

Approved: 3/9/98 \_\_\_\_\_  
Date

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 25, 1998 in Room 123-S of the Capitol.

All members were present except:

Committee staff present: Alan Conroy, Legislative Research Department  
Russell Mills, Legislative Research Department  
April Holman, Legislative Research Department  
Norman Furse, Revisor of Statutes  
Michael Corrigan, Revisor of Statutes  
Judy Bromich, Administrative Assistant  
Ann Deitcher, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list

The meeting was called to order and the Subcommittee Report on the School for the Blind was read by Senator Jordan. (Attachment 1)

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1998.

For the Fiscal Year 1999, the Subcommittee concurred with the Governor's recommendation with the one observation on page 4, that at Omnibus, \$60,614 (SGF) be added for a 3.0 percent base salary adjustment.

There were questions asked in regard to the licensure and accreditation of the teachers at the School for the Blind and why the disparity of their salaries from those teachers in the public schools.

The Subcommittee Report was not adopted at this time.

Senator Jordan then read from the Subcommittee Report on the School for the Deaf. The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1998. (Attachment 2)

For the Fiscal Year 1999, the Subcommittee concurred with the Governor's recommendation with one observation: That the issue of the salary comparison study be reviewed and consideration given to add \$122,911 (SGF) for a 3.0 percent base salary adjustment to attempt to bring parity to the teachers' salary.

It was decided at this time that the findings of the Subcommittee provided the full Committee with enough information that the Subcommittee Report on the School for the Blind and the School for the Deaf could be voted on.

Senator Ranson moved, seconded by Senator Morris, rather than consider the base salary adjustments in Omnibus, to add them in an amendment at this time, to the Subcommittee Report on the School for the Blind and the School for the Deaf. The motion to amend carried by a voice vote.

Senator Jordan read from the Subcommittee Report on the Kansas State Library. The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1998. (Attachment 3)

For the Fiscal Year 1999, the Subcommittee concurred with the Governor's recommendation with modifications found on page 5.

After a discussion of \$254,000 included in the Governor's recommendation but deleted by the House, it was moved by Senator Jordan and seconded by Senator Morris to amend the Subcommittee Report on the State Library to point out the additional \$254,000 SGF. The motion to amend carried by a voice vote.

It was moved by Senator Jordan and seconded by Senator Morris to adopt the Subcommittee Reports, as amended, on the School for the Blind and the School for the Deaf. The motion carried on a voice vote.

It was moved by Senator Jordan and seconded by Senator Morris to adopt the Subcommittee Report, as amended, on the State Library. The motion carried on a voice vote.

Senator Jordan read from the Subcommittee Report on the Kansas State Historical Society. The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1998. *(Attachment 4.)*

For the Fiscal Year 1999, the Subcommittee concurred with the Governor's recommendation with the adjustments and observations found on pages 4 and 5.

Senator Ranson moved and Senator Lawrence seconded the motion to amend the Historical Society Report to allow the money for security staff be spent in whatever manner it takes to provide it. The motion carried on a voice vote.

Senator Jordan moved and Senator Morris seconded the motion to adopt, as amended, the Subcommittee Report, on the Kansas State Historical Society. The motion carried on a voice vote.

Senator Jordan read from the Subcommittee Report on the Kansas Arts Commission. The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1998 with the adjustment noted on page 3. *(Attachment 5.)*

For the Fiscal Year 1999, the Subcommittee concurred with the Governor's recommendation with the adjustments listed on pages 4, 5 and 6.

An amendment is to be made in item 3, page 5 of the 1999 recommendations. The sentence "The Subcommittee wishes to flag this issue for Omnibus review to determine what level of federal funding may be expected in FY 1999", is to be deleted.

It was moved by Senator Morris and seconded by Senator Jordan that this amendment be made to the Subcommittee Report. The motion to amend was carried by a voice vote.

It was moved by Senator Jordan and seconded by Senator Morris that the Subcommittee Report on the Kansas Arts Commission be adopted as amended. The motion carried on a voice vote.

Senator Morris moved and Senator Petty seconded that the minutes for February 16 and 17 be approved. The motion carried on a voice vote.

The meeting was adjourned at 11:50 a.m.

The next meeting is scheduled for February 26, 1998.

# SENATE WAYS AND MEANS COMMITTEE GUEST LIST

DATE: 2/25/98

NAME	REPRESENTING
Bob Harder	MPS
Robin Edmunds	(Manhattan) League of Women Voters
Linda Morse	League of Women Voters (Manhattan)
Donna Lauffer	League of Women Voters Johnson Co.
Mary Miller	League of Women Voters Lawrence
Vickilyn Hessel	Budget
Maryellen Simon	LWV of Kansas
Freda Jorgensen	LWV Wichita
Mary Ann Lamong	LWV Wichita
Jan Bahr	Ks. Governmental Consulting
Susan Ruff	Ks State Historical Society
Ramon Towne	Ks State Historical Society
Eric Hayashi	Ks Arts Commission
Jean Livingston	Ks Arts Council
Marion Cott	Ks Humanities Council
Anna Marie Wang	LWV
Dottie Harder	League of Women Voters



**SUBCOMMITTEE REPORT**

Agency: School for the Blind

Bill No. –

Bill Sec. –

Analyst: Burenheide

Analysis Pg. No. 220

Budget Page No. 101

<u>Expenditure Summary</u>	<u>Agency Estimate FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 4,459,391	\$ 4,459,391	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 4,459,391</u>	<u>\$ 4,459,391</u>	<u>\$ 0</u>
Capital Improvements	878,901	878,901	0
TOTAL	<u><u>\$ 5,338,292</u></u>	<u><u>\$ 5,338,292</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 3,881,473	\$ 3,881,473	\$ 0
Accessible Arts	150,000	150,000	0
Technology Lending Library	100,000	100,000	0
Subtotal - Operating	<u>\$ 4,131,473</u>	<u>\$ 4,131,473</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 4,131,473</u></u>	<u><u>\$ 4,131,473</u></u>	<u><u>\$ 0</u></u>
<b>Other Funds:</b>			
State Operations	\$ 225,450	\$ 225,450	\$ 0
Aid to Local Units	0	0	0
Technology Lending Library	102,468	102,468	0
Subtotal - Operating	<u>\$ 327,918</u>	<u>\$ 327,918</u>	<u>\$ 0</u>
Capital Improvements	878,901	878,901	0
TOTAL	<u><u>\$ 1,206,819</u></u>	<u><u>\$ 1,206,819</u></u>	<u><u>\$ 0</u></u>
FTE Positions	93.5	93.5	0.0
Unclassified Temp. Positions	16.5	16.5	0.0
TOTAL	<u><u>110.0</u></u>	<u><u>110.0</u></u>	<u><u>0.0</u></u>

**Agency Estimate/Governor's Recommendation**

The School estimates State Operating expenditures of \$4,459,391 for FY 1998. This estimate is \$14,775 above the amount approved by the 1997 Legislature, but the State General Fund estimate is the same as the amount approved by the Legislature during the 1997 Legislative Session. Under this estimate, \$4,131,473 would come from the State General Fund and \$327,918 would come from all other funds.

*S W+M  
2/25/98  
Attached 1-1*



Of the total FY 1998 estimate for operating expenditures, \$3,405,281 is for salaries and wages and \$1,054,110 is for other operating expenditures.

The Governor concurs with the agency's request.

**House Subcommittee Recommendation**

The Subcommittee concurs with the Governor's recommendation.

**House Committee Recommendation**

The House Committee concurs with the Subcommittee's recommendation.

Agency: School for the Blind

Bill No. –

Bill Sec. –

Expenditure Summary	Agency Estimate FY 98	Gov. Rec. FY 98	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 4,459,391	\$ 4,459,391	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 4,459,391	\$ 4,459,391	\$ 0
Capital Improvements	878,901	878,901	0
TOTAL	<u>\$ 5,338,292</u>	<u>\$ 5,338,292</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 3,881,473	\$ 3,881,473	\$ 0
Accessible Arts	150,000	150,000	0
Technology Lending Library	100,000	100,000	0
Subtotal - Operating	\$ 4,131,473	\$ 4,131,473	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 4,131,473</u>	<u>\$ 4,131,473</u>	<u>\$ 0</u>
Other Funds:			
State Operations	\$ 225,450	\$ 225,450	\$ 0
Aid to Local Units	0	0	0
Technology Lending Library	102,468	102,468	0
Subtotal - Operating	\$ 327,918	\$ 327,918	\$ 0
Capital Improvements	878,901	878,901	0
TOTAL	<u>\$ 1,206,819</u>	<u>\$ 1,206,819</u>	<u>\$ 0</u>
FTE Positions	93.5	93.5	0.0
Unclassified Temp. Positions	16.5	16.5	0.0
TOTAL	<u>110.0</u>	<u>110.0</u>	<u>0.0</u>

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2/25/98  
Attachment 1-2

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor's recommendation.



\_\_\_\_\_  
Senator Nick Jordan



\_\_\_\_\_  
Senator Stephen Morris



\_\_\_\_\_  
Senator Marge Petty

S W+M  
2/25/98

Attachment 1-3

**SUBCOMMITTEE REPORT**

Agency: School for the Blind

Bill No. 2893

Bill Sec. 63

Analyst: Burenheide

Analysis Pg. No. 220

Budget Page No. 101

<u>Expenditure Summary</u>	<u>Agency Request FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 4,714,923	\$ 4,628,373	\$ 99,921
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 4,714,923</u>	<u>\$ 4,628,373</u>	<u>\$ 99,921</u>
Capital Improvements	289,654	289,654	0
TOTAL	<u><u>\$ 5,004,577</u></u>	<u><u>\$ 4,918,027</u></u>	<u><u>\$ 99,921</u></u>
<b>State General Fund:</b>			
State Operations	\$ 4,249,759	\$ 4,095,209	\$ 99,921
Accessible Arts	150,000	150,000	0
Technology Lending Library	0	0	0
Subtotal - Operating	<u>\$ 4,399,759</u>	<u>\$ 4,245,209</u>	<u>\$ 99,921</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 4,399,759</u></u>	<u><u>\$ 4,245,209</u></u>	<u><u>\$ 99,921</u></u>
<b>Other Funds:</b>			
State Operations	\$ 215,164	\$ 283,164	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Technology Lending Library	100,000	100,000	0
Subtotal - Operating	<u>\$ 315,164</u>	<u>\$ 383,164</u>	<u>\$ 0</u>
Capital Improvements	289,654	289,654	0
TOTAL	<u><u>\$ 604,818</u></u>	<u><u>\$ 672,818</u></u>	<u><u>\$ 0</u></u>
<b>FTE Positions</b>			
FTE Positions	93.5	93.5	0.0
Unclassified Temp. Positions	11.5	11.5	0.0
TOTAL	<u><u>105.0</u></u>	<u><u>105.0</u></u>	<u><u>0.0</u></u>

**Agency Request/Governor's Recommendation**

The School requests FY 1999 operating expenditures of \$4,714,923, an increase of \$255,532 or 5.7 percent above the FY 1998 estimate. Of the total FY 1999 request, \$4,399,759 or 93.3 percent is from the State General Fund and \$315,164 or 6.7 percent is from all other funds.

**The Governor** recommends \$4,628,373 or 1.8 percent less than the School's request. **The Governor's** recommendation is \$168,982 or 3.8 percent more than the FY 1998 recommendation.

*S. W. M.  
2/25/98*

*Attachment 1-4*



The State General Fund request is \$268,286 or 6.5 percent above the FY 1998 estimate. The all other funds request is \$12,754 or 3.9 percent less than the FY 1998 estimate. Of the total FY 1999 request for operating expenditures, \$3,607,361 is for salaries and wages and \$274,481 is for other operating expenditures.

**The Governor** recommends \$4,245,209 from the State General Fund. That recommendation is \$154,550 or 3.5 percent less than the school's request. The FY 1999 recommendation is \$113,760 or 2.8 percent higher than the FY 1998 recommendation.

The School also requests that the \$100,000 (SGF) that was allocated for a Technology Lending Library for FY 1998 be reallocated for FY 1999 as the School has not been able to raise the total amount in FY 1998. The School is matching the State General Fund appropriation with \$100,000 in private grants and donations for the start-up of an ongoing program to provide students and school districts with special educational equipment that local school districts are not able to provide. **The Governor concurs with this request.**

**Absent requested FY 1999 enhancements**, the School's request would represent an increase of \$61,534, or 1.4 percent.

### House Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation, with the following adjustment:

1. Add \$99,921 (SGF) for a 5.0 percent Teacher Salary Equity Adjustment. The Subcommittee received a report from the Division of Personnel Services (DPS). The report looked at three studies and concluded, "that the Kansas Schools for the Blind and Deaf are below the market average in entry level pay for both Bachelor's and Master's Degree teacher levels."
2. Make technical corrections to the appropriations bill necessary to correctly reflect the Governor's recommendation.

### House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

S W+Jm  
2/25/38  
Attachment 1-5

Agency: School for the Blind

Bill No. 642

Bill Sec. 63

<u>Expenditure Summary</u>	<u>Agency Request FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 4,714,923	\$ 4,628,373	\$ (122,295)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 4,714,923</u>	<u>\$ 4,628,373</u>	<u>\$ (122,295)</u>
Capital Improvements	289,654	289,654	0
<b>TOTAL</b>	<u><u>\$ 5,004,577</u></u>	<u><u>\$ 4,918,027</u></u>	<u><u>\$ (122,295)</u></u>
<b>State General Fund:</b>			
State Operations	\$ 4,249,759	\$ 4,095,209	\$ (119,849)
Accessible Arts	150,000	150,000	0
Technology Lending Library	0	0	0
Subtotal - Operating	<u>\$ 4,399,759</u>	<u>\$ 4,245,209</u>	<u>\$ (119,849)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 4,399,759</u></u>	<u><u>\$ 4,245,209</u></u>	<u><u>\$ (119,849)</u></u>
<b>Other Funds:</b>			
State Operations	\$ 215,164	\$ 283,164	\$ (2,446)
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Technology Lending Library	100,000	100,000	0
Subtotal - Operating	<u>\$ 315,164</u>	<u>\$ 383,164</u>	<u>\$ (2,446)</u>
Capital Improvements	289,654	289,654	0
<b>TOTAL</b>	<u><u>\$ 604,818</u></u>	<u><u>\$ 672,818</u></u>	<u><u>\$ (2,446)</u></u>
FTE Positions	93.5	93.5	0.0
Unclassified Temp. Positions	11.5	11.5	0.0
<b>TOTAL</b>	<u><u>105.0</u></u>	<u><u>105.0</u></u>	<u><u>0.0</u></u>

\* Includes a reduction of \$122,295 (\$119,849 from the State General Fund) for the Governor's employee salary adjustment.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor's recommendation, with the following observations:

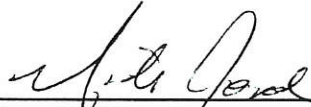
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2/25/98*

*Attachment 6*

1. Last year, the Subcommittee requested a salary comparison study of the School for the Blind. The Subcommittee received a report from the Division of Personal Services (DPS). The report offered the following:

	<u>BS-1</u>	<u>MS-1</u>
KSSB-KSSD	\$ 20,940	\$ 23,662
Lawrence	22,025	24,878
Leavenworth	22,425 + \$1,200 added compensation	24,780 + \$1,200 added compensation
Olathe	22,625	25,567
Turner	22,658	26,226
Topeka	22,814	25,904
Kansas City, Kansas	24,561	26,168
Shawnee Mission	25,341	29,299

The Subcommittee recommends that at Omnibus, the Subcommittee review this issue and consider adding \$60,614 (SGF) for a 3.0 percent base salary adjustment to attempt to bring parity to the teacher's salaries.



Senator Nick Jordan, Subcommittee Chair



Senator Stephen Morris



Senator Marge Petty

S W+M  
2/25/98

Attachment 1-7



**SUBCOMMITTEE REPORT**

Agency: School for the Deaf

Bill No. –

Bill Sec. –

Analyst: Burenheide

Analysis Pg. No. 233

Budget Page No. 153

<u>Expenditure Summary</u>	<u>Agency Estimate FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 6,925,353	\$ 6,910,445	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 6,925,353</u>	<u>\$ 6,910,445</u>	<u>\$ 0</u>
Capital Improvements	<u>1,045,956</u>	<u>1,045,956</u>	<u>0</u>
TOTAL	<u><u>\$ 7,971,309</u></u>	<u><u>\$ 7,956,401</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 6,728,318	\$ 6,713,410	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 6,728,318</u>	<u>\$ 6,713,410</u>	<u>\$ 0</u>
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u><u>\$ 6,728,318</u></u>	<u><u>\$ 6,713,410</u></u>	<u><u>\$ 0</u></u>
<b>Other Funds:</b>			
State Operations	\$ 197,035	\$ 197,035	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 197,035</u>	<u>\$ 197,035</u>	<u>\$ 0</u>
Capital Improvements	<u>1,045,956</u>	<u>1,045,956</u>	<u>0</u>
TOTAL	<u><u>\$ 1,242,991</u></u>	<u><u>\$ 1,242,991</u></u>	<u><u>\$ 0</u></u>
FTE Positions	176.5	176.5	0.0
Unclass. Temp. Positions	<u>27.0</u>	<u>27.0</u>	<u>0.0</u>
TOTAL	<u><u>203.5</u></u>	<u><u>203.5</u></u>	<u><u>0.0</u></u>

*S W + DM  
2/25/98  
Attachment 2-1*

### **Agency Estimate/Governor's Recommendation**

The School estimates operating expenditures of \$6,925,353, which is \$540 less than the amount approved by the 1997 Legislature for FY 1998. The \$540 reduction is from the State General Fund.

Of the total FY 1998 estimate for operating expenditures, \$6,728,318 is from the State General Fund and \$197,035 is from all other funds. For FY 1998, \$6,031,082 is estimated for salaries and wages. This figure is \$321,625, or 5.6 percent above FY 1997 actuals.

**The Governor** recommends operating expenditures of \$6,910,445, which is \$15,448 or 2.9 percent less than the amount approved by the 1997 Legislature. The entire reduction is from the State General Fund. **The Governor's** recommendation is \$14,908 less (or 0.3 percent) than the School's estimate. **The Governor** recommends \$6,713,410 from the State General Fund and \$197,035 from all other funds.

### **House Subcommittee Recommendation**

The House Subcommittee concurs with the Governor's recommendation.

### **House Committee Recommendation**

The House Committee concurs with the Subcommittee's recommendations.

S WJM  
2/25/98

Attachment 22

Agency: School for the Deaf

Bill No. -

Bill Sec. -

Expenditure Summary	Agency Estimate FY 98	Gov. Rec. FY 98	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 6,925,353	\$ 6,910,445	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 6,925,353	\$ 6,910,445	\$ 0
Capital Improvements	1,045,956	1,045,956	0
<b>TOTAL</b>	<b>\$ 7,971,309</b>	<b>\$ 7,956,401</b>	<b>\$ 0</b>
<b>State General Fund:</b>			
State Operations	\$ 6,728,318	\$ 6,713,410	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 6,728,318	\$ 6,713,410	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 6,728,318</b>	<b>\$ 6,713,410</b>	<b>\$ 0</b>
<b>Other Funds:</b>			
State Operations	\$ 197,035	\$ 197,035	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 197,035	\$ 197,035	\$ 0
Capital Improvements	1,045,956	1,045,956	0
<b>TOTAL</b>	<b>\$ 1,242,991</b>	<b>\$ 1,242,991</b>	<b>\$ 0</b>
FTE Positions	176.5	176.5	0.0
Unclass. Temp. Positions	27.0	27.0	0.0
<b>TOTAL</b>	<b>203.5</b>	<b>203.5</b>	<b>0.0</b>

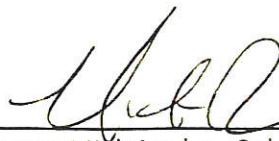
**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendation.

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2/25/98*

*Attachment 2-3*

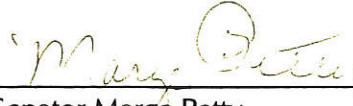




Senator Nick Jordan, Subcommittee Chair



Senator Stephen Morris



Senator Marge Petty

S WJM  
2/25/98  
Attachment 2-4

**SUBCOMMITTEE REPORT**

Agency: School for the Deaf

Bill No. 2893

Bill Sec. 64

Analyst: Burenheide

Analysis Pg. No. 233

Budget Page No. 153

<u>Expenditure Summary</u>	<u>Agency Request FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 7,525,466	\$ 7,188,556	\$ 204,852
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 7,525,466	\$ 7,188,556	\$ 204,852
Capital Improvements	787,713	503,813	25,000
<b>TOTAL</b>	<b>\$ 8,313,279</b>	<b>\$ 7,692,369</b>	<b>\$ 229,852</b>
<b>State General Fund:</b>			
State Operations	\$ 7,328,431	\$ 6,923,521	\$ 204,852
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 7,328,431	\$ 6,923,521	\$ 204,852
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 7,328,431</b>	<b>\$ 6,923,521</b>	<b>\$ 204,852</b>
<b>Other Funds:</b>			
State Operations	\$ 197,035	\$ 265,035	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 197,035	\$ 265,035	\$ 0
Capital Improvements	787,813	503,813	25,000
<b>TOTAL</b>	<b>\$ 984,848</b>	<b>\$ 768,848</b>	<b>\$ 25,000</b>
FTE Positions	179.5	175.5	0.0
Unclass. Temp. Positions	27.0	27.0	0.0
<b>TOTAL</b>	<b>206.5</b>	<b>202.5</b>	<b>0.0</b>

*S W+M  
2/25/98*

*Attachment 2-5*

### Agency Request/Governor's Recommendation

The School requests operating expenditures of \$7,525,466, or 8.7 percent above the FY 1998 estimate. Out of that request, \$7,328,431 is from the State General Fund and \$197,035 is from all other funds. For FY 1999, the School requests \$6,541,348, which is \$510,266 or 8.5 percent above the FY 1998 estimate for salaries and wages for FY 1999.

**The Governor** recommends operating expenditures of \$7,188,556 or 4.0 percent above the FY 1998 recommendation. The Governor's recommendation is \$336,910 or 4.5 percent less than the agency's request. **The Governor** recommends \$6,923,521 from the State General Fund and \$265,035 from all other funds.

**Absent requested FY 1999 enhancements**, the School's operating expenditure request would represent a decrease of \$422,030 or (5.3) percent.

### House Subcommittee Recommendation

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

1. Add \$204,852 (SGF) for a 5.0 percent Teacher Salary Equity Adjustment. The Subcommittee received a report from the Division of Personnel Services (DPS). The report looked at three studies and concluded, "that the Kansas Schools for the Blind and Deaf are below the market average in entry level pay for both Bachelor's and Master's Degree teacher levels."
2. Add \$25,000 (SIBF) to repair the roof of the dressing room in the Old Gym. The Subcommittee received information that this roof has not been replaced since at least 1975 and has been leaking for several years.
3. Make technical corrections to the appropriations bill necessary to correctly reflect the Governor's recommendation.

### House Committee Recommendation

The House Committee concurs with the Subcommittee's recommendations.

S W+M  
2/25/98  
Attachment 2-6



Agency: School for the Deaf

Bill No. 642

Bill Sec. 64

<u>Expenditure Summary</u>	<u>Agency Request FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 7,525,466	\$ 7,188,556	\$ (243,065)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 7,525,466</u>	<u>\$ 7,188,556</u>	<u>\$ (243,065)</u>
Capital Improvements	787,713	503,813	0
TOTAL	<u><u>\$ 8,313,279</u></u>	<u><u>\$ 7,692,369</u></u>	<u><u>\$ (243,065)</u></u>
State General Fund:			
State Operations	\$ 7,328,431	\$ 6,923,521	\$ (240,634)
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 7,328,431</u>	<u>\$ 6,923,521</u>	<u>\$ (240,634)</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 7,328,431</u></u>	<u><u>\$ 6,923,521</u></u>	<u><u>\$ (240,634)</u></u>
Other Funds:			
State Operations	\$ 197,035	\$ 265,035	\$ (2,431)
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 197,035</u>	<u>\$ 265,035</u>	<u>\$ (2,431)</u>
Capital Improvements	787,813	503,813	0
TOTAL	<u><u>\$ 984,848</u></u>	<u><u>\$ 768,848</u></u>	<u><u>\$ (2,431)</u></u>
FTE Positions	179.5	175.5	0.0
Unclass. Temp. Positions	27.0	27.0	0.0
TOTAL	<u><u>206.5</u></u>	<u><u>202.5</u></u>	<u><u>0.0</u></u>

\* Includes a reduction of \$243,065 (\$240,634 from the State General Fund) for the Governor's employee salary adjustments.

S. W. J. M.  
2/25/98

Attachment 2-7

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation, with the following observations:

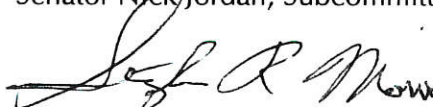
1. Last year, the Subcommittee requested a salary comparison study of the School for the Deaf. The Subcommittee received a report from the Division of Personal Services (DPS). The report offered the following:

	<u>BS-1</u>	<u>MS-1</u>
KSSB-KSSD	\$ 20,940	\$ 23,662
Lawrence	22,025	24,878
Leavenworth	22,425 + \$1,200 added compensation	24,780 + \$1,200 added compensation
Olathe	22,625	25,567
Turner	22,658	26,226
Topeka	22,814	25,904
Kansas City, Kansas	24,561	26,168
Shawnee Mission	25,341	29,299

The Subcommittee recommends that at Omnibus, the Subcommittee review this issue and consider adding \$122,911 (SGF) for a 3.0 percent base salary adjustment to attempt to bring parity to the teacher's salaries.



\_\_\_\_\_  
Senator Nick Jordan, Subcommittee Chair



\_\_\_\_\_  
Senator Stephen Morris



\_\_\_\_\_  
Senator Marge Petty

*S W+M  
2/25/98*

*Attachment 28*



**SUBCOMMITTEE REPORT**

**Agency:** Kansas State Library

**Bill No.**

**Bill Sec.**

**Analyst:** Davis

**Analysis Pg. No.** 261

**Budget Page No.** 357

<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 2,174,180	\$ 2,174,180	\$ 0
Aid to Local Units	3,842,758	3,842,758	0
Other Assistance	6,125	6,125	0
Subtotal - Operating	<u>\$ 6,023,063</u>	<u>\$ 6,023,063</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 6,023,063</u></u>	<u><u>\$ 6,023,063</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 1,715,291	\$ 1,715,291	\$ 0
Aid to Local Units	2,956,108	2,956,108	0
Other Assistance	6,125	6,125	0
Subtotal - Operating	<u>\$ 4,677,524</u>	<u>\$ 4,677,524</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 4,677,524</u></u>	<u><u>\$ 4,677,524</u></u>	<u><u>\$ 0</u></u>
FTE Positions	27.0	27.0	-
Unclassified Temp. Positions	0.0	0.0	-
<b>TOTAL</b>	<u><u>27.0</u></u>	<u><u>27.0</u></u>	<u><u>-</u></u>

**Agency Est./Governor's Recommendation**

The agency's FY 1998 request is \$6,023,063. This is an increase of \$147,339 over the amount approved by the 1997 Legislature. The increase results from a \$10,000 grant from the American Library Association for development of the agency's website, and an additional \$137,339 in federal Library Services and Technology Act funding.

The Governor concurs with the agency's request.

**House Subcommittee Recommendation**

The Subcommittee concurs with the Governor's recommendation.

*S. W + M  
2/25/98*

*Attachment 3-1*



### House Committee Recommendation

The Committee concurs with the recommendation of the Subcommittee.

### House Committee of the Whole Recommendation

The full House has not taken action on this budget.

Agency: Kansas State Library

Bill No.

Bill Sec.

<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>Senate Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 2,174,180	\$ 2,174,180	\$ 0
Aid to Local Units	3,842,758	3,842,758	0
Other Assistance	<u>6,125</u>	<u>6,125</u>	<u>0</u>
Subtotal - Operating	\$ 6,023,063	\$ 6,023,063	\$ 0
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 6,023,063</u>	<u>\$ 6,023,063</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 1,715,291	\$ 1,715,291	\$ 0
Aid to Local Units	2,956,108	2,956,108	0
Other Assistance	<u>6,125</u>	<u>6,125</u>	<u>0</u>
Subtotal - Operating	\$ 4,677,524	\$ 4,677,524	\$ 0
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 4,677,524</u>	<u>\$ 4,677,524</u>	<u>\$ 0</u>
FTE Positions	27.0	27.0	-
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>-</u>
TOTAL	<u>27.0</u>	<u>27.0</u>	<u>-</u>

S W + M  
2/25/98  
Attachment 3-2




**Senate Subcommittee Recommendation**

The Subcommittee concurs with the recommendation of the Governor.



\_\_\_\_\_  
Senator Nick Jordan  
Subcommittee Chair



\_\_\_\_\_  
Senator Stephen R. Morris



\_\_\_\_\_  
Senator Marge Petty

S. W. M.  
2/25/98

Attachment 3-3

**SUBCOMMITTEE REPORT**

Agency: Kansas State Library

Bill No. 2893

Bill Sec. 63

Analyst: Davis

Analysis Pg. No. 261

Budget Page No. 357

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 2,685,395	\$ 2,321,611	\$ 0
Aid to Local Units	4,551,038	3,805,538	(254,500)
Other Assistance	6,125	6,125	0
Subtotal - Operating	\$ 7,242,558	\$ 6,133,274	\$ (254,500)
Capital Improvements	0	0	0
TOTAL	<u>\$ 7,242,558</u>	<u>\$ 6,133,274</u>	<u>\$ (254,500)</u>
State General Fund:			
State Operations	\$ 1,947,325	\$ 1,583,541	\$ 0
Aid to Local Units	3,956,108	3,210,608	(254,500)
Other Assistance	6,125	6,125	0
Subtotal - Operating	\$ 5,909,558	\$ 4,800,274	\$ (254,500)
Capital Improvements	0	0	0
TOTAL	<u>\$ 5,909,558</u>	<u>\$ 4,800,274</u>	<u>\$ (254,500)</u>
FTE Positions	30.0	27.0	-
Unclassified Temp. Positions	0.0	0.0	-
TOTAL	<u>30.0</u>	<u>27.0</u>	<u>-</u>

**Agency Req./Governor's Recommendation**

The agency requests \$7,242,558 for FY 1999 to provide \$2,685,395 for state operations and \$4,551,038 in grants to public libraries and regional library systems. The FY 1999 request reflects a State General Fund increase of \$1,232,034 (26.3 percent) from FY 1998. This includes a \$1,000,000 enhancement for grants-in-aid to local libraries. The agency requests a total increase of \$1,219,495 (20.2 percent) in FY 1999. The principal requested increases are summarized in the Requested Enhancements narrative below.

The Governor recommends funding of \$6,133,274, a reduction of \$1,109,284 (15.3 percent) from the agency's request. The Governor's recommendation includes \$4,800,274 from the State General Fund and \$1,333,000 from other funds. The Governor's recommendation includes \$47,082 (including fringe benefits) for state employee salary adjustments, including \$16,623 for a 1.5 percent classified base salary adjustment and a 4.0 percent unclassified merit pool.

*S W + M*  
*2/25/98*  
*Attachment 3-4*

## Requested Enhancements

The following requested enhancements are listed in order of the agency's priority.

**1. Library Development Division.** The agency requests \$1,000,000 (SGF) for State Grants-in-Aid (GIA) to local libraries. The money requested is to replace the \$509,000 of federal funds which now must be used to meet program priorities of the new federal Library Services and Technology Act, and an additional \$491,000 to increase the total amount of the GIA authorization.

**The Governor** recommends an increase of \$254,500 (SGF) in state aid to local libraries:

**2. Library Information Technology Division.** The agency requests \$150,000 (SGF) for a continuation of a FY 1998 authorization for statewide library access to research databases (FirstSearch service). This could not be accommodated within the allocations of the Budget Division. The agency states that libraries of all types are relying on these databases to support local education, academic research, economic development research, and daily living information service.

**The Governor** does not recommend this enhancement.

**3. Reference Services Division.** The agency requests \$107,306 (SGF) for an Online Public Access Catalog (OPAC). The agency states that OPAC is to be established in partnership with the State Historical Society, the Supreme Court Law Library, and Washburn University's Mabee Library and Law School Library. It will be a virtual catalog of all of these libraries and a gateway to research databases. Of the amount requested, \$102,156 is a one-time expenditure and the remainder approximates the continuing annual expense.

**The Governor** does not recommend this enhancement.

**4. Library Information Technology Division.** The agency requests \$49,468 for technical support staff and other operating expenditures for the Library's technology requirements for research and information services. The request includes \$37,991 (SGF including fringe benefits) for a new 1.0 FTE Microcomputer Systems Support Technician III and \$11,477 for other operating expenditures and capital outlay relating to the requested new 1.0 FTE.

**The Governor** does not recommend this enhancement.

**5. Reference Services Division.** The agency requests \$51,032 (SGF) for additional staff for the Reference Services Division. The request includes funds for 2.0 new FTE positions, a Librarian (\$28,082, including fringe benefits) and an Office Assistant I (\$16,412, including fringe benefits). The request includes funding for current staffing of the program and for classified step movement (\$4,236) and longevity pay (\$5,080).

**The Governor** does not recommend this enhancement.

S w+m  
2/25/98  
Attachment 3-5



## House Subcommittee Recommendation

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

1. Delete the \$254,500 enhancement recommended by the Governor in funding for aid to local libraries. The Subcommittee believes that the agency's need for additional State General Fund monies is not as great as that of other agencies.
2. The Subcommittee suggests that the agency consider the purchase of the FirstSearch research database and an Online Public Access Catalog with federal Library Services and Technology Act funds within available current resources. The Subcommittee notes that these programs are of great importance to users of libraries across Kansas.

## MINORITY REPORT

I disagree with the Subcommittee's recommendation to delete the increased funding for aid to local libraries recommended by the Governor. My disagreement stems from concern for the operating budgets of small libraries across the state.

The Library Services and Technology Act of 1996 (LSTA) replaces the Library Services and Construction Act. It no longer allows general operations grants. LSTA funding is restricted to programs for establishing or enhancing electronic linkages; helping libraries to acquire information and telecommunication technologies; encouraging and supporting the sharing of information resources; and assisting library services to people in special populations including under served rural communities. Due to changes mandated by LSTA, the Kansas State Library must redirect \$509,000 of federal grants in aid to local libraries away from general operations. While the uses for which federal LSTA monies can be put are indeed valuable to libraries and their customers, I believe that the many small local libraries in the non-urban areas of the state will suffer from the loss of grants for general operating costs. The Governor's recommendation of a \$254,000 in state grants in aid to local libraries would make up for half of the grant money which can no longer be used for operations.

It is my belief that the Governor's recommendation should be approved and that an additional \$254,000 be provided from the State General Fund to make up the full \$509,000 in operating grants lost. This money is vital for the operations of local libraries, the recommendations made by the Subcommittee would result in the loss of an important part of the general operating budgets of small public libraries across the state.

---

Representative Richard R. Reinhardt

## House Committee Recommendation

The Committee concurs with the recommendation of the Subcommittee.

S W+M  
2/25/98

Attachment 36



### House Committee of the Whole Recommendation

The full House has not taken action on this budget.

Agency: Kansas State Library

Bill No. 642

Bill Sec. 63

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 2,685,395	\$ 2,321,611	\$ (45,992)*
Aid to Local Units	4,551,038	3,805,538	0
Other Assistance	<u>6,125</u>	<u>6,125</u>	<u>(45,992)</u>
Subtotal - Operating	\$ 7,242,558	\$ 6,133,274	\$ 0
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 7,242,558</u>	<u>\$ 6,133,274</u>	<u>\$ (45,992)</u>
State General Fund:			
State Operations	\$ 1,947,325	\$ 1,583,541	\$ (38,173)
Aid to Local Units	3,956,108	3,210,608	0
Other Assistance	<u>6,125</u>	<u>6,125</u>	<u>0</u>
Subtotal - Operating	\$ 5,909,558	\$ 4,800,274	\$ (38,173)
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 5,909,558</u>	<u>\$ 4,800,274</u>	<u>\$ (38,173)</u>
FTE Positions	30.0	27.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>30.0</u>	<u>27.0</u>	<u>0.0</u>

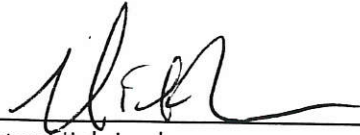
\* Includes a reduction of \$45, 992 (of which \$38,173 is from the State General Fund) for the Governor's employee salary adjustment.

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor with the following modifications.

*S W+DM  
2/25/98  
Attachment 3-7*

1. Delete \$45,992, including \$38,173 from the State General Fund, based on the recommendation to delete funding for the 4.0 percent unclassified merit pool (\$5,007); classified step movement (\$15,894); longevity bonus payments (\$13,129); and the 1.5 percent classified base salary adjustment (\$11,962) from individual agency budgets.
2. The Subcommittee encourages the agency to purchase the FirstSearch research database and an Online Public Access Catalog with federal Library Services and Technology Act funds within available resources for FY 1999. The Subcommittee notes that these programs are of great importance to users of libraries across Kansas.



\_\_\_\_\_  
Senator Nick Jordan  
Subcommittee Chair



\_\_\_\_\_  
Senator Stephen R. Morris



\_\_\_\_\_  
Senator Marge Petty

S w+Jm  
2/25/98  
Attachment 3-8

**SUBCOMMITTEE REPORT**

**Agency:** Kansas State Historical Society

**Bill No.** 2895

**Bill Sec.** 4

**Analyst:** Robinson

**Analysis Pg. No.** 249

**Budget Page No.** 248

<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>House Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 6,746,688	\$ 6,746,688	\$ 0
Aid to Local Units	755,513	755,513	0
Other Assistance	75,000	75,000	0
Subtotal - Operating	<u>\$ 7,577,201</u>	<u>\$ 7,577,201</u>	<u>\$ 0</u>
Capital Improvements	612,876	612,876	0
TOTAL	<u><u>\$ 8,190,077</u></u>	<u><u>\$ 8,190,077</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 5,579,727	\$ 5,579,727	\$ 0
Aid to Local Units	0	0	0
Other Assistance	75,000	75,000	0
Subtotal - Operating	<u>\$ 5,654,727</u>	<u>\$ 5,654,727</u>	<u>\$ 0</u>
Capital Improvements	389,261	389,261	0
TOTAL	<u><u>\$ 6,043,988</u></u>	<u><u>\$ 6,043,988</u></u>	<u><u>\$ 0</u></u>
FTE Positions	136.5	136.5	0.0
Unclassified Temp. Positions	11.0	10.0	0.0
TOTAL	<u><u>147.5</u></u>	<u><u>146.5</u></u>	<u><u>0.0</u></u>

**Agency Estimate/Governor's Recommendation**

The Society's revised current year estimate is an increase of \$43,887 over the amount approved by the 1997 Legislature. The Society requests a State General Fund supplemental totaling \$24,860 for additional expenses related to its contract for private security services at its facilities. In addition, the revised estimate reflects the addition of an unclassified temporary architect position in the Historic Sites program for FY 1998 only. The position was added to expedite the completion of capital improvement projects at Adair Cabin and Mine Creek Battlefield.

The Governor concurs with the Society's revised FY 1998 estimate, including a supplemental appropriation of \$24,860 from the State General Fund. The Governor includes funding for the architect position, but does not reflect the position in the agency's total position count.

*S. W. D.*  
*2/25/98*  
*Attachment 4-1*

**House Subcommittee Recommendation**

The House Subcommittee concurs with the Governor's recommendation.

**House Committee Recommendation**

The House Committee concurs.

**House Committee of the Whole Recommendation**

The full House has not taken action on this budget.

Agency: Kansas State Historical Society

Bill No. 643

Bill Sec. 4

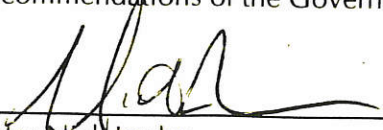
<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>Senate Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 6,746,688	\$ 6,746,688	\$ 0
Aid to Local Units	755,513	755,513	0
Other Assistance	75,000	75,000	0
Subtotal - Operating	\$ 7,577,201	\$ 7,577,201	\$ 0
Capital Improvements	612,876	612,876	0
<b>TOTAL</b>	<b>\$ 8,190,077</b>	<b>\$ 8,190,077</b>	<b>\$ 0</b>
State General Fund:			
State Operations	\$ 5,579,727	\$ 5,579,727	\$ 0
Aid to Local Units	0	0	0
Other Assistance	75,000	75,000	0
Subtotal - Operating	\$ 5,654,727	\$ 5,654,727	\$ 0
Capital Improvements	389,261	389,261	0
<b>TOTAL</b>	<b>\$ 6,043,988</b>	<b>\$ 6,043,988</b>	<b>\$ 0</b>
FTE Positions	136.5	136.5	0.0
Unclassified Temp. Positions	11.0	10.0	0.0
<b>TOTAL</b>	<b>147.5</b>	<b>146.5</b>	<b>0.0</b>

*5 w+3m  
Apr 2/25/98  
Attachment 4-2*



**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendations of the Governor.

  
\_\_\_\_\_  
Senator Nick Jordan  
Subcommittee Chair

  
\_\_\_\_\_  
Senator Stephen R. Morris

  
\_\_\_\_\_  
Senator Marge Petty

S WJM  
2/25/98

Attachment 4-3

**SUBCOMMITTEE REPORT**

**Agency:** Kansas State Historical Society

**Bill No.** 2893

**Bill Sec.** 65

**Analyst:** Robinson

**Analysis Pg. No.** 249

**Budget Page No.** 248

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 7,249,655	\$ 6,913,120	\$ 200,000
Aid to Local Units	755,513	755,513	0
Other Assistance	100,000	100,000	0
Subtotal	\$ 8,105,168	\$ 7,768,633	\$ 200,000
Capital Improvements	3,048,652	334,573	0
<b>TOTAL</b>	<b><u>\$ 11,153,820</u></b>	<b><u>\$ 8,103,206</u></b>	<b><u>\$ 200,000</u></b>
State General Fund:			
State Operations	\$ 6,140,338	\$ 5,799,674	\$ 0
Aid to Local Units	0	0	0
Other Assistance	100,000	100,000	0
Subtotal	\$ 6,240,338	\$ 5,899,674	\$ 0
Capital Improvements	3,048,652	334,573	0
<b>TOTAL</b>	<b><u>\$ 9,288,990</u></b>	<b><u>\$ 6,234,247</u></b>	<b><u>\$ 0</u></b>
FTE Positions	136.5	136.5	0.0
Unclassified Temp. Positions	10.0	10.0	0.0
<b>TOTAL</b>	<b><u>146.5</u></b>	<b><u>146.5</u></b>	<b><u>0.0</u></b>

**Agency Request/Governor's Recommendation**

The Society's FY 1999 budget request would provide for an increase of \$527,967 from the current year revised budget. Financing from the State General Fund would increase by \$585,611, while financing from other special revenue funds would be reduced by \$57,644. Included in the request is \$516,674 (including \$510,874 from the State General Fund) for nine enhancements. The requested enhancements include: creating Kansas history packets (\$53,000); equipment replacement (\$50,000); making the public more aware of the Society's programs through the use of the media and printed materials (\$50,000); funding to allow the Society to end its contract for private security services and utilize the services of the Capitol Police (\$123,268); funding for an online public access catalog program (\$70,104); funding for orientation videos for the museum and historic sites (\$30,000); establishing a new Heritage Assistance program (\$39,000); acquisition of a camera that will produce both microfilm and microfiche (\$76,302); and an increase to the Society's grant to the Kansas Humanities Council (\$25,000).

*S W + DM  
2/25/98  
Attachment 4-4*

The Governor's recommendation for operating expenditures is a reduction of \$336,535 from the agency's request. The Governor includes in his recommendation funding for three of the nine requested enhancements. He concurs with the request for equipment replacement (\$50,000), and the increased grant to the Kansas Humanities Council (\$25,000). With regard to security issues, the Governor recommends additional funding of \$36,283, but recommends that the Society continue to obtain security services through a contract with a private vendor. The Governor's recommendation includes funding for a 1.5 base salary adjustment for classified employees and a 4.0 percent unclassified merit pool.

### House Subcommittee Recommendation

The House Subcommittee concurs with the recommendations of the Governor, with the following adjustments and observations:

1. The Subcommittee recommends that the Society aggressively pursue donations from visitors to its facilities. Currently, the Society collects donations of approximately \$4,000 annually from the estimated 135,000 to 140,000 visitors to the Kansas Museum of History and the state historic sites. As an incentive to more actively pursue voluntary contributions from visitors, the Subcommittee recommends that funding not to exceed \$100,000 from the Economic Development Initiatives Fund be provided as matching funds for any contributions raised by the Society. In essence, for every dollar of voluntary contributions the Society receives, it will earn two dollars. The Society would certify the amount of contributions it had received on a quarterly basis for purposes of the EDIF match. The Subcommittee believes the funding should not be used to replace State General Fund moneys for ongoing operational expenditures, but should be used specifically for education, promotion, or preservation of historic sites. The Society would be free to address its more pressing needs in those areas with the funding.
2. The Subcommittee recommends the introduction of a bill to amend K.S.A. 76-2056, which relates to the use of the Society's facilities by third parties for special events. The statute currently allows the Society to establish fees for use of its facilities, and the fees collected are deposited in the Historical Society Facilities Fund. Expenditures from the fund are allowed *only* to cover the costs related to the use of the facilities. The Subcommittee recommends that the provision limiting expenditures be removed from the statute. This would, in effect, allow the Society to make a profit on the rental of its facilities, and the resulting funding could also be used to address the Society's priority spending needs.
3. The Subcommittee wishes to commend the Society on its education and outreach efforts and on the improvements made at the state historic sites. The Society has made great progress in fulfilling its mission to assist the public in understanding and appreciating Kansas heritage.

J W J M  
2/25/98

Attachment 4-5



**House Committee Recommendation**

The House Committee concurs and recommends that a copy of a study regarding the issue of charging an admittance fee at the Museum of History and other historic sites be included as an attachment to this report. The study was requested by the House Committee during the 1997 Session.

**House Committee of the Whole Recommendation**

The full House has not taken action on this budget.

Agency: Kansas State Historical Society

Bill No. 642

Bill Sec. 65

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Gov. Rec. FY 99*</u>	<u>Senate Subcommittee Adjustments**</u>
All Funds:			
State Operations	\$ 7,249,655	\$ 6,913,120	\$ (63,943)
Aid to Local Units	755,513	755,513	0
Other Assistance	100,000	100,000	0
Subtotal - Operating	<u>\$ 8,105,168</u>	<u>\$ 7,768,633</u>	<u>\$ (63,943)</u>
Capital Improvements	3,048,652	334,573	0
TOTAL	<u><u>\$ 11,153,820</u></u>	<u><u>\$ 8,103,206</u></u>	<u><u>\$ (63,943)</u></u>
State General Fund:			
State Operations	\$ 6,140,338	\$ 5,793,874	\$ (35,856)
Aid to Local Units	0	0	0
Other Assistance	100,000	100,000	0
Subtotal - Operating	<u>\$ 6,240,338</u>	<u>\$ 5,893,874</u>	<u>\$ (35,856)</u>
Capital Improvements	3,048,652	334,573	0
TOTAL	<u><u>\$ 9,288,990</u></u>	<u><u>\$ 6,228,447</u></u>	<u><u>\$ 35,856</u></u>
FTE Positions	136.5	136.5	2.0
Unclassified Temp. Positions	10.0	10.0	0.0
TOTAL	<u><u>146.5</u></u>	<u><u>146.5</u></u>	<u><u>2.0</u></u>

\* Reflects Governor's Budget Amendment No. 2.

\*\* Includes a reduction of \$198,489 (including \$169,112 from the State General Fund) for the Governor's recommended state employee salary adjustments.

*S W+M  
2/25/98  
Attachment 4-6*



## Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor, with the following adjustments and observations:

1. Delete a total of \$198,489 (including \$169,112 from the State General Fund) based on the recommendation to delete funding for a 4.0 percent unclassified merit pool (\$16,657); classified step movement (\$55,497); a 1.5 percent base salary adjustment for classified employees (\$62,269), and the longevity bonus (\$64,066) from individual agency budgets.
2. Concur with Governor's Budget Amendment No. 2, Item 11, which shifts \$5,800 in funding recommended for an equipment enhancement from the State General Fund to the agency's Facilities Fee Fund.
3. The Subcommittee believes that the Society needs to devote significant resources toward making the public aware of its many programs. As a result, the Subcommittee recommends the addition of \$50,000 from the State General Fund in FY 1999 for 200,000 copies of comprehensive brochures and 30,000 copies of 16 site specific brochures. The brochures would be distributed at visitor information centers and other locations. The Subcommittee feels that this would be a reasonable amount, particularly in light of the substantially higher needs identified by the Society. The Subcommittee was also informed by the Society that the Division of Travel and Tourism of the Kansas Department of Commerce and Housing has modified its stance on providing tourism attraction development grant funds to state agencies. As a result, the Society could request grant funding for its promotional activities during the next grants cycle (FY 2000). The Subcommittee encourages the Society to seek this funding at its earliest opportunity.
4. The Subcommittee is also concerned with the security services provided to the Society at the Kansas Museum of History. Prior to FY 1990, the Society utilized the services of the Capitol Police for security at its Topeka facility. Since FY 1990, the Society has utilized private security services and is not satisfied with that arrangement. The agency requested a total of \$123,268 from the State General Fund which would provide for the Capitol Police to staff the security pod at the Kansas History Center around the clock. In lieu of placing other security personnel in the gallery area, the Society proposed to hire several part-time gallery monitors and train them to serve the dual purpose of providing oversight and security in the gallery and providing information to visitors. Because of staffing patterns, the Highway Patrol indicated that it would need to have 5.0 FTE positions added to its budget to provide one Capitol Police officer around the clock in the security pod. The Governor recommends the addition of \$36,283 of the \$123,268 requested for security, but recommends that the Society continue to obtain security services through a private provider.

The Subcommittee asked the Society to develop a proposal that would combine usage of Capitol Police and a private security firm at the History Center's security

S W+M  
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Attachment 4-7

pod. The information provided assumes that the Capitol Police would staff the security pod when the facility was open to the public. A private security provider would be utilized at all other times. Two options were presented to the Subcommittee. Under the first, which would require the addition of \$45,490 to the amounts already recommended by the Governor, the Highway Patrol would add 1.7 FTE positions to provide Capitol Police coverage at the times specified. Under the second option, which would require the addition of \$32,621 to the Governor's recommendation, the Highway Patrol would employ 3.1 part-time positions to provide the necessary staffing.

The Subcommittee believes that the combined utilization of the Capitol Police and a private security provider provides the best alternative to addressing the security needs of the Society. The Subcommittee therefore recommends the addition of \$32,621 from the State General Fund to provide funding for the second option presented by the Society.

5. The Society had also requested an enhancement totaling \$53,000 from the State General Fund to begin the development and distribution of Kansas history packets. The packets would be provided, at low cost, to schools and teachers to assist in the teaching of mandated Kansas history courses. Each packet would use primary source documents such as photographs, diaries, newspapers, census materials, and court records to teach the particular topic. The Subcommittee recommends that the Society and the Department of Education work together to discuss opportunities for joint ventures to provide assistance to schools and teachers in educating students about Kansas history.
6. The Subcommittee recommends the transfer of \$51,295 (\$50,635 from the State General Fund and \$1,560 from the Economic Development Initiatives Fund) and 2.0 FTE, which represents the operation of the State Capitol Tourist Information Center (TIC), from the Department of Commerce and Housing to the Historical Society. While most other TICs provide travelers entering the state with information about the state, the TIC at the State Capitol serves a different function. Much of the time of the staff of the State Capitol TIC is devoted to answering questions about the Statehouse and conducting tours of the building. All of the parties to the transfer have agreed that the transfer is appropriate.

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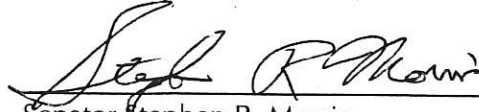
Attachment 4-8

7. The Subcommittee commends the Society on its timely implementation of a post audit recommendation that it employ a full time grants manager. The Society has implemented this recommendation by reallocating an existing FTE position.



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Senator Mick Jordan  
Subcommittee Chair



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Senator Stephen R. Morris



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Senator Marge Petty



**SUBCOMMITTEE REPORT**

Agency: Kansas Arts Commission

Bill No. –

Bill Sec. –

Analyst: Mills

Analysis Pg. No. 210

Budget Page No. 77

<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>House Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 466,189	\$ 445,650	\$ 20,539
Aid to Local Units	280,407	281,157	0
Other Assistance	1,200,264	1,220,803	(20,539)
<b>TOTAL</b>	<b>\$ 1,946,860</b>	<b>\$ 1,947,610</b>	<b>\$ 0</b>
State General Fund:			
State Operations	\$ 293,184	\$ 293,184	\$ 0
Aid to Local Units	220,458	221,208	0
Other Assistance	831,731	831,731	\$ 0
<b>TOTAL</b>	<b>\$ 1,345,373</b>	<b>\$ 1,346,123</b>	<b>\$ 0</b>
FTE Positions	8.0	8.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
<b>TOTAL</b>	<b>8.0</b>	<b>8.0</b>	<b>0.0</b>

**Agency Estimate/Governor's Recommendation**

The Commission's revised current year estimate is \$279,271 more than the budget approved by the 1997 Legislature. The Commission proposes to spend less from the State General Fund (\$750), but more from federal funds (\$280,021). The following table shows how the additional federal moneys would be expended:

	<u>Approved FY 1998</u>	<u>Revised FY 1998</u>	<u>Difference</u>
Salaries	\$ 350,475	\$ 352,463	\$ 1,988
Other Operating	77,327	113,726	36,399
Subtotal	\$ 427,802	\$ 466,189	\$ 38,387
Program Grants	1,239,787	1,480,671	240,884
<b>TOTAL</b>	<b>\$ 1,667,589</b>	<b>\$ 1,946,860</b>	<b>\$ 279,271</b>

*S. W. M.  
3/25/98  
Attachment 5-1*



The Commission reports that it needs the additional \$38,387 for state operations because the amount approved by the 1997 Legislature is not sufficient to pay expenses for the year. In order to expend the additional \$38,387 for salaries and other operating expenses, legislative action is required because there is a limit in the appropriations bill on the amount of federal funds that can be used for state operations. A statutory change is needed to increase the expenditure authority on the state operations account of the Commission's federal fund (from \$134,152 to \$172,539).

**Governor's Recommendation.** The Governor adjusts the Commission's revised estimate to include in aid to local units an additional \$750, of which all would be from the State General Fund. The \$750 are moneys that were approved last year, but not budgeted in the Commission's revised current year estimate. The Governor concurs with the Commission's estimate for expenditures from all other funds. However, he reduces by \$20,539 the amount budgeted for state operations and shifts the money for grants to not-for-profit groups. Under the Governor's recommendation, the expenditure authority on the state operations account of the Commission's federal fund would be increased from \$134,152 to \$152,000.

### House Subcommittee Recommendation

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

1. Shift \$20,539 in federal funds from program grants back to state operations, as requested by the agency. As noted in the paragraph above, the Governor had shifted this amount from state operations to grants for not-for-profit groups. The agency appealed that this funding was needed to pay for communications, maintenance, and supplies. Under the House Subcommittee's recommendation, the expenditure authority on the state operations account of the Commission's federal fund will increase by \$38,387 (from \$134,152 to \$172,539).

### House Committee Recommendation

The House Committee concurs with the House Subcommittee recommendation.

### House Committee of the Whole Recommendation

The full House has not taken action on this budget.

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SWM  
2/25/98  
Attachment 52

Agency: Kansas Arts Commission

Bill No. --

Bill Sec. --

Analyst: Mills

Analysis Pg. No. 210

Budget Page No. 77

<u>Expenditure Summary</u>	<u>Agency Est. FY 98</u>	<u>Gov. Rec. FY 98</u>	<u>Senate Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 466,189	\$ 445,650	\$ 20,539
Aid to Local Units	280,407	281,157	0
Other Assistance	1,200,264	1,220,803	(20,539)
TOTAL	<u>\$ 1,946,860</u>	<u>\$ 1,947,610</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 293,184	\$ 293,184	\$ 0
Aid to Local Units	220,458	221,208	0
Other Assistance	831,731	831,731	0
TOTAL	<u>\$ 1,345,373</u>	<u>\$ 1,346,123</u>	<u>\$ 0</u>
FTE Positions	8.0	8.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>8.0</u>	<u>8.0</u>	<u>0.0</u>

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation, with the following adjustment:

1. Shift \$20,539 in federal funds from program grants back to state operations, as requested by the agency. As noted above, the Governor had shifted this amount from state operations to grants for not-for-profit groups. The agency appealed that this funding was needed to pay for communications, maintenance, and supplies. Under the Senate Subcommittee's recommendation, the expenditure authority on the state operations account of the Commission's federal fund will increase by \$38,387 (from \$134,152 to \$172,539).

S W + Jm  
2/25/98  
Attachment 5-3



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Senator Nick Jordan  
Subcommittee Chair



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Senator Stephen R. Morris



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Senator Marge Petty

S W+M  
2/25/98  
Attachment 5-4

**SUBCOMMITTEE REPORT**

Agency: Kansas Arts Commission

Bill No. 2893

Bill Sec. 64

Analyst: Mills

Analysis Pg. No. 210

Budget Page No. 77

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 522,550	\$ 470,111	\$ 0
Aid to Local Units	246,349	263,365	0
Other Assistance	<u>1,190,529</u>	<u>1,185,513</u>	<u>0</u>
TOTAL	<u>\$ 1,959,428</u>	<u>\$ 1,918,989</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 372,050	\$ 319,611	\$ 0
Aid to Local Units	220,614	220,614	0
Other Assistance	<u>1,032,324</u>	<u>932,324</u>	<u>0</u>
TOTAL	<u>\$ 1,624,988</u>	<u>\$ 1,472,549</u>	<u>\$ 0</u>
FTE Positions	9.0	8.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>9.0</u>	<u>8.0</u>	<u>0.0</u>

**Agency Request/Governor's Recommendation**

For FY 1999, the Commission requests expenditures of \$1,959,428, which is an increase of \$12,568 from the current year revised estimate. The request for State General Fund revenues is \$279,615 more than the revised current year estimate to compensate for reduced federal funding of \$267,081. The Commission expects federal funding from the National Endowment for the Arts to decline. Included in the request is \$254,486 for enhancements, including 1.0 new FTE position. Absent the requested enhancements, the Commission's request would be a reduction of \$241,918 or 12.4 percent from the current year revised estimate.

*S. W. M.  
2/25/98*

*Attachment 5-5*



## FY 1999 Enhancements

Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
State Operations	\$ 54,486	\$ 54,486	1.0	\$ 0	\$ 0	0.0
Program Grants	200,000	200,000	0.0	100,000	212,000	0.0
<b>TOTAL - FY 1999 Enhancement Request</b>	<b>\$ 254,486</b>	<b>\$ 254,486</b>	<b>1.0</b>	<b>\$ 100,000</b>	<b>\$ 212,000</b>	<b>0.0</b>

### FY 1999 Enhancements

- **State Operations Enhancement.** Of the \$54,486 reflected in the budget request as an enhancement for state operations, \$22,089 would be for the salary cost of an office assistant position because the agency has no clerical staff to answer the phone and do other day-to-day tasks necessary to support the Commission's professional staff. Other components of the state operations enhancement consist of \$600 to pay maintenance costs of the Commission's Internet website; \$3,200 for printing costs related to the Governor's Arts Awards Program; and \$1,000 for hospitality for various events and for plaques given to recipients of the Governor's Arts Award. According to the Commission, its usual allowance of \$300 for hospitality is not adequate for covering the costs of its various functions and staff often supply at their own expense the food and paper supplies needed for some events. Lastly, the enhancement amount reflects \$27,597 for capital outlay mostly to replace old equipment. Included in the request is \$6,896 for new audio-video equipment and \$20,701 for computer equipment, including two replacement Macintosh personal computers.
- **Grant Enhancement.** The \$200,000 reflected in the enhancement request would be for maintaining current funding levels by shifting financing from federal funds to the State General Fund. The shift is made due to the expectation that available federal funding will decline for the grant expenses. Included in the request is \$50,000 each for the Commission's Operational Support for Arts and Cultural Organizations program, Arts in Education program, and Arts Industry Partnership program. There also is \$50,000 for a new Community Cultural Planning Grants program to provide for arts infrastructure development by supporting the initiation and implementation of community-wide cultural plans.

**Governor's Recommendation.** The Governor recommends \$212,000 for the grant enhancement, an increase of \$12,000 from the Commission's request. Financing for the enhancement differs from the Commission's request in that \$100,000 would be from the State General Fund, not the \$200,000 that was requested. The remaining \$112,000 would come from additional federal revenues that the Governor believes will be available to fund the recommendation. No funding is recommended for the requested enhancement for state operations. The Governor does adjust salaries and wages to include a 1.5 percent base salary increase for classified employees, which is in addition to the step movement that was requested. Also, under the Governor's recommendation, the Commission's unclassified Executive Director would get a 4.0 percent salary increase.

S W + Jm  
2/25/98  
Attachment 5-6

## House Subcommittee Recommendation

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

1. Remove the expenditure limitation in the FY 1999 appropriations bill on the amount of federal funds that the agency can use for state operations. Beginning in FY 1997, the Legislature has placed a cap on the amount of federal funds that can be spent for state operations. The Governor recommends that this limitation be set at \$150,000 for FY 1999. The House Subcommittee recommends that this cap be removed, largely as a result of the improved accounting practices noted in Item 2, below. However, the House Subcommittee expects that the vast bulk of the federal funds will be expended for program grants, and not for administration.
2. During the 1997 Session, the Legislative Division of Post Audit presented a compliance and control audit of the Arts Commission which found serious deficiencies in the Commission's financial management practices. The Senate Ways and Means and House Appropriations Subcommittees made a number of recommendations for improvements in the financial practices of the Arts Commission and requested that the Commission report on the progress it had made to the 1998 Legislature.

The Executive Director of the Arts Commission presented a report on improvements which had been implemented. The Executive Director also presented a letter (dated October 31, 1997) from the Legislative Post Auditor which summarized the follow-up work at the Arts Commission done by Post Audit about six months after the original audit. In the follow-up letter, the Post Auditor reported that the Commission has substantially improved the financial management practices it uses to ensure that it adheres to spending restrictions; that the Arts Commission is taking steps to improve its oversight of local agency spending; and that the Kansas Commission on Governmental Standards and Conduct has provided training to both Commission members and the Commission's staff to address potential conflicts of interest. The Post Auditor's letter concluded with the following statement: "Although not all issues raised by our original audit have been resolved completely at this time, it's clear that significant progress has been made, and that the risk of inappropriate spending by the Arts Commission and by local agencies receiving moneys from the Arts Commission has been reduced substantially."

3. Make any technical corrections to the bill.

## House Committee Recommendation

The House Committee concurs with the House Subcommittee recommendation.

*S W + M  
2/25/98*

*Attachment 5-7*



### House Committee of the Whole Recommendation

The full House has not taken action on this budget.

Agency: Kansas Arts Commission

Bill No. 642

Bill Sec. 64

Expenditure Summary	Agency Req. FY 99	Gov. Rec. FY 99	House Subcommittee Adjustments
All Funds:			
State Operations	\$ 522,550	\$ 470,111	\$ (12,570)*
Aid to Local Units	246,349	263,365	0
Other Assistance	1,190,529	1,185,513	0
<b>TOTAL</b>	<b>\$ 1,959,428</b>	<b>\$ 1,918,989</b>	<b>\$ (12,570)</b>
State General Fund:			
State Operations	\$ 372,050	\$ 319,611	\$ (8,598)
Aid to Local Units	220,614	220,614	0
Other Assistance	1,032,324	932,324	0
<b>TOTAL</b>	<b>\$ 1,624,988</b>	<b>\$ 1,472,549</b>	<b>\$ (8,598)</b>
FTE Positions	9.0	8.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
<b>TOTAL</b>	<b>9.0</b>	<b>8.0</b>	<b>0.0</b>

\* Includes a reduction of \$12,570 (of which \$8,598 is from the State General Fund) for the Governor's employee salary adjustments.

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation, with the following adjustments:

1. Remove the expenditure limitation in the FY 1999 appropriations bill on the amount of federal funds that the agency can use for state operations. Beginning in FY 1997, the Legislature has placed a cap on the amount of federal funds that can be spent for state operations. The Governor recommends that this limitation be set at \$150,000 for FY 1999. The Senate Subcommittee recommends that this cap be removed, largely as a result of the improved accounting practices noted in Item 2, below.

S w+m  
2/25/98  
Attachment 5-8

However, the Senate Subcommittee expects that the vast bulk of the federal funds will be expended for program grants, and not for administration.

2. During the 1997 Session, the Legislative Division of Post Audit presented a compliance and control audit of the Arts Commission which found serious deficiencies in the Commission's financial management practices. The Senate Ways and Means and House Appropriations Subcommittees made a number of recommendations for improvements in the financial practices of the Arts Commission and requested that the Commission report on the progress it had made to the 1998 Legislature.

The Executive Director of the Arts Commission presented a report on improvements which had been implemented. The Executive Director also presented a letter (dated October 31, 1997) from the Legislative Post Auditor which summarized the follow-up work at the Arts Commission done by Post Audit about six months after the original audit. In the follow-up letter, the Post Auditor reported that the Commission has substantially improved the financial management practices it uses to ensure that it adheres to spending restrictions; that the Arts Commission is taking steps to improve its oversight of local agency spending; and that the Kansas Commission on Governmental Standards and Conduct has provided training to both Commission members and the Commission's staff to address potential conflicts of interest. The Post Auditor's letter concluded with the following statement: "Although not all issues raised by our original audit have been resolved completely at this time, it's clear that significant progress has been made, and that the risk of inappropriate spending by the Arts Commission and by local agencies receiving moneys from the Arts Commission has been reduced substantially."

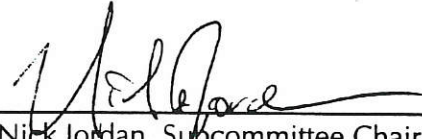
3. The Subcommittee notes that the Governor's recommendation for FY 1999 assumes the receipt of an additional \$112,000 in federal funds to be used for program grants. The Arts Commission has expressed the belief that federal funds in FY 1999 will decline and not increase as reflected in the Governor's recommendation. The Subcommittee wishes to flag this issue for Omnibus review to determine what level of federal funding may be expected in FY 1999. If federal funds do not increase, the budget of the Arts Commission for FY 1999 should be reviewed during the 1999 Session.
4. The Subcommittee notes that funding for program grants is recommended by the Governor at \$1,448,878 in FY 1999 and at \$1,501,960 in FY 1998, while actual FY 1997 expenditures were \$1,430,018. The Subcommittee received testimony from the Arts Commission currently can fund only about 51 percent of the amount requested annually by the 80 arts organization in its largest grant category, operational support grants. The organizations are also required to match the grant moneys on a 3 to 1 basis. In FY 1996, the agency was able to fund 47 percent of the grant applications. Arts in Education grants can fund only about 34 percent of the grant requests. The Subcommittee believes that the level of funding for program grants is probably not meeting the needs of the communities.

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2/25/98

Attachment 5-9



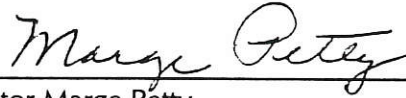
5. The Subcommittee wishes to commend the Arts Commission for its work throughout the state in coordinating, supporting, fostering, and developing the arts and their practice. As a vehicle for state funding for the arts, the Arts Commission impacts communities across the state with programs to enhance the arts. The Subcommittee also wishes to commend the conferees who testified on the activities of the Arts Commission for their comments regarding the varied expressions of art in Kansas communities.
  
6. Delete \$12,570 (of which \$8,598 is from the State General Fund based on the recommendation to delete funding for the 4.0 percent unclassified merit pool (\$2,227); classified step movement (\$4,150); longevity bonus payments (\$2,075); and the 1.5 percent classified base salary adjustment (\$4,118) from individual agency budgets.



\_\_\_\_\_  
Senator Nick Jordan, Subcommittee Chair



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Senator Stephen Morris



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Senator Marge Petty

S W + M  
2/25/98

Attachment 5-10