

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Chairperson Dave Kerr at 11:00 a.m. on February 20, 1996 in Room 123-S of the Capitol.

All members were present except:

Committee staff present: Analysts from the Legislative Research Department assigned to agency budgets within SB 552 and SB 478
Norman Furse, Revisor of Statutes
Michael Corrigan, Revisor of Statutes
Judy Bromich, Administrative Assistant
Ronda Miller, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list

It was moved by Senator Rock and seconded by Senator Morris that bill draft 5 RS 2116 be introduced as requested by Senator Rock. The motion carried on a voice vote.

Senator Brady moved, Senator Lawrence seconded, that bill draft 5 RS 2406 as requested by Senator Brady be introduced. The motion carried on a voice vote.

The Chairman announced the assignment of **SB 695** to the KPERS Issues subcommittee for consideration.

A motion to approve the minutes of February 15 and 16 was offered by Senator Lawrence and seconded by Senator Karr. The motion carried on a voice vote.

SB 552: Appropriations for FY 96 through FY 2001, capital improvements for various state agencies

Chairman Kerr noted that the Regents' bonding proposal for capital improvements at the educational institutions is not included in the presentation today. He stated that he and Senator Karr have been working on the bill and are waiting on opinions from the Attorney General's office and the Revisors' Office. Therefore, monies for those projects have not been included in this subcommittee report.

A copy of the subcommittee report on capital improvements for various state agencies was distributed to members (Attachment 1). Prior to reviewing the report, Chairman Kerr pointed out that changes made by the Senate subcommittee from the Governor's recommendation are shaded.

The Chairman told members that the subcommittee's recommendation regarding roof repair of the Statehouse is for initial analysis to determine the extent of the problem (see Sec. 3).

Members discussed at length the subcommittee recommendation for the Kansas Technology Center at Pittsburg State University. In answer to Senator Salisbury, the Chairman stated that the subcommittee would anticipate that nongovernmental sources would repay the loan, and if it were repaid in five years, there would be no interest. Members of the Pittsburg State University subcommittee stated that they have visited the campus and believe that the project will be a valuable resource to the state. They also stated that they believe the Pittsburg community has made a financial commitment to the project and cited other projects which had exceeded original bids. It was moved by Senator Moran and seconded by Senator Rock that the subcommittee report be amended by recommending that \$2 million be transferred from the SGF to the Kansas Technology Center Gifts & Donations Fund in FY 97 as recommended by the Governor. The motion carried on a voice vote.

Senator Burke noted the financial implications associated with compliance with the Americans with Disabilities Act and inquired whether there has been an effort to make sure that the ADA repairs are required by the spirit of the law. Mr. Warren Corman, Board of Regents, stated that there is a state employee on each campus who serves on a handicapped committee made up of architects and persons who are disabled. This committee works to assess requirements of ADA. Senator Burke inquired if other agencies had advisory committees.

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS, Room 123-S Statehouse, at 11:00 a.m. on February 20, 1996.

Mr. Jim Reardon, Director of the Division of Facilities Management, told members that the Division administrates 650 leases and requires that ADA improvements are made before lease agreements are signed. He stated that the state employs an architect who meets regularly with outside agencies to provide input on ADA requirements for buildings in the Capitol Area Complex. In answer to a question, he stated that there is an FTE position within the Department of Administration who is responsible for agency compliance with ADA requirements.

It was moved by Senator Karr and seconded by Senator Vancrum that the subcommittee report as amended be adopted. The motion carried on a voice vote.

The Chairman noted that there were two subcommittee reports to be reviewed in **SB 478** and turned the Committee's attention to those:

SB 478: Appropriations for FY 97, state board of tax appeals, department of revenue, Kansas lottery, Kansas racing commission, department of commerce and housing, Kansas, Inc., Kansas technology enterprise corporation

Kansas, Inc.

The FY 96 and FY 97 subcommittee reports were reviewed by Senator Salisbury (Attachment 2). In response to item 5 of the FY 97 report, she told members that she had inquired whether Post Audit would undertake the study of changes in pupil performance due to the school accreditation system and that Post Audit had indicated that the length of time since implementation would likely not provide enough information at this time to draw solid conclusions about changes in student performance. Senator Rock inquired why Kansas, Inc. was chosen to perform the study. Senator Kerr noted that the Education Committee during the 1995 session wanted an analytical type of report which they believed Kansas, Inc. could contract for. In answer to a question, it was noted that Kansas, Inc. is prepared to commence the study whenever an appropriation is made. Dr. Warren told members that the study is limited to 48 school districts that have been accredited, but no funding is provided in FY 97 to do the preparatory work which must be contracted for by July, 1997. Senator Salisbury moved, Senator Moran seconded, that the FY 97 subcommittee report be conceptually amended to indicate that the subcommittee had inquired whether a Post Audit study would be a possible alternative to accomplish the study of pupil performance and found that it would be inappropriate at this time, and that the subcommittee report be further amended to indicate that the President of Kansas, Inc. has stated that the agency could commence the preparatory work for the study if a Governor's Budget Amendment to cover state operations were made. The motion carried on a voice vote.

Senator Brady expressed concern that the "unified economic development budget" described in item 4 of the FY 97 report might threaten the credibility of the agency's mission to evaluate all the programs (item 2 of the FY 97 report). Dr. Charles Warren, President of Kansas, Inc., stated that the proposal would continue the process of each agency preparing its own budget, but would provide a budget framework which would categorize expenditures. The subcommittee recommendation would encourage Kansas, Inc., KTEC, and the Department of Commerce and Housing to coordinate their budget preparation to provide a unified set of priorities. He stated, however, that the recommendation would not imply that Kansas, Inc. would control any agency's budget. In order to insure the independence of Kansas, Inc., it was moved by Senator Brady and seconded by Senator Karr that the FY 97 subcommittee report be amended conceptually to reflect that the three agencies involved in economic development initiatives coordinate their budget preparation, but that no on agency be given supremacy over another. The motion carried on a voice vote.

Senator Salisbury moved, Senator Karr seconded, that the FY 96 report and the FY 97 subcommittee report as amended be approved. The motion carried on a voice vote.

Kansas Racing Commission

Senator Burke reviewed the FY 96 and FY 97 subcommittee reports (Attachment 3). In discussing the FY 96 recommendation, it was stated that the FTE positions at the Frontenac track are vacated and those positions can be reviewed during Omnibus pending a decision about the continuation of the program.

It was moved by Senator Petty and seconded by Senator Burke that the FY 96 and FY 97 reports be approved. The motion carried on a voice vote.

Senator Salisbury moved, Senator Moran seconded, that **SB 478** as amended be recommended favorably for passage. The motion carried on a roll call vote.

The Chairman adjourned the meeting at 12:25 P.M. The next meeting is scheduled for February 21, 1996.

SENATE WAYS AND MEANS COMMITTEE GUEST LIST

DATE: February 20, 1996

NAME	REPRESENTING
Ken Babo	KS. Governmental Consulting
Larry Ridgway	Sen. ROCK
Eldine Frisbie	Division the Budget
Rich Shermoen	Kansas Dev. Finance Authority
Duan Waterworth	Division of the Budget
Dick Isert	KDWP
WARREN COEMAN	BD. OF REGENTS
TEO D. AYLES	REGENTS STAFF
Ron Pflughof	FHSU
Bob Wunsch	KUMC
BARRY GREIS	DFM
Jim Reardon	DFM
Shawn C Johnson	DFM
Ric Silber	DFM
Pat Higgins	DofA
Ken HARJO	RACING COMMISSION
James Snell	" "
GARY R LASHEN	SRS
Mark Miller	KS Inc

SUBCOMMITTEE REPORT

Senate Bill No. 552

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 2 – Kansas Insurance Department						
Contingent Building Repairs	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000		
Carpet Replacement	15,012	15,012	15,012	15,012		
Electric Wiring	20,105	20,105	20,105	20,105		
Window Replacement	47,225	27,458	27,458	27,458		
Soffit and Guttering	27,425	27,425	27,425	27,425		
Debt Service Principal	90,000	90,000	90,000	90,000		
TOTAL	\$ 209,767	\$ 190,000	\$ 190,000	\$ 190,000		
Financing:*						
Insurance Department Rehabilitation and Repair Fund	\$ 119,767	\$ 100,000	\$ 100,000	\$ 100,000		
Insurance Building Principal and Interest Payment Fund	90,000	90,000	90,000	90,000		
TOTAL	\$ 209,767	\$ 190,000	\$ 190,000	\$ 190,000		

*Senate Ways & Means
February 20, 1996
Attachment 1*

* Actual receipts to pay for the expenditures would come from the agency's various fee funds by way of transfers to the funds listed above.

Sec. 3 – Department of Administration

State General Fund:

Energy Conservation Debt Service	\$ 1,340,000 ^a	\$ 1,340,000	\$ 1,340,000	\$ 1,340,000		
Rehabilitation and Repair – Statehouse, Judicial Center, and Governor's Res.	238,000	259,000	259,000	259,000		
Elevator Renovation – Statehouse	200,000	0	0	0		
Statehouse Office Remodeling – Rooms 231-N to 236-N	74,000	0	0	0		
Statehouse Office Remodeling – Rooms 141-N to 144-N	87,000	0	0	0		
Carpet Replacement – Judicial Center	64,000 ^m	0	0	0		
Roof Repair at Center Section and Rotunda – Statehouse	77,500	0	77,500	50,000		
Subtotal – SGF	\$ 2,080,500	\$ 1,599,000	\$ 1,676,500	\$ 1,649,000		

State Building Depreciation Fund:

Special Maintenance – Docking and Landon State Office Buildings, Forbes, and Heating Plant	246,400	\$ 246,400	\$ 246,400	\$ 246,400		
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Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Convert Two Chillers to HCFC Refrigerants – Forbes Heating Plant	372,800	372,800	372,800	372,800		
Docking Building Roof Drain Line Replacement	193,000	193,000	193,000	193,000		
Reroof Landon State Office Building	80,000	80,000	80,000	80,000		
Landon Building Cooling Tower Replacement	88,300	88,300	88,300	88,300		
Docking Building Loading Dock Replacement	187,600	187,600	187,600	187,600		
Subtotal – State Building Depreciation Fund	<u>1,168,100</u>	<u>1,168,100</u>	<u>1,168,100</u>	<u>1,168,100</u>		
Building and Grounds Fund:						
Parking Lot Rehabilitation and Repair	32,000	32,000	32,000	32,000		
State Building Operating Fund:						
Landon State Office Building Debt Service (Purchase and Renovation)	834,023 ^b	834,023	834,023	834,023		
KDFA Bond Funds:						
Debt Service – Docking State Office Building Renovation Bond	130,000 ^c	130,000	130,000	130,000		
Intergov. Printing Service Fund:						
Debt Service – Construction of Printing Plant	99,102 ^d	99,102	99,102	99,102		
TOTAL	<u>\$ 4,343,725</u>	<u>\$ 3,862,225</u>	<u>\$ 3,939,725</u>	<u>\$ 3,912,225</u>		

1-2

- a) In addition to the requested principal (capital improvement) amount of \$1,340,000 included in the table, the sum of \$445,077 is included for interest, for a total debt service payment of \$1,785,077. The Governor recommends \$445,007 for interest, a reduction of \$70 from the agency request.
- b) In addition to the principal amount of \$834,023 included in the table, the sum of \$628,854 is included in the operating budget for interest, for a total debt service payment of \$1,462,877.
- c) In addition to the principal amount of \$130,000 included in the table, the sum of \$31,964 is included in the operating budget for interest, for a total debt service payment of \$161,964.
- d) In addition to the principal amount of \$99,102 included in the table, the sum of \$129,163 is included in the operating budget for interest, for a total debt service payment of \$228,265.

Sec. 4 -- Department of Commerce and Housing

Maintenance of Travel Information Centers	\$ 35,000	\$ 35,000	\$ 35,000	\$ 35,000
Printing:				
Economic Development Initiatives Fund	\$ 35,000	\$ 35,000	\$ 35,000	\$ 35,000

2-1

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
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Sec. 5 -- Kansas Board of Regents

Rehabilitation and Repair – Regents Systemwide	\$ 10,000,000 ^(a)	\$ 14,000,000 ^(b)	\$ 14,000,000	\$ 0 ^(c)		
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Financing:

Educational Building Fund	\$ 10,000,000 ^(a)	\$ 14,000,000 ^(b)	\$ 14,000,000	\$ 0 ^(c)		
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a) Funds previously appropriated during the 1991 Legislative Session, as part of a multiyear appropriation from the Kansas Educational Building Fund (EBF) for rehabilitation and repair projects at the Regents institutions. The 1993 Legislature extended the multiyear appropriation to FY 1996 (\$10,000,000) and FY 1997 (\$10,000,000).

b) The Governor recommends a multiyear appropriation from the EBF, in addition to the \$10.0 million previously appropriated, in the following amounts:

FY 1997	\$4.0 million
FY 1998	5.0 million
FY 1999	5.0 million
FY 2000	5.0 million
FY 2001	5.0 million

This funding would be utilized for rehabilitation and repair projects, ADA compliance, fire and life safety code compliance, and classroom improvement projects.

c) **The Senate Subcommittee defers a recommendation on this item, pending receipt of additional information.**

The Governor's 15/15 EBF Plan

The Governor recommends that the KDFA issue bonds totaling \$156.5 million in FY 1997 to address a wide variety of rehabilitation and repair projects at the universities. With interest earnings, a total of \$163.6 million would be available for projects on the campuses, and the Governor recommends that the proceeds be allocated as follows:

Projects	Amount
Rehabilitation & Repair, ADA, Life Safety & Improve Classrooms	\$ 90,619,644
Major Remodeling of Existing Buildings	46,000,000
New Construction	27,000,000
TOTAL	\$ 163,619,644

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
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Debt service for the projects over a 15-year period would total \$228.4 million, with each year's debt service payment totaling \$15.0 million. The Governor indicates that no project paid with bond proceeds would have a life expectancy of less than 20 years. The Governor indicates that because the current cost of borrowing money is less than the projected cost of inflation for construction, "it is more cost-effective to perform the repairs now and leverage the EBF, rather than incurring higher annual repair costs in the future." The Governor's recommendation leaves some balances in the EBF each year, including \$5.0 million in FY 1998, growing to an estimated \$13.4 million in FY 2011 for rehabilitation and repair projects in addition to those in the bond issuance. (Staff Note: The Joint Committee on State Building Construction has endorsed the Governor's plan. **The Senate Subcommittee defers a recommendation on this item, pending receipt of additional information.**)

Sec. 14 also transfers \$138,736 in FY 1997 from the State General Fund to the Educational Building Fund to replace reduced motor vehicle tax receipts created by the passage of 1995 S.B. 150

Concur	Concur	(c)
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c) **The Senate Subcommittee defers a recommendation on this item, pending receipt of additional information.**

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 6 -- Fort Hays State University						
ADA Improvements (A1)	\$ 926,268	See. Sec. 14	See. Sec. 14	See. Sec. 14		
Fire and Life Safety Codes (A2)	68,132	See. Sec. 14	See. Sec. 14	See. Sec. 14		
Classroom Improvements (A3)	786,842	See. Sec. 14	See. Sec. 14	See. Sec. 14		
McCartney/Albertson/Martin Allen Halls Renovation (A4)	300,000 ^p	See. Sec. 14	See. Sec. 14	See. Sec. 14		
Lewis Field Renovation – Phase II (A5)	800,000	800,000	800,000	800,000		
Parking Lot Improvements (A6)	175,000	175,000	175,000	175,000		
TOTAL	\$ 3,056,242	\$ 975,000	\$ 975,000	\$ 975,000		
Financing:						
State General Fund	\$ 1,781,242	\$ 0	\$ 0	\$ 0		
Educational Building Fund	300,000	0	0	0		
Private Gifts	800,000	800,000	800,000	800,000		
Parking Fee Fund	175,000	175,000	175,000	175,000		
TOTAL	\$ 3,056,242	\$ 975,000	\$ 975,000	\$ 975,000		

p) Preliminary planning.

Secs. 7, 8, 20 -- Kansas State University

Americans with Disabilities Act	\$ 1,142,395	See Sec. 14	See Sec. 14	See Sec. 14		
Fire and Life Safety	1,021,978	See Sec. 14	See Sec. 14	See Sec. 14		
Improve Classrooms	410,526	See Sec. 14	See Sec. 14	See Sec. 14		
Farrell Library Renovation Furnishings	1,865,000	3,730,000 ^a	3,730,000	3,730,000		
King Hall Fume Hood Renovation	130,000 ^{p,m}	See Sec. 14	See Sec. 14	See Sec. 14		
Dormitory Maintenance	1,320,000	1,320,000	1,320,000	1,320,000		
Parking Projects	455,000	455,000	455,000	455,000		
Equipment/Pesticide Storage	65,000	65,000	65,000	65,000		
Debt Service – Aeronautical Center	189,466	189,466	189,466	189,466		
Other Debt Service	1,669,657	1,669,657	1,669,657	1,669,657		
TOTAL	\$ 8,269,022	7,429,123	\$ 7,429,123	\$ 7,429,123		

Financing:

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
State General Fund	\$ 2,764,345	\$ 189,466	\$ 189,466	\$ 189,466		
Educational Building Fund	1,995,000	3,730,000	3,730,000	3,730,000		
Parking Fees	455,000	455,000	455,000	455,000		
Dormitory Funds	1,320,000	1,320,000	1,320,000	1,320,000		
Restricted Fees	1,734,657	1,734,657	1,734,657	1,734,657		
TOTAL	\$ 8,269,022	\$ 7,429,123	\$ 7,429,123	\$ 7,429,123		

- a) Previously authorized. The Governor includes \$2.1 million from the EBF previously authorized for the Farrell renovation in FY 1997.
 p) Planning Funds.
 m) Multiyear funding requested.

Sec. 9 -- Emporia State University

ADA Improvements (A1)	\$ 586,636	See Sec. 14	See Sec. 14	See Sec. 14		
Fire and Life Safety Codes (A2)	306,593	See Sec. 14	See Sec. 14	See Sec. 14		
Classroom Improvements (A3)	786,842	See Sec. 14	See Sec. 14	See Sec. 14		
Beach Music Hall – Remodeling and Addition (A4)	180,000 ^o	See Sec. 14	See Sec. 14	See Sec. 14		
Parking Lot Improvements (A5)	90,000	90,000	90,000	90,000		
TOTAL	\$ 1,950,071	\$ 90,000	\$ 90,000	\$ 90,000		

Financing:

State General Fund	\$ 1,680,071	\$ 0	\$ 0	\$ 0		
Educational Building Fund	180,000	0	0	0		
Parking Fee Fund	90,000	90,000	90,000	90,000		
TOTAL	\$ 1,950,071	\$ 90,000	\$ 90,000	\$ 90,000		

- p) Preliminary Planning.

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 10 -- Pittsburg State University						
ADA Improvements (A1)	\$ 1,173,272	See Sec. 14	See Sec. 14	See Sec. 14		
Fire and Life Safety Codes (A2)	34,066	See Sec. 14	See Sec. 14	See Sec. 14		
Classroom Improvements (A3)	923,684	See Sec. 14	See Sec. 14	See Sec. 14		
Russ Hall Remodeling (A4)	300,000	See Sec. 14	See Sec. 14	See Sec. 14		
Kansas Technology Center	2,700,000 ^(a)	2,700,000 ^(b)	2,700,000	2,700,000 ^(c)		
Parking Lot Improvements (A5)	150,000	150,000	150,000	150,000		
Student Center Improvements (A6)	150,000	150,000	150,000	150,000		
Hospital and Student Health Improvements (A6)	20,000	20,000	20,000	20,000		
Housing System Maintenance and Improvements (A8)	50,000	50,000	50,000	50,000		
TOTAL	\$ 5,501,022	\$ 3,070,000	\$ 3,070,000	\$ 3,070,000		
Financing:						
State General Fund	\$ 2,131,022	\$ 0	\$ 0	\$ 0		
Educational Building Fund	1,000,000	700,000	700,000	700,000		
Private Gifts	2,000,000	2,000,000 ^(b)	2,000,000	2,000,000 ^(c)		
Parking Fee Fund	150,000	150,000	150,000	150,000		
Hospital and Student Health Fee Fund	20,000	20,000	20,000	20,000		
Overman Student Center Renovation Fund	150,000	150,000	150,000	150,000		
Housing System Operating Fund	50,000	50,000	50,000	50,000		
TOTAL	\$ 5,501,022	\$ 3,070,000	\$ 3,070,000	\$ 3,070,000		

- a) \$700,000 of this amount was previously appropriated. The 1992 Legislature approved a multiyear appropriation for the Kansas Technology Center project totaling \$25,700,000. The revised cost estimate includes an additional \$2.0 million in private gifts.
- b) The Governor recommends the transfer of \$2.0 million from the State General Fund to the Kansas Technology Center Gifts and Donations Fund in FY 1997.
- c) The Senate Subcommittee recommends that the \$2.0 million transfer be composed of \$1.0 million from the State General Fund and \$1.0 million from a five-year loan from the Pooled Money Investment Board.

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 11 – University of Kansas						
Americans with Disabilities Act	\$ 1,265,900	See Sec. 14	See Sec. 14	See Sec. 14		
Fire & Life Safety	1,430,760	See Sec. 14	See Sec. 14	See Sec. 14		
Improve Classrooms	1,676,300	See Sec. 14	See Sec. 14	See Sec. 14		
Murphy Hall Addition	300,000 ^(p,m)	See Sec. 14	See Sec. 14	See Sec. 14		
Department of Housing Projects	830,000	830,000	830,000	830,000		
Residence Hall Renovations - No. 1	5,435,000	5,435,000	5,435,000	5,435,000		
Parking Lot Improvements	200,000	200,000	200,000	200,000		
New Parking Garage - No. 2	10,025,000	10,025,000	10,025,000	10,025,000		
Health Center Improvements	50,000	50,000	50,000	50,000		
Raze Jayhawk Towers Garage	650,000	650,000	650,000	650,000		
Debt Service*	1,490,000	1,490,000	1,490,000	1,490,000		
TOTAL	\$ 23,352,960	\$ 18,680,000	\$ 18,680,000	\$ 18,680,000		
Financing:						
State General Fund	\$ 4,372,960	\$ 0	\$ 0	\$ 0		
Educational Building Fund	300,000	0	0	0		
Housing Funds	830,000	830,000	830,000	830,000		
Housing Revenue Bonds	5,435,000	5,435,000	5,435,000	5,435,000		
Parking Funds	850,000	850,000	850,000	850,000		
Parking Revenue Bonds	10,025,000	10,025,000	10,025,000	10,025,000		
Restricted Fees	1,540,000	1,540,000	1,540,000	1,540,000		
TOTAL	\$ 23,352,960	\$ 18,680,000	\$ 18,680,000	\$ 18,680,000		

p) Planning funds.

m) Multiyear funding requested.

* An additional \$1,058,778 in interest payments is included in the University's operating budget financed from restricted use funds.

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 12 -- University of Kansas Medical Center						
Americans with Disabilities Act	\$ 741,000	See Sec. 14	See Sec. 14	See Sec. 14		
Fire & Life Safety	102,200	See Sec. 14	See Sec. 14	See Sec. 14		
Improve Classrooms	239,500	See Sec. 14	See Sec. 14	See Sec. 14		
Nursing Education Building	230,000 ^(p,m)	See Sec. 14	See Sec. 14	See Sec. 14		
Parking Lot Maintenance	200,000	200,000	200,000	200,000	200,000	
Debt Service*	2,255,000	2,255,000	2,255,000	2,255,000	2,255,000	
Hospital Renovations, Repairs	525,000	525,000	525,000	525,000	525,000	
TOTAL	<u>\$ 4,292,700</u>	<u>\$ 2,980,000</u>	<u>2,980,000</u>	<u>2,980,000</u>		
Financing:						
State General Fund	\$ 1,082,700	\$ 0	\$ 0	\$ 0		
Educational Building Fund	230,000	0	0	0		
Parking Fees	200,000	200,000	200,000	200,000	200,000	
Hospital Revenue Fund	525,000	525,000	525,000	525,000	525,000	
Restricted Fees	2,255,000	2,255,000	2,255,000	2,255,000	2,255,000	
TOTAL	<u>\$ 4,292,700</u>	<u>\$ 2,980,000</u>	<u>\$ 2,980,000</u>	<u>\$ 2,980,000</u>		

p) Planning funds.

m) Multi-year funding requested.

* An additional \$460,450 in interest payments from restricted use funds is included in the operating budget.

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 13 -- Wichita State University						
Americans With Disabilities Act	\$ 864,516	See Sec. 14	See Sec. 14	See Sec. 14		
Fire and Life Safety	136,264	See Sec. 14	See Sec. 14	See Sec. 14		
Improve Classroom	376,316	See Sec. 14	See Sec. 14	See Sec. 14		
Chemistry Building/McKinley Hall Major Remodeling	400,000 ^(p,m)	See Sec. 14	See Sec. 14	See Sec. 14		
Debt Service*	240,000	240,000	240,000	240,000		
TOTAL	\$ 2,017,096	\$ 240,000	\$ 240,000	\$ 240,000		
Financing:						
State General Fund	\$ 1,377,096	\$ 0	\$ 0	\$ 0		
Educational Building Fund	400,000	0	0	0		
Restricted Fees	240,000	240,000	240,000	240,000		
TOTAL	\$ 2,017,096	\$ 240,000	\$ 240,000	\$ 240,000		

b) Planning funds.

c) Multiyear funding requested.

* An additional \$777,404 in interest payments is included in the University's operating budget financed from restricted use funds.

Sec. 14 -- Department of Human Resources

Rehabilitation and Repair	\$ 84,800	\$ 84,800	\$ 84,800	\$ 84,800
Funding:				
Reed Act -- Federal Funds	\$ 84,800	\$ 84,800	\$ 84,800	\$ 84,800

Sec. 15 -- Kansas Soldier's Home

Rehabilitation and Repair	\$ 150,000	\$ 100,000	\$ 100,000	\$ 100,000
Power Plant Replacement	394,920	394,920	394,920	394,920
Financing:				
State Institutions Building Fund	\$ 544,920	\$ 494,920	\$ 494,920	\$ 494,920

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 16 -- Kansas Bureau of Investigation						
Debt Service Payment – Headquarters Building	\$ 145,000	\$ 145,000	\$ 145,000	\$ 145,000		
Rehabilitation and Repair	15,000	15,000	15,000	15,000		
Forensic Laboratory Air Conditioning and Ventilation	46,300	0	R	R		
Replace Carpeting in Headquarters Building	12,190 ^m	0	0	0		
Building Security Measures	379,530	0	0	0		
TOTAL	\$ 598,020	\$ 160,000	\$ 160,000	\$ 160,000		
Financing:						
State General Fund	\$ 598,020	\$ 160,000	\$ 160,000	\$ 160,000		

m) In addition to the principal (capital improvement) amount of \$145,000 included in the table, the sum of \$156,650 is included in the operating budget for interest, for a total debt service payment of \$301,650.

R) The Joint Committee on State Building Construction and the Senate Subcommittee on capital improvements recommend Omnibus review of the forensic laboratory air conditioning and ventilation project.

Sec. 17 -- Kansas Highway Patrol

Debt Service – Highway Patrol Training Center	\$ 245,000	\$ 245,000	\$ 245,000	\$ 245,000		
Mobile Command Center Storage Shed	32,973	32,973	32,973	32,973		
Motor Carrier Insp. Facilities – Rehab. and Repair	20,000	20,000	20,000	20,000		
Highway Patrol Training Center – Rehab. and Repair	20,000	20,000	20,000	20,000		
Motor Carrier Inspection – Purchase of Office Facility in Valley Center	96,500	96,500	96,500	96,500		
Motor Carrier Inspection – Replacement of Fixed Scales	162,984	0	0	0		
TOTAL	\$ 577,457	\$ 414,473	\$ 414,473	\$ 414,473		
Financing:						
Motor Carrier Inspection Fund	279,484	116,500	116,500	116,500		
Highway Patrol Training Center Fund	265,000	265,000	265,000	265,000		
Federal Forfeiture Funds	32,973	32,973	32,973	32,973		
TOTAL	\$ 577,457	\$ 414,473	\$ 414,473	\$ 414,473		

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
Sec. 18 -- Adjutant General						
Reroof – Hutchinson Armory (A1)	\$ 191,321	\$ 0	\$ 0	\$ 0		
Reroof – Marysville Armory (A2)	57,396	0	0	0		
Reroof – Winfield Armory (A3)	99,486	0	0	0		
Construct New Addition – Iola Armory (A4)	1,538,660	0	R	R		
Structural Repairs – Burlington Armory (A5)	31,603	0	0	0		
Air Conditioning System – Topeka Armory (A6)	46,146	0	0	0		
Replace Heating System – Hiawatha Armory (A7)	49,033	0	0	0		
Air Conditioning System – Hutchinson Armory (A8)	50,318	0	0	0		
Repair and Rehabilitation Projects	0	400,000	400,000	400,000		
TOTAL	<u>\$ 2,063,963</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>		
Financing:						
State General Fund	\$ 909,968	\$ 200,000	\$ 200,000	\$ 200,000		
Military Fees Fund	1,153,995	200,000	200,000	200,000		
TOTAL	<u>\$ 2,063,963</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>		

R) The Building Committee recommends Omnibus review of the Iola Armory item. The Senate Subcommittee concurs.

Sec. 19 -- Department of Wildlife and Parks

ADA Renovation Projects (A1)*	\$ 262,900	\$ 262,900	\$ 262,900	\$ 262,900		
Flood Repair (A3)*	1,005,347	385,000	385,000	385,000		
Access Road Maintenance (A4)*	1,500,000	1,350,000	1,350,000	1,350,000		
TOTAL	<u>\$ 2,768,247</u>	<u>\$ 1,997,900</u>	<u>\$ 1,997,900</u>	<u>\$ 1,997,900</u>		
Financing:						
State General Fund	\$ 403,047	\$ 500,000	\$ 500,000	\$ 500,000		
Wildlife Fee Fund	147,900	147,900	147,900	147,900		
State Budget Stabilization Fund	717,300	0	0	0		
State Highway Fund	1,500,000	1,350,000	1,350,000	1,350,000		
TOTAL	<u>\$ 2,768,247</u>	<u>\$ 1,997,900</u>	<u>\$ 1,997,900</u>	<u>\$ 1,997,900</u>		

Project	Agency Request	Governor's Rec.	Building Committee Rec.	Senate Subcommittee Rec.	House Rec.	Conference Committee Rec.
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Sec. 21-25 -- Savings Clauses

Secs. 30-35 are the standard savings clauses authorizing State Finance Council approval for increases in expenditures from special revenue funds and for the reappropriation of FY 1996 unencumbered balances to FY 1997 for special revenue funds or the state building funds.

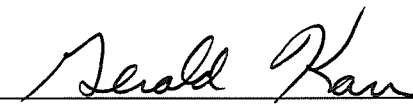
Sec. 26 -- EBF Amendment

Sec. 36 amends K.S.A. 76-6602 (the statutory authorization for the Educational Building Fund) to specifically authorize the use of EBF revenues for the payment of debt service. See Section 14.



Senator Dave Kerr, Subcommittee Chair

Senator Robert Vancrum



Senator Gerald Karr

SUBCOMMITTEE REPORT

Agency: Kansas Inc.

Bill No. --

Bill Sec. --

Analyst: Milstead

Analysis Pg. No. 797

Budget Page No. 357

Expenditure Summary	Agency Estimate FY 96	Gov. Rec. FY 96	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 451,501	\$ 445,996	--
Special Studies ^a	0	0	--
Subtotal -- Operating	451,501	445,996	--
Capital Improvements	0	0	--
TOTAL	\$ 451,501	\$ 445,996	--
State General Fund:			
State Operations	\$ 164,412	\$ 160,372	--
Special Studies	0	0	--
Subtotal - Operating	\$ 164,412	\$ 160,372	--
Capital Improvements	0	0	--
TOTAL	\$ 164,412	\$ 160,372	--
Other Funds:			
State Operations			
EDIF	\$ 137,926	\$ 137,926	--
KS. Inc. Matching Fund	148,913	147,448	--
Conversion of Materials and Equipment	\$ 250	\$ 250	--
Subtotal - Operating	\$ 287,089	\$ 285,624	--
Capital Improvements	0	0	--
TOTAL	\$ 287,089	\$ 285,624	--
FTE Positions	5.0	5.0	--
Unclassified Temp. Positions	0.0	0.0	--
TOTAL	5.0	5.0	--

a) FY 1995 Special Studies appropriation was from the EDIF; FY 1997 request for Special Studies is from SGF.

*Senate Ways & Means
February 20, 1996
Attachment 2*

Agency Estimate/Governor's Recommendation

The agency's current year estimate is slightly below (by \$215) the amount approved by the 1995 Legislature. Of the total FY 1996 estimate, \$164,412 is from the State General Fund, \$137,926 is from the EDIF and, \$148,913 is from the Matching Fund.

The Governor's recommendation is \$445,996, a reduction of \$3,028, or 0.7 percent, compared to the amount approved by the 1995 Legislature and June, 1995 State Finance Council action. The Governor recommends financing from the State General Fund of \$160,372, a reduction of \$4,374 from the approved amount. Of the SGF reduction, \$2,471 reflects the Governor's 1.5 percent State General Fund reduction.

Senate Subcommittee Recommendations

FY 1996. The Subcommittee concurs with the Governor's recommendation for FY 1996 with the following observations:

1. The Subcommittee supports the agency's legislative initiative (H.B. No. 2825) amending the current Kansas Inc. statute. The bill is in part based on the report of an external peer review of Kansas Inc. conducted by the National Association of State Development Agencies (NASDA).

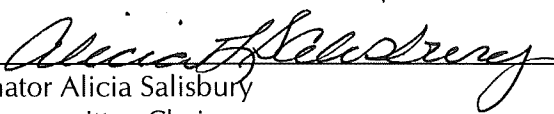
The bill expands the Kansas Inc. board membership to strengthen the participation of the private sector. The change adds two members appointed by the Governor and confirmed by the Senate—one representing the professional and business services sector, and one who is a small business owner. The Subcommittee notes that the additions will enhance representation of the Kansas business community on the board.

H.B. 2825 also eliminates the private match requirement for the agency. Currently, Kansas Inc. is required to raise 33 percent of its budget from the private sector. During the last few fiscal years, the agency has used a portion of its private funding each fiscal year to supplement the state appropriation for state operation expenditures. (The current statute states that the "state shall provide an annual appropriation to fund the salaries and operating expenses of the agency . . . Private funds shall be raised to support the economic development research and education programs and related activities." K.S.A. 74-8009a.) The amendment eliminates the private match requirement of 33 percent but requires that the agency continue to rely on private funds for its research program. The amendment gives the agency the flexibility to raise the amounts it needs, and to expend those dollars as its work program dictates.

With passage of the bill, the agency anticipates creating a separate entity with the status of a 501(c)(3) non-profit corporation, governed by the existing board, to receive and disburse private donations. Creation of such an entity would also enable Kansas Inc. to obtain grants from private national and state foundations. The Subcommittee agrees with the agency that private financial support should

continue, but at an unspecified level, with the amount raised determined by research needs and fund raising success, rather than by dictate of the state.

2. Should a Governor's Budget Amendment be submitted to address a shortfall in state funding for state operations, the Subcommittee recommends revisiting this budget during or before the 1996 Omnibus session. The agency anticipates that a Governor's Budget Amendment will be forthcoming in regard to this issue.



Senator Alicia Salisbury
Subcommittee Chairperson

Senator Robert Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas Inc.

Bill No. 478

Bill Sec. 7

Analyst: Milstead

Analysis Pg. No. 797

Budget Page No. 357

Expenditure Summary	Agency Request FY 97	Gov. Rec. FY 97	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 442,714	\$ 427,223	\$ (2,843)
Special Studies ^a	67,316	0	-
Subtotal - Operating	<u>510,030</u>	<u>427,223</u>	<u>\$ (2,843)</u>
Capital Improvements	0	0	-
TOTAL	<u><u>\$ 510,030</u></u>	<u><u>\$ 427,223</u></u>	<u><u>\$ (2,843)</u></u>
State General Fund:			
State Operations	\$ 161,451	\$ 153,379	\$ (1,734)
Special Studies	67,316	0	-
Subtotal - Operating	<u>\$ 228,767</u>	<u>\$ 153,379</u>	<u>\$ (1,734)</u>
Capital Improvements	0	0	-
TOTAL	<u><u>\$ 228,767</u></u>	<u><u>\$ 153,379</u></u>	<u><u>\$ (1,734)</u></u>
Other Funds:			
State Operations			
EDIF	\$ 135,167	\$ 132,851	\$ (1,109)
KS. Inc. Matching Fund	146,096	140,993	-
Conversion of Materials and Equipment	0	0	-
Subtotal - Operating	<u>\$ 281,263</u>	<u>\$ 273,844</u>	<u>\$ (1,109)</u>
Capital Improvements	0	0	-
TOTAL	<u><u>\$ 281,263</u></u>	<u><u>\$ 273,844</u></u>	<u><u>\$ (1,109)</u></u>
FTE Positions	5.0	5.0	-
Unclassified Temp. Positions	0.0	0.0	-
TOTAL	<u><u>5.0</u></u>	<u><u>5.0</u></u>	<u><u>-</u></u>

a) FY 1995 Special Studies appropriation was from the EDIF; FY 1997 request for Special Studies is from SGF.

Agency Request/Governor's Recommendation

The agency requests FY 1997 operations funding of \$510,030, an increase of \$58,529, or 13.0 percent, above the FY 1996 estimate. The increase is attributable to the agency's request for \$67,316 (State General Fund) for a Special Study regarding changes in pupil performance attributable to the

school accreditation system. (The Study was mandated, subject to appropriation, by H.B. 2173, which was passed by the 1995 Legislature). Aside from the request for funding for the Special Study, the agency's FY 1997 request is sufficient to continue activity at the FY 1996 level.

Of the total FY 1997 request, \$228,767, or 45.0 percent, is financed from the State General Fund, \$135,167, or 27.0 percent, is financed from the EDIF, and \$146,096, or 29.0 percent, is financed from the agency's private matching fund. A major objective for the agency during FY 1997 is to complete a review and revision of the 1993 strategic plan by a strategic planning committee under the direction of the agency's Board of Directors. Following that, the agency will implement and coordinate the strategic plan by working directly with various state entities regarding topics such as education and workforce training, business development and assistance, business taxes and incentives, business finance and science and technology. Another priority for the agency will be the special project noted above.

The Governor recommends FY 1997 funding of \$427,223, a decrease of \$82,807, or 19.4 percent, compared to the agency's request. The Governor recommends State General Fund financing of \$153,379, or 36 percent of the Governor's total recommendation. The Governor recommends \$132,851 from the EDIF, or 31.1 percent of the total recommendation. Recommended private sector matching funds are \$140,993, or 33 percent of the total. **The Governor does not recommend** the requested funding for the special study for FY 1997.

Senate Subcommittee Recommendations


FY 1997. The Subcommittee concurs with the Governor's FY 1997 recommendation with the following observations:

1. Delete \$2,843, including \$1,734 from the State General Fund, based on the recommendation to delete funding for the six-month 2.5 percent unclassified merit pool.
2. The Subcommittee agrees with NASDA's assessment that the agency's staff and resources are in danger of being over-committed. To quote the NASDA Executive Summary: "[T]he mission of Kansas Inc. must focus on providing follow through in implementing the state's economic development vision and on evaluating how well state agencies are succeeding in their implementation efforts." The agency is too small in terms of staff and financial resources to meet the growing needs of everyone in the public and private sectors. To use its limited resources effectively, the agency must refocus on its mission. The State, with help from Kansas Inc., has already established a comprehensive economic development program. It is now apparent that the primary needs include holding the state's economic development partners accountable for achieving the goals and objectives of the state's strategic plan and providing a means for the on-going monitoring of program performance. Kansas Inc. should perform these functions to allow the public and private sectors to make informed decisions on resource allocation and to ensure consistency and stability for the future.
3. Among numerous projects the agency has planned for the budget year, the Subcommittee notes that the agency has highlighted its strategic planning program. The project includes a thoroughgoing analysis and evaluation of the state's economic development strategic plan. The agency's effort will include an examination of new strengths and weaknesses in the state's economy. The agency's board will establish a new Strategic Planning Committee, composed of

participants in the 1993 program and new members, to guide the review and revision of the strategy and to make recommendations to the board for modification to the strategy. The agency plans to contract with the Institute for Public Policy and Business Research (IPPBR), University of Kansas, to update selected research conducted for the 1993 strategy. Topics to be updated include: labor force, demographics, service sector, manufacturing sector, and regional economies.

4. The Subcommittee recommends that, in coordination and conjunction with each other, and as recommended in the NASDA Peer Review, the Department of Commerce and Housing, Kansas Inc. and the Kansas Technology Enterprise Corporation (KTEC) develop and propose a unified economic development budget for the 1997 Legislative session. This would offer an opportunity to eliminate unnecessary overlap and duplication of program services. As the NASDA review suggests, a unified budget will also strengthen the accountability of state programs by providing a single overview of funding allocated to economic development.
5. The Subcommittee notes that House Bill No. 2137 (passed by the 1995 Legislature), which established a system for school performance accreditation, also mandates, subject to appropriation, that Kansas Inc. direct a study evaluating changes in pupil performance attributable to the school accreditation system. The study is to be conducted between July 1 and November 30, 1997. The Subcommittee concurs with the Governor's recommendation which does not fund, in FY 1997, the agency's special project request for that report (\$67,316 SGF). The Subcommittee notes that the special project report is not due for completion until the end of November, 1997. Consequently, the Subcommittee feels that funding of the project for FY 1997 is not critical. The Subcommittee was informed that Kansas Inc. would not commence the study until an appropriation is made. One option to commence work on the topic would be to request Legislative Post Audit to expand an audit in progress: "Reviewing Statewide Assessment Tests Being Used To Measure Improvements Under Quality Performance Accreditation." The Subcommittee would intend that such an effort by Post Audit augment the Kansas Inc. study and reduce some workload.

However, the Subcommittee recognizes that commencing a review at this time may be premature. To date, there is likely insufficient data to form the basis of an accurate evaluation of changes in pupil performance attributable to the school accreditation system.



Senator Alicia Salisbury
Subcommittee Chairperson

Senator Robert Vancrum

SUBCOMMITTEE REPORT

Agency: Kansas Racing Commission

Bill No. 488

Bill Sec. –

Analyst: Efird

Analysis Pg. No. 907

Budget Page No. 421

<u>Expenditure Summary</u>	<u>Agency Estimate FY 96</u>	<u>Gov. Rec. FY 96</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,643,761	\$ 3,620,245	\$ 0
Aid to Local Units	0	0	0
Other Assistance	1,352,897	1,352,897	0
Subtotal - Operating	\$ 4,996,658	\$ 4,973,142	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 4,996,658	\$ 4,973,142	\$ 0
FTE Positions	51.0	51.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	51.0	51.0	0.0

Agency Estimate/Governor's Recommendation

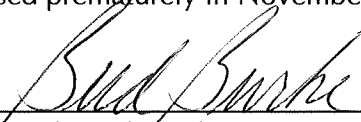
A decrease in FY 1996 expenditures from approval levels does not include a reduction for Frontenac, even though the dog race track closed prematurely in November 1995 and is not expected to reopen in early 1996 as reflected in the revised agency budget. The Commission's revised budget request of \$3.6 million for agency operations includes 10.0 FTE positions and related support costs for the now closed facility in Southeast Kansas.

The Governor's adjustments in FY 1996 include reductions for health insurance costs and an addition of \$94,800 for payment of contracted studies performed under the direction of the Legislative Division of Post Audit pursuant to 1995 legislation. The Governor's recommendations allow for agency operations expenditures of \$3.6 million and full staffing of 51.0 FTE positions. An FY 1996 expenditure limitation imposed on the State Racing Fund in the amount of \$2,139,967 is not changed by the Governor's recommendations included in the supplemental appropriations bill, although the Governor's expenditure estimate is \$2,205,583 for expenses from this fund. An amount for paying Post Audit (\$94,800 included in the Governor's recommendation) is authorized to be in addition to any expenditure limitation.

*Senate Ways & Means
February 20, 1996
Attachment 3*

Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendations and further recommends that additional review be conducted during the Omnibus period concerning revenue and expenditure estimates, compared with actual trends to date, in order to more precisely project cashflow to the State Gaming Revenues Fund. In addition, the Subcommittee would note that the Camptown situation should be reviewed at the same time in order to determine if expenditure authority and FTE positions ought to be left in the budget for the race track at Frontenac which closed prematurely in November 1995.



Senator Paul "Bud" Burke
Subcommittee Chairperson



Senator Marge Retty

SUBCOMMITTEE REPORT

Agency: Kansas Racing Commission

Bill No. 478

Bill Sec. 5

Analyst: Efirid

Analysis Pg. No. 907

Budget Page No. 421

<u>Expenditure Summary</u>	<u>Agency Request FY 97</u>	<u>Gov. Rec. FY 97</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,704,581	\$ 3,610,292	\$ (43,295)
Aid to Local Units	0	0	0
Other Assistance	1,348,096	1,348,096	0
Subtotal - Operating	\$ 5,052,677	\$ 4,958,388	\$ (43,295)
Capital Improvements	0	0	0
TOTAL	\$ 5,052,677	\$ 4,958,388	\$ (43,295)
FTE Positions	51.0	51.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	51.0	51.0	0.0

Agency Request/Governor's Recommendation

The mission of the agency is to regulate horse and dog race track activities. The Commission regulates the conduct of the races, parimutuel wagering, and submission of tax payments. Revenues are derived from a parimutuel tax, an admissions tax, license fees, and fines. Receipts are deposited in the State Racing Fund, with a portion of those receipts transferred to the State Gaming Revenues Fund after certain Commission costs are paid.

The agency's request for an increase in FY 1997 expenditures assumes continued operation of the Frontenac dog race track and maintenance of an office and staff at that location.

The Governor's recommendations in FY 1997 assume a full year of operations of all race track facilities, including Frontenac. The recommendations of the Governor anticipate receipts to the State Racing Fund of \$5,619,908 in FY 1997. Transfers to the Gaming Revenues Fund are estimated to be \$3,022,514 in FY 1997. .

The total budget recommended for the Racing Commission in FY 1997 is \$4,973,142. Of this amount, \$2,203,429 from the State Racing Fund would be for agency operating expenditures limited by a line item in the appropriation bill. The other expenditures are not subjected to limitations in the Governor's recommended appropriations bill. The recommended budget finances 51.0 FTE positions.

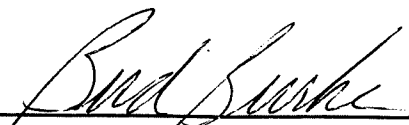
Expenditure	Actual FY 95	Agency Est. FY 96	Gov. Rec. FY 96	Agency Req. FY 97	Gov. Rec. FY 97
State Racing Fund:					
Agency Operations	\$ 1,970,425	\$ 2,212,778	\$ 2,205,583	\$ 2,294,123	\$ 2,203,429
SGRF Transfers	4,073,564	3,503,087	3,496,204	3,338,867	3,022,514
KBI Transfers	366,328	372,023	378,906	0	393,965
Total – SRF	<u>\$ 6,410,317</u>	<u>\$ 6,087,888</u>	<u>\$ 6,080,693</u>	<u>\$ 5,632,990</u>	<u>\$ 5,619,908</u>
Ending Balance	\$ 365,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000

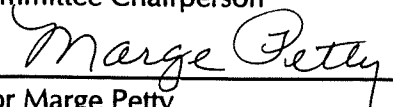
Performance Measures			
	Actual FY 1995	Estimate FY 1996	Gov. Rec. FY 1997
Racing Fund Receipts	\$ 6,169,601	\$ 5,915,693	\$ 5,619,908
Receipts transferred to the Gaming Revenues Fund	\$ 4,075,000	\$ 3,591,000	\$ 3,062,000

Senate Subcommittee Recommendation

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

1. Delete \$43,295 based on the Senate Ways and Means Committee recommendation to delete funding for the six month 2.5 percent unclassified merit pool (\$12,336), classified step movement (\$29,915), and the longevity bonus (\$1,044) from the individual agency budgets and shift the financing of \$28,659 from the State Racing Fund and \$14,636 from the Racing Reimbursable Fund to a new salary adjustment bill.



 Senator Paul "Bud" Burke
 Subcommittee Chairperson


 Senator Marge Petty