	(3.4)%	11.1%	9.8%	2.9%	3.2%
State General Fund	0.0	0.0	N/A	N/A	287.4
FTE Positions	17.0	17.0	17.0	18.0	17.0
Unclassified Temp. Positions	0.0	0.0	0.0	0.0	0.0
TOTAL	17.0	17.0	17.0	18.0	17.0

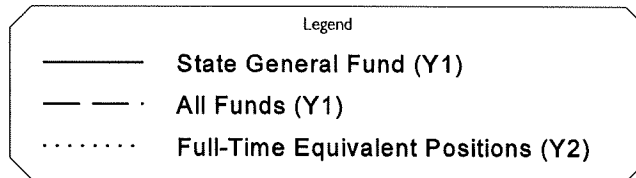
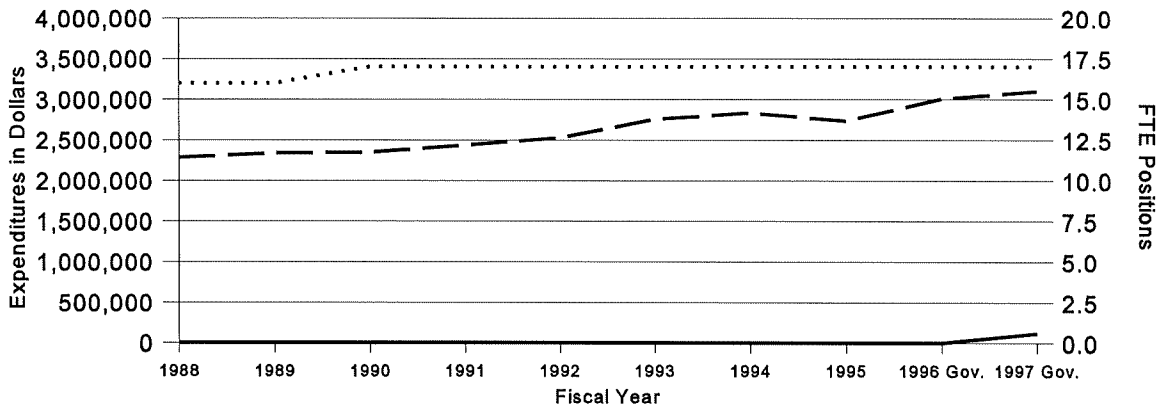
HIGHLIGHTS OF THIS BUDGET

- ▶ The agency requests a supplemental appropriation from the Economic Development Initiatives Fund of \$25,000. This funding would finance an economic impact study of the State Fair. According to the agency, such a study would be helpful to the Fair in better identifying its audience, which would in turn help the Fair in securing national sponsorships. The Governor does not recommend this funding.
- ▶ The agency requests a 1.0 FTE Facilities Maintenance Supervisor in FY 1997, at a cost of \$24,822 (excluding fringe benefits). According to the agency, its Maintenance Program has had 9.0 FTE positions for the past 20 years, while, during that time, its workload has doubled. The person occupying the requested position would take over some of the supervisory duties of the agency's Physical Plant Manager. The Governor does not recommend the new position, but does increase funding in the program so that the agency can contract out some of the additional work.
- ▶ The agency requests \$90,379 in capital outlay funding in FY 1997. \$76,504 is for machinery, tools and equipment for the Maintenance Program. \$6,000 is for computer equipment for the Operations Program. The Governor concurs with the agency request.

FY 1996 -- CURRENT YEAR CHANGE FROM APPROVED BUDGET			FY 1997 -- BUDGET YEAR CHANGE FROM FY 1996			
	Agency Est.	Gov. Rec.	Dollar Change		Percent Change	
			Agency Req.	Gov. Rec.	Agency Req.	Gov. Rec.
State General Fund	\$ 1,525,473	\$ 1,530,411	\$ 15,000	\$ 85,316	N/A	468.8%
All Other Funds	<u>349,740</u>	<u>284,425</u>	<u>72,103</u>	<u>10,471</u>	2.4	3.5
TOTAL	<u>\$ 1,875,213</u>	<u>\$ 1,814,836</u>	<u>\$ 87,103</u>	<u>\$ 95,787</u>	2.9	3.2%
FTE Positions	0.0	0.0	1.0	0.0		

BUDGET TRENDS

OPERATING EXPENDITURES FY 1988-FY 1997



LEGISLATIVE CONSIDERATION

House Subcommittee Recommendation

FY 1996. Shift funding for debt service (\$29,684) from the State General Fund to the Grandstand Renovation Principal and Interest Fund. This corrects an error found in the Governor's current year recommendations.

FY 1997. Concur with the Governor, but shift \$115,000 in funding for operating expenditures from the State General fund to the Economic Development Initiatives Fund. This is in accordance with funding practices followed by the Legislature for the past several years.