

MINUTES OF THE HOUSE APPROPRIATIONS COMMITTEE.

The meeting was called to order by Chairperson Phill Kline at 9:00 a.m. on March 8, 1999 in Room 514-S of the Capitol.

All members were present except: Rep. Jeff Peterson  
Rep. Clark Shultz

Committee staff present: Legislative Research - Conroy, Little, Waller, West, Davis, Hollon,  
Holwegner, Severn  
Revisor of Statutes- Jim Wilson, Mike Corrigan  
Secretary - Ann McMorris

Conferees appearing before the committee: none

Others attending: See attached list

Chair opened meeting and called for reports from Budget Committees on:

**Legislature**

Rep. Reinhardt reported the Education and Legislative Budget Committee concurred with the Governor's recommendations for the Legislature for FY1999 and for FY2000 with adjustments. (Attachment 1)

Moved by Representative Reinhardt, seconded by Representative Farmer, adoption of the FY99 and FY2000 Legislature budget recommendations of the Education and Legislative Budget Committee.

Representative McKechnie made a substitute motion, seconded by Representative Powell, to amend FY2000 for the Legislature to add \$1.1 million (State General Fund) to establish a voucher process to allow a maximum of five days per month for representatives and senators when not in session (April through December) for per diem salary and subsistence allowances in accordance with policies adopted by the Legislative Coordinating Council. Motion carried.

Rep. Spangler requested language be included in the Education and Legislative Budget Committee recommendations on Legislature budget for FY2000 to express concern regarding the \$500,000 from SGF in Senate recommendations for Senate Chamber column repair and restoration pending outcome of the architect study on the columns in the Senate chamber. A breakdown of proposed major restoration and renovation projects for the Statehouse was provided the committee. (Attachment 2)

Moved by Representative Reinhardt, seconded by Representative Farmer, adoption of the FY1999 Legislature budget and amended FY2000 Legislature budget recommendations of the Education and Legislative Budget Committee and the inclusion of language regarding Senate Chamber columns repair and restoration. Motion carried. "No" votes recorded for Rep. Landwehr and Rep. Mollenkamp.

**Legislative Coordinating Council**

Rep. Farmer reported the Education and Legislative Budget Committee concurred with the Governor's recommendations for the Legislative Coordinating Council for FY1999 and for FY2000. (Attachment 3)

Moved by Representative Farmer, seconded by Representative Dean, adoption of the FY1999 and FY2000 Legislative Coordinating Council budget recommendations of the Education and Legislative Budget Committee. Motion carried

CONTINUATION SHEET

MINUTES OF THE HOUSE APPROPRIATIONS COMMITTEE, Room 514-S Statehouse, at 9:00 a.m. on March 8, 1999.

**Kansas Legislative Research Department**

Rep. Reinhardt reported the Education and Legislative Budget Committee concurred with the Governor's recommendations for the Kansas Legislative Research Department budget for FY1999 and for FY2000. (Attachment 4)

Moved by Representative Reinhardt, seconded by Representative Farmer, adoption of the FY1999 and FY2000 Kansas Legislative Research Department budget recommendations of the Education and Legislative Budget Committee. Motion carried.

Rep. McKechnie asked for discussion at omnibus or by the Appropriations Committee regarding employees of central staff agencies should continue to receive the same retirement benefits as state employees under KPERS. Rep. Nichols noted the need to review their compensation in order to keep employees longer by being more competitive in that field. The Committee requested that the Education and Legislative Budget Committee study and report on legislative research department staff salaries and the desirability of including such staff within the optional deferred compensation plan under K.S.A. 74-4911f.

**Revisor of Statutes**

Rep. Reinhardt reported the Education and Legislative Budget Committee concurred with the Governor's recommendations for the Revisor of Statutes budget for FY99 and for FY2000. (Attachment 5)

Moved by Representative Reinhardt, seconded by Representative Farmer, adoption of the FY1999 and FY2000 Revisor of Statutes budget recommendations of the Education and Legislative Budget Committee. Motion carried.

The Committee requested that the Education and Legislative Budget Committee, during the Committee's consideration of items for the omnibus appropriation bill, study and report on salaries for the staff of the Revisor of Statutes and the desirability of including such staff within the optional deferred compensation plan under K.S.A. 74-4911f.

**Legislative Division of Post Audits**

Rep. Reinhardt reported the Education and Legislative Budget Committee concurred with the Governor's recommendations for the Legislative Division of Post Audit budget for FY1999 and for FY2000 with adjustments. (Attachment 6)

Moved by Representative Reinhardt, seconded by Representative Farmer, adoption of the FY1999 and FY2000 Legislative Division of Post Audit budget recommendations of the Education and Legislative Budget Committee. Motion carried.

The Committee requested that the Education and Legislative Budget Committee study and report, during the consideration of items for the omnibus appropriation bill on salaries for the staff of the Division of Post Audit and the desirability of including such staff within the defined compensation plan under K.S. A. 74-4711f.

**Governor**

Rep. Pottorff reported the General Government and Human Resources Budget Committee concurred with the Governor's recommendations for the Governor's budget for FY1999 and for FY2000 with adjustments. (Attachment 7)

Moved by Representative Pottorff, seconded by Representative Stone, adoption of the budget recommendations of the General Government and Human Resources Budget Committee for FY1999 and FY2000 Governor's budget. Motion carried.

CONTINUATION SHEET

MINUTES OF THE HOUSE APPROPRIATIONS COMMITTEE, Room 514-S Statehouse, at 9:00 a.m. on March 8, 1999.

**Lieutenant Governor**

Rep. Pottorff reported the General Government and Human Resources Budget Committee concurred with the Governor's recommendations for the Lieutenant Governor's budget for FY1999 and for FY2000 with adjustments. (Attachment 8)

Moved by Representative Pottorff, seconded by Representative Stone, adoption of the budget recommendations of the General Government and Human Resources Budget Committee for FY1999 and FY2000 Lieutenant Governor's budget. Motion carried.

**Secretary of State**

Rep. Nichols reported the Tax, Judicial and Transportation Budget Committee concurred with the Governor's recommendations for the Secretary of State budget for FY1999 and for FY2000 with notation. (Attachment 9)

Moved by Representative Nichols, seconded by Representative Powell, adoption of the budget recommendations of the Tax, Judicial and Transportation Budget Committee for FY1999 and FY2000 Secretary of State budget.

A substitute motion was made by Representative Schwartz, seconded by Representative Feuerborn, to amend the Secretary of State budget report by including a message to the Secretary of State to fill the two positions under UCC. Motion carried.

Moved by Representative Nichols, seconded by Representative Powell, adoption of the budget recommendations as amended of the Tax, Judicial and Transportation Budget Committee for FY1999 and FY2000 Secretary of State budget. Motion carried.

**State Treasurer**

Rep. Powell reported the Tax, Judicial and Transportation Budget Committee concurred with the Governor's recommendations for the State Treasurer budget for FY1999 with exceptions. (Attachment 10)

Moved by Representative Powell, seconded by Representative Nichols, adoption of the budget recommendations of the Tax, Judicial and Transportation Budget Committee for FY1999 State Treasurer budget. Motion carried.

Rep. Powell reported the Tax, Judicial and Transportation Budget Committee concurred with the Governor's recommendations for the State Treasurer budget for FY2000 with adjustments. (Attachment 11)

Moved by Representative Powell, seconded by Representative Nichols, adoption of the budget recommendations of the Tax, Judicial and Transportation Budget Committee for FY2000 State Treasurer budget. Motion carried.

**Insurance Department**

Rep. Nichols reported the Tax, Judicial and Transportation Budget Committee concurred with the Governor's recommendations for the Insurance Department budget for FY1999 and FY2000 with exceptions. (Attachment 12)

CONTINUATION SHEET

MINUTES OF THE HOUSE APPROPRIATIONS COMMITTEE, Room 514-S Statehouse, at 9:00 a.m. on March 8, 1999.

Moved by Representative Allen, seconded by Representative Landwehr, amend the FY2000 Insurance Department budget recommendations of the Tax, Judicial and Transportation Budget Committee by removing the proviso in exception #3. Motion failed.

Moved by Representative Nichols, seconded by Representative Powell, adoption of the budget recommendations of the Tax, Judicial and Transportation Budget Committee for FY1999 and FY2000 for Insurance Department budget. Motion carried.

**Health Care Stabilization Fund**

Rep. Nichols reported the Tax, Judicial and Transportation Budget Committee concurred with the Governor's recommendations for the Health Care Stabilization Fund budget for FY1999 and FY2000. (Attachment 13)

Moved by Representative Nichols, seconded by Representative Powell, adoption of the budget recommendations of the Tax, Judicial and Transportation Budget Committee for FY1999 and FY2000 for Health Care Stabilization Fund. Motion carried.

**Bill Introduction**

Moved by Representative Reardon, seconded by Representative Feuerborn, introduction of a bill creating the Kansas Agricultural Linked Deposit Program. (9rs1188) Motion carried. (Attachment 14)

Next meeting will be held on March 9, 1999.

Adjournment.

Respectfully submitted,

Ann McMorris, Secretary

Attachments - 14

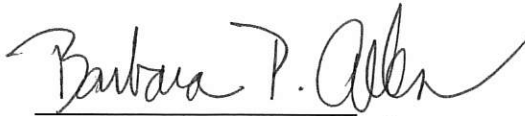




House Education and Legislative Budget Committee

Legislature  
Legislative Coordinating Council  
Legislative Research Department  
Revisor of Statutes  
Legislative Division of Post Audit

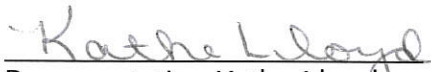
  
Representative Mike Farmer,  
Chairperson

  
Representative Barbara Allen

  
Representative Mary Compton

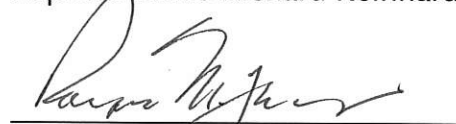
  
Representative George Dean

  
Representative Annie Kuether

  
Representative Kathe Lloyd

  
Representative Richard Reinhardt

  
Representative Clark Shultz

  
Representative Ralph Tanner

## Senate Subcommittee Report

**Agency:** Legislature

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1484

**Budget Page No.** 333

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 14,832,100	\$ 14,332,100	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,832,100</u>	<u>\$ 14,332,100</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 14,832,100</u></u>	<u><u>\$ 14,332,100</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 14,400,943	\$ 13,900,943	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,400,943</u>	<u>\$ 13,900,943</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 14,400,943</u></u>	<u><u>\$ 13,900,943</u></u>	<u><u>\$ 0</u></u>
FTE Positions	32.0	32.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>32.0</u></u>	<u><u>32.0</u></u>	<u><u>0.0</u></u>

### AGENCY OVERVIEW

The legislative power of the State of Kansas is vested in a House of Representatives (125 members) and a Senate (40 members). The budget for this agency finances the operations of the House and the Senate, joint expenses, legislative claims, special maintenance and repair expenses, special expenses authorized by the Legislative Coordinating Council, and the retirement program for session only employees of the Legislature.

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

The agency's estimate for FY 1999 operating expenditures of \$14,832,100 is an increase of \$402,591 or 2.8 percent above the currently authorized amount by the 1998 Legislature.

- The agency requests financing from the State General Fund of \$14,400,943 (97.1 percent of the request)
- The agency also requests financing of \$431,157 from all other funds (2.9 percent of the request)
- The other funds include the Legislative Special Revenue Fund (\$425,157) and the Capitol Restoration Gifts and Donations Fund (\$6,000)
- The agency request a State General Fund supplemental appropriation of \$396,591 to finance, in part, a \$500,000 salary reserve for legislators.
- The agency also expends \$6,000 in gift funds for Statehouse renovation.
- The request includes funding of \$3,320,000 for the legislative computerization project that was approved by the 1998 Legislature.
- The agency requests 32.0 FTE positions, the currently authorized amount.

**The Governor** recommends \$14,332,100 for FY 1999 operating expenditures, a reduction of \$500,000 from the agency's request.

- The Governor recommends financing of \$13,900,943 from the State General Fund, which is \$500,000 less than the agency requested.
- The Governor does not recommend the requested State General Fund supplemental for a legislator salary reserve.
- The Governor concurs with the agency request of \$431,157 for expenditures financed from other funds (Legislative Special Revenue Fund and the Capitol Restoration Gifts and Donations Fund).
- The Governor concurs with the agency request for 32.0 FTE positions.

### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Legislature

Bill No. -

Bill Sec. -

Analyst: Conroy

Analysis Pg. No. 1484

Budget Page No. 333

<u>Expenditure Summary</u>	<u>Agency Est. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 14,832,100	\$ 14,332,100	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,832,100</u>	<u>\$ 14,332,100</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 14,832,100</u></u>	<u><u>\$ 14,332,100</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 14,400,943	\$ 13,900,943	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,400,943</u>	<u>\$ 13,900,943</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 14,400,943</u></u>	<u><u>\$ 13,900,943</u></u>	<u><u>\$ 0</u></u>
FTE Positions	32.0	32.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u><u>32.0</u></u>	<u><u>32.0</u></u>	<u><u>0.0</u></u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.



## Senate Subcommittee Report

**Agency:** Legislature

**Bill No.** 326

**Bill Sec.** 25

**Analyst:** Conroy

**Analysis Pg. No.** 1484

**Budget Page No.** 333

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 15,075,356	\$ 11,786,720	\$ 297,532 *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 15,075,356</u>	<u>\$ 11,786,720</u>	<u>\$ 297,532</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 15,075,356</u></u>	<u><u>\$ 11,786,720</u></u>	<u><u>\$ 297,532</u></u>
<b>State General Fund:</b>			
State Operations	\$ 14,948,456	\$ 11,659,820	\$ 297,532 *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,948,456</u>	<u>\$ 11,659,820</u>	<u>\$ 297,532</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 14,948,456</u></u>	<u><u>\$ 11,659,820</u></u>	<u><u>\$ 297,532</u></u>
FTE Positions	32.0	32.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>32.0</u></u>	<u><u>32.0</u></u>	<u><u>0.0</u></u>

\* Excluding the adjustment for the Governor's pay plan (\$202,468 State General Fund), the change by the Subcommittee would be an increase of \$500,000 above the Governor's recommendation.

### AGENCY OVERVIEW

The legislative power of the State of Kansas is vested in a House of Representatives (125 members) and a Senate (40 members). The budget for this agency finances the operations of the House and the Senate, joint expenses, legislative claims, special maintenance and repair expenses, special expenses authorized by the Legislative Coordinating Council, and the retirement program for session only employees of the Legislature.

## Agency Req./Governor's Recommendation

The agency request for FY 2000 operating expenditures totals \$15,075,356, an increase of \$243,256 or 1.6 percent above the agency's revised FY 1999 estimate. The agency requests:

- **State General Fund:**
  - \$14,948,356 or 99.2 percent of the request
- **Other Funds:**
  - \$126,900 or 0.8 percent from the Legislative Special Revenue Fund
- **Salaries and Wages:**
  - \$7,490,106 for legislator compensation, including 32.0 FTE positions
  - The agency has requested a \$1,000,000 legislator salary reserve for a potential salary increase
- **Other Operating Expenditures:**
  - \$7,585,250 for other operating expenditures, which is a reduction of \$233,150 or 3.0 percent below the agency's FY 1999 estimate
  - The request includes funding of \$2,500,000 for Capitol Building repair and renovation
    - \$500,000 for Senate Chamber column restoration
    - \$2,000,000 for Capitol Building repair and renovation
    - Another \$4,000,000 is also requested in multi-year appropriation for FY 2001 and FY 2002 (\$2,000,000 each year) for Capitol Building repair and renovation
  - The request includes \$84,500 to support the CD-ROM Legislative Process Project

**The Governor** recommends FY 2000 operating expenditures of \$11,786,720 or \$3,288,636 less than the agency requested.

- **State General Fund:**
  - \$11,659,820 or \$3,288,636 less than the agency requested
  - The recommendation is a reduction of \$2,241,123 or 16.1 percent below the Governor's revised FY 1999 recommendation
- **Other Funds**
  - **The Governor** concurs with the agency's request for expenditure of \$126,900 in all other funds (Legislative Special Revenue Fund)
- **Salaries and Wages**
  - \$6,701,470 for legislator compensation and 32.0 FTE positions
  - The amount is a reduction of \$788,636 from the agency request
  - The Governor does not recommend the \$1,000,000 salary reserve for legislators
  - The Governor does recommend \$202,468 (State General Fund) for a 3.5 percent unclassified merit increase, that includes legislators.
- **Other Operating Expenditures**
  - **The Governor** recommends \$5,085,250 for other operating expenditures, which is \$2,500,000 less than the agency requested.

- The Governor does not recommend the requested funding for the Senate Chamber column restoration or the repair and renovation of Capitol Building.
- **The Governor** concurs with the requested funding the Legislative Process CD-ROM Project

### **Senate Subcommittee Recommendation**

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

1. Delete \$202,468 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (\$3.5 percent unclassified merit pool).
2. Add \$500,000 (State General Fund) for Senate Chamber repair and restoration. The Subcommittee notes the agency had requested \$500,000 for the Senate Chamber column restoration. The Subcommittee is concerned that the Senate Chamber is beginning to show signs of neglect, plaster is cracking, and paint is peeling. There has not been an historical paint analysis to determine the original colors in the Chamber. Such a study would be necessary as the first step toward any meaningful restoration work. The Senate Chamber columns have also be neglected through the years and need intensive restoration work to restore them to their original grandeur. The Subcommittee believes that as responsible stewards of the Statehouse, it is the Legislature's obligation to maintain the Capitol Building for future generations.

### **Senate Committee Recommendations**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendations**

The full Senate has not yet considered this agency's budget.

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## House Budget Committee Report

Agency: Legislature

Bill No. 2519

Bill Sec. 25

Analyst: Conroy

Analysis Pg. No. 1484

Budget Page No. 333

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 15,075,356	\$ 11,786,720	\$ 2,016,885
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 15,075,356</u>	<u>\$ 11,786,720</u>	<u>\$ 2,016,885</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 15,075,356</u></u>	<u><u>\$ 11,786,720</u></u>	<u><u>\$ 2,016,885</u></u>
State General Fund:			
State Operations	\$ 14,948,456	\$ 11,659,820	\$ 2,016,885
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 14,948,456</u>	<u>\$ 11,659,820</u>	<u>\$ 2,016,885</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 14,948,456</u></u>	<u><u>\$ 11,659,820</u></u>	<u><u>\$ 2,016,885</u></u>
FTE Positions	32.0	32.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u><u>32.0</u></u>	<u><u>32.0</u></u>	<u><u>0.0</u></u>

### House Budget Committee Recommendations

The House Budget Committee concurs with the recommendations of the Governor, with the following adjustment:

1. Add \$16,885 (State General Fund) for additional postage for legislators. The Legislative Coordinating Council on January 28, 1999 increased the postal allotment for legislators by 10 percent. Under the revised Legislative Coordinating Council policy, each representative will be allowed a maximum postal allotment of \$762 per session and each senator will be allowed a maximum postal allotment of \$2,287 per session.
2. Add \$2,000,000 (State General Fund) for Statehouse repair, renovation and restoration. The Budget Committee notes that Secretary of State and the Secretary of Administration will vacate the Statehouse during the fall of 1999 as a result of their move to Memorial Hall. The Kansas Capitol Restoration Committee has approved

plans for improved legislative committee and office space, including enhanced public access. The recommended funds could permit the beginning of committee room and office renovation and relocation. The Governor did recommend \$1.0 million (State General Fund) within the Department of Administration's budget for FY 2000 for Statehouse improvements. The Governor indicated that the funding could be used for a long litany of items, such as installation of a fire detection and suppression system, preservation of the copper roof, remodeling of committee rooms and office space, replacement of the heating and cooling systems, installation of security systems, replacement of signage for ADA compliance, and construction of a steam tunnel and pedestrian walkway between the Statehouse and the Landon State Office Building. The Budget Committee notes that the requested funding for these projects in FY 2000 from the State General Fund total approximately \$3.0 million. However, the Budget Committee assumes that the recommended funding will be for infrastructure improvements such as stonework, roof repair (including dome repair), heating, ventilation and air conditioning systems, plumbing, lighting and other electrical upgrades. The Budget Committee's recommended funding could also be used for restoration work on the Statehouse. The Budget Committee is concerned that the Statehouse is beginning to show signs of neglect. The Budget Committee believes that the Statehouse needs intensive restoration work to restore the facility to its original grandeur. The Budget Committee notes that as responsible stewards of the Statehouse, it is the Legislature's obligation to maintain the Capitol Building for future generations.



# Proposed Major Restoration and Renovation Projects for the Statehouse

## Potential Funding Agency for Projects

<u>Project</u>	<u>Department of Administration</u>	<u>Legislature</u>
Security Upgrades (2 phases)	\$150,000	\$0
Office and Committee Room Renovation and Relocation Phase I - Secretary of State space; First Floor Legislative Offices; Budget Division to Second Floor; 519-S Renovation	281,500	281,500
Copper Dome Roof Repair	298,000	0
Heating, Ventilation, and Air Conditioning Replacement - Phase I	1,200,000	0
Fire Suppression System - Phase I	500,000	0
Copper Dome Restoration Professional Fees	35,000	0
Office and Committee Room Renovation and Relocation - Phases 2,3,4	0	5,000,000
Replace Accoustical Ceilings and Stabilize Existing Plaster Office Ceilings	0	1,000,000
Senate Chamber Restorations (walls, ceiling, carpet)	0	800,000
Senate Chamber Column Restoration	0	500,000
First Floor Women's Restroom Expansion and ADA Modifications	80,000	0
Interior Rotunda Restoration Including Mural Restoration	2,000,000	0
ADA Signage	80,000	0
HVAC Replacement (Phases 2 through 3)	2,400,000	0
Fire Detection System (Phases 2 through 4)	2,000,000	0
Fire Suppression System (Phases 2 through 5)	4,000,000	0
Plumbing Replacement (Down spouts, waste pipes, water supply, plumbing fixtures)	750,000	0
Electrical Wiring Upgrade	400,000	0
Corridor Lighting Upgrade and Restoration	600,000	0
Public Corridor Restoration (Wall and celing painting, floor, skylight restoration and lighting upgrades)	3,200,000	0
Door Hardware Restoration	140,000	0
Library Restoration	1,500,000	0
Copper Roof Repair or Replacement	500,000	0
Stone Repair	1,500,000	0
North and South Pediment Stone Relief Carving	1,000,000	0
Window Restoration or Replacement	500,000	0
Exterior Stair Handrails	50,000	0
Contingency	1,841,850	758,150
Professional Fees	3,062,775	1,137,225
<b>GRAND TOTAL</b>	<b>\$28,069,125</b>	<b>\$9,476,875</b>

Attachment 2-1  
 House Appropriations Committee  
 March 8, 1999

## Senate Subcommittee Report

**Agency:** Legislative Coordinating Council

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1494

**Budget Page No.** 327

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 834,931	\$ 834,931	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 834,931	\$ 834,931	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 834,931</b>	<b>\$ 834,931</b>	<b>\$ 0</b>
<b>State General Fund:</b>			
State Operations	\$ 834,931	\$ 834,931	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 834,931	\$ 834,931	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 834,931</b>	<b>\$ 834,931</b>	<b>\$ 0</b>
FTE Positions	13.0	13.0	0.0
Unclass. Temp. Positions	1.0	1.0	0.0
<b>TOTAL</b>	<b>14.0</b>	<b>14.0</b>	<b>0.0</b>

### AGENCY OVERVIEW

The Legislative Coordinating Council is responsible for coordinating the delivery of legislative services. The Council consists of the President of the Senate, the Speaker of the House, the Speaker Pro Tem of the House, and the majority and minority leaders of each chamber. The budget includes the compensation and expenses associated with Council meetings and the salaries and wages and travel expenses of the staff of the Division of Legislative Administrative Services.

### Agency Est./Governor's Recommendation

The agency's estimate for FY 1999 operating expenditures is \$834,931, or \$89,836 less than the currently authorized amount by the 1998 Legislature.

Attachment 3-1  
House Appropriations Committee  
March 8, 1999

- The FY 1999 estimate includes \$49,481 for an evaluation of the state hospital closure process, as originally approved by the 1997 Legislature;
- The current year amount also includes \$100,000 for a defined contribution retirement study of Kansas Public Employees Retirement System, as authorized by the 1998 Legislature;
- The agency's revised estimate maintains the currently authorized 13.0 FTE positions.

**The Governor recommends** FY 1999 operating expenditures funding of \$834,931, the same as the agency's estimate. The Governor also concurs with the agency's requested FTE positions at 13.0.

#### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

#### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

#### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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### House Budget Committee Report

Agency: Legislative Coordinating Council

Bill No. –

Bill Sec. –

Analyst: Conroy

Analysis Pg. No. 1494

Budget Page No. 327

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 834,931	\$ 834,931	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 834,931	\$ 834,931	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 834,931</u>	<u>\$ 834,931</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 834,931	\$ 834,931	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 834,931	\$ 834,931	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 834,931</u>	<u>\$ 834,931</u>	<u>\$ 0</u>
FTE Positions	13.0	13.0	0.0
Unclass. Temp. Positions	1.0	1.0	0.0
TOTAL	<u>14.0</u>	<u>14.0</u>	<u>0.0</u>

### House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Legislative Coordinating Council

**Bill No.** 326

**Bill Sec.** 24(a)

**Analyst:** Conroy

**Analysis Pg. No.** 1494

**Budget Page No.** 327

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 699,021	\$ 710,800	\$ (25,629)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 699,021</u>	<u>\$ 710,800</u>	<u>\$ (25,629)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 699,021</u></u>	<u><u>\$ 710,800</u></u>	<u><u>\$ (25,629)</u></u>
<b>State General Fund:</b>			
State Operations	\$ 699,021	\$ 710,800	\$ (25,629)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 699,021</u>	<u>\$ 710,800</u>	<u>\$ (25,629)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 699,021</u></u>	<u><u>\$ 710,800</u></u>	<u><u>\$ (25,629)</u></u>
FTE Positions	13.0	13.0	0.0
Unclass. Temp. Positions	1.0	1.0	0.0
<b>TOTAL</b>	<u><u>14.0</u></u>	<u><u>14.0</u></u>	<u><u>0.0</u></u>

\* The entire adjustment reflects deletion of the Governor's recommended employee pay plan.

**AGENCY OVERVIEW**

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The Legislative Coordinating Council is responsible for coordinating the delivery of legislative services. The Council consists of the President of the Senate, the Speaker of the House, the Speaker Pro Tem of the House, and the majority and minority leaders of each chamber. The budget includes the compensation and expenses associated with Council meetings and the salaries and wages and travel expenses of the staff of the Division of Legislative Administrative Services.



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

The agency requests \$699,021 for operating expenditures in FY 2000

- The request is entirely financed from the State General Fund
- The request is a reduction of \$135,910 or 16.3 percent from the revised FY 1999 amount
- The agency requests 13.0 FTE positions in FY 2000, the same as the current year
- No special studies or evaluations are requested in the budget year

The Governor recommends \$710,800 for operating expenditures in FY 2000

- The recommendation is entirely financed from the State General Fund
- The recommendation is a reduction of \$124,131 or 14.9 percent from the revised FY 1999 amount
- The Governor concurs with the agency request of 13.0 FTE positions

### **Senate Subcommittee Recommendation**

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

1. Delete \$25,629 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employees pay plan adjustments (3.5 percent unclassified merit pool and longevity bonus payments).

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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### House Budget Committee Report

Agency: Legislative Coordinating Council

Bill No. 2519

Bill Sec. 24(a)

Analyst: Conroy

Analysis Pg. No. 1494

Budget Page No. 327

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 699,021	\$ 710,800	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 699,021</u>	<u>\$ 710,800</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 699,021</u></u>	<u><u>\$ 710,800</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 699,021	\$ 710,800	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 699,021</u>	<u>\$ 710,800</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 699,021</u></u>	<u><u>\$ 710,800</u></u>	<u><u>\$ 0</u></u>
FTE Positions	13.0	13.0	0.0
Unclass. Temp. Positions	1.0	1.0	0.0
TOTAL	<u><u>14.0</u></u>	<u><u>14.0</u></u>	<u><u>0.0</u></u>

### House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Kansas Legislative Research Department **Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No. 1503**

**Budget Page No. 331**

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 2,354,993	\$ 2,354,993	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,354,993	\$ 2,354,993	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 2,354,993</b>	<b>\$ 2,354,993</b>	<b>\$ 0</b>
<b>State General Fund:</b>			
State Operations	\$ 2,354,993	\$ 2,354,993	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,354,993	\$ 2,354,993	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 2,354,993</b>	<b>\$ 2,354,993</b>	<b>\$ 0</b>
FTE Positions	37.0	37.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
<b>TOTAL</b>	<b>37.0</b>	<b>37.0</b>	<b>0.0</b>

**AGENCY OVERVIEW**

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The Legislative Research Department provides research and fiscal analysis for the Legislature, its committees, and individual legislators. The Department provides staff for all legislative committees both during the session and the interim, including statutorily-created committees, *i.e.*, Legislative Budget Committee, State Building Construction, etc. The Legislative Coordinating Council appoints the Director of the Department, approves the budget proposed for its operation, and generally establishes the broad policies under which the Department operates.

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

The agency's estimate for FY 1999 operating expenditures is \$2,354,993, or \$74,689 less than the currently authorized amount by the 1998 Legislature. The reduction is largely due to:

Attachment 4-1  
House Appropriations Committee  
March 8, 1999

- Salaries and wages savings from unanticipated turnover in FY 1998 that increased the reappropriated amount to FY 1999; and
- Non-computer related capital outlay was revised to reflect current agency needs.

**The Governor recommends** FY 1999 state operations funding of \$2,354,993, the same as the agency's estimate. The Governor also concurs with the agency's requested FTE positions at 37.0.

#### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

#### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

#### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Kansas Legislative Research Department Bill No. –

Bill Sec. –

Analyst: Conroy

Analysis Pg. No. 1503

Budget Page No. 331

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
<b>All Funds:</b>			
State Operations	\$ 2,354,993	\$ 2,354,993	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 2,354,993</u>	<u>\$ 2,354,993</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 2,354,993</u></u>	<u><u>\$ 2,354,993</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 2,354,993	\$ 2,354,993	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 2,354,993</u>	<u>\$ 2,354,993</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 2,354,993</u></u>	<u><u>\$ 2,354,993</u></u>	<u><u>\$ 0</u></u>
FTE Positions	37.0	37.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u><u>37.0</u></u>	<u><u>37.0</u></u>	<u><u>0.0</u></u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.



## Senate Subcommittee Report

Agency: Kansas Legislative Research Department **Bill No. 326**

**Bill Sec. 24(b)**

Analyst: Conroy

Analysis Pg. No. 1503

Budget Page No. 331

Expenditure Summary	Agency Req. FY 00	Gov. Rec. FY 00	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 2,371,434	\$ 2,400,198	\$ (92,577) *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,371,434	\$ 2,400,198	\$ (92,577)
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,371,434</u>	<u>\$ 2,400,198</u>	<u>\$ (92,577)</u>
State General Fund:			
State Operations	\$ 2,371,434	\$ 2,400,198	\$ (92,577) *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,371,434	\$ 2,400,198	\$ (92,577)
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,371,434</u>	<u>\$ 2,400,198</u>	<u>\$ (92,577)</u>
FTE Positions	37.0	37.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>37.0</u>	<u>37.0</u>	<u>0.0</u>

\* The only adjustment the Subcommittee makes is the deletion of the Governor's recommended pay plan.

### AGENCY OVERVIEW

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The Legislative Research Department provides research and fiscal analysis for the Legislature, its committees, and individual legislators. The Department provides staff for all legislative committees both during the session and the interim, including statutorily-created committees, *i.e.*, Legislative Budget Committee, State Building Construction, etc. The Legislative Coordinating Council appoints the Director of the Department, approves the budget proposed for its operation, and generally establishes the broad policies under which the Department operates.

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

The agency requests \$2,371,434 for operating expenditures in FY 2000.

- The request is entirely financed from the State General Fund
- The request is an increase of \$16,441 or 0.7 percent from the revised FY 1999 amount
- The agency requests 37.0 FTE positions in FY 2000, the same as the current year

The Governor recommends \$2,400,198 for operating expenditures in FY 2000

- The recommendation is entirely financed from the State General Fund
- The recommendation is an increase of \$45,205 or 1.9 percent from the revised FY 1999 amount
- The Governor concurs with the agency request of 37.0 FTE positions

### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor, with the following adjustment and comment:

1. Delete \$92,577 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (3.5 percent unclassified merit pool and longevity bonus payments).
2. The Subcommittee notes that the printing cost for the *Legislative Budget Analysis* for the 1999 Session was \$20,367. The Subcommittee would urge the legislative leadership to explore the possibility of providing the fiscal information in other formats (*i.e.*, on-line or CD-ROM) that would permit the printing of fewer *Legislative Budget Analysis* books and ultimately result in a savings to the agency.

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Kansas Legislative Research Department Bill No. 2519

Bill Sec. 24(b)

Analyst: Conroy

Analysis Pg. No. 1503

Budget Page No. 331

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 2,371,434	\$ 2,400,198	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,371,434	\$ 2,400,198	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,371,434</u>	<u>\$ 2,400,198</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 2,371,434	\$ 2,400,198	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,371,434	\$ 2,400,198	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,371,434</u>	<u>\$ 2,400,198</u>	<u>\$ 0</u>
FTE Positions	37.0	37.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>37.0</u>	<u>37.0</u>	<u>0.0</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

## Senate Subcommittee Report

**Agency:** Revisor of Statutes

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1512

**Budget Page No.** 379

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 2,206,513	\$ 2,206,513	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 2,206,513	\$ 2,206,513	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 2,206,513</b>	<b>\$ 2,206,513</b>	<b>\$ 0</b>
<b>State General Fund:</b>			
State Operations	\$ 2,206,513	\$ 2,206,513	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 2,206,513	\$ 2,206,513	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 2,206,513</b>	<b>\$ 2,206,513</b>	<b>\$ 0</b>
FTE Positions	26.0	26.0	0.0
Unclassified Temp. Positions	10.0	10.0	0.0
<b>TOTAL</b>	<b>36.0</b>	<b>36.0</b>	<b>0.0</b>

### AGENCY OVERVIEW

The Office of Revisor of Statutes provides bill drafting and legal research services for all legislators, and the Legislative Coordinating Council. The agency is responsible for continuous statutory revision and supervising the computerized legislative information system involving bill status and bill typing. The Revisor of Statutes also provides staff services to the Interstate Cooperation Commission. The Office of Revisor of Statutes operates under the supervision of the Legislative Coordinating Council.

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

The agency's estimate for FY 1999 operating expenditures is \$2,206,513, or \$280,060 less than currently authorized amount by the 1998 Legislature. The agency requests funding for 26.0 FTE positions, the currently authorized amount.

Attachment 5-1  
House Appropriations Committee  
March 8, 1999

The Governor recommends FY 1999 operating expenditures funding of \$2,206,513, the same as the agency's estimate. The Governor also concurs with the agency's requested FTE positions at 26.0.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

**Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

**Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Revisor of Statutes

Bill No. -

Bill Sec. -

Analyst: Conroy

Analysis Pg. No. 1512

Budget Page No. 379

<u>Expenditure Summary</u>	<u>Agency Est. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 2,206,513	\$ 2,206,513	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 2,206,513</u>	<u>\$ 2,206,513</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 2,206,513</u></u>	<u><u>\$ 2,206,513</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 2,206,513	\$ 2,206,513	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 2,206,513</u>	<u>\$ 2,206,513</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 2,206,513</u></u>	<u><u>\$ 2,206,513</u></u>	<u><u>\$ 0</u></u>
FTE Positions	26.0	26.0	0.0
Unclassified Temp. Positions	<u>10.0</u>	<u>10.0</u>	<u>0.0</u>
TOTAL	<u><u>36.0</u></u>	<u><u>36.0</u></u>	<u><u>0.0</u></u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Revisor of Statutes

**Bill No.** 326

**Bill Sec.** 24(c)

**Analyst:** Conroy

**Analysis Pg. No.** 1512

**Budget Page No.** 379

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 2,245,972	\$ 2,263,055	\$ (67,400)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 2,245,972</u>	<u>\$ 2,263,055</u>	<u>\$ (67,400)*</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 2,245,972</u></u>	<u><u>\$ 2,263,055</u></u>	<u><u>\$ (67,400)</u></u>
<b>State General Fund:</b>			
State Operations	\$ 2,245,972	\$ 2,263,055	\$ (67,400)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	<u>\$ 2,245,972</u>	<u>\$ 2,263,055</u>	<u>\$ (67,400)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 2,245,972</u></u>	<u><u>\$ 2,263,055</u></u>	<u><u>\$ (67,400)</u></u>
FTE Positions	26.0	26.0	0.0
Unclassified Temp. Positions	10.0	10.0	0.0
<b>TOTAL</b>	<u><u>36.0</u></u>	<u><u>36.0</u></u>	<u><u>0.0</u></u>

\* The entire adjustment reflects the deletion of the Governor's pay plan.

**AGENCY OVERVIEW**

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The Office of Revisor of Statutes provides bill drafting and legal research services for all legislators, and the Legislative Coordinating Council. The agency is responsible for continuous statutory revision and supervising the computerized legislative information system involving bill status and bill typing. The Revisor of Statutes also provides staff services to the Interstate Cooperation Commission. The Office of Revisor of Statutes operates under the supervision of the Legislative Coordinating Council.

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

The agency request for FY 2000 is \$2,245,972 (all from the State General Fund), which is an increase of \$39,459 or 1.8 percent above the FY 1999 estimate.



- The agency requests \$1,697,191 for salaries and wages, an increase of \$27,435 or 1.6 percent.
- The agency requests financing for 26.0 FTE positions, the same number as FY 1999.

**The Governor** recommends \$2,263,055 (all from the State General Fund) in FY 2000, which is an increase of \$56,542 or 2.6 percent above the FY 1999 estimate.

- The Governor recommends \$1,714,274 for salaries and wages, an increase of \$44,518 or 2.7 percent above the FY 1999 estimate.
- The Governor recommends \$50,121 for a 3.5 percent unclassified merit pool.
- The Governor concurs with the agency request for 26.0 FTE positions.

### **Senate Subcommittee Recommendation**

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

1. Delete \$67,400 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (3.5 percent unclassified merit pool and longevity bonus payments).

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Revisor of Statutes

Bill No. 2519

Bill Sec. 24(c)

Analyst: Conroy

Analysis Pg. No. 1512

Budget Page No. 379

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 2,245,972	\$ 2,263,055	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 2,245,972	\$ 2,263,055	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,245,972</u>	<u>\$ 2,263,055</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 2,245,972	\$ 2,263,055	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 2,245,972	\$ 2,263,055	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,245,972</u>	<u>\$ 2,263,055</u>	<u>\$ 0</u>
FTE Positions	26.0	26.0	0.0
Unclassified Temp. Positions	10.0	10.0	0.0
TOTAL	<u>36.0</u>	<u>36.0</u>	<u>0.0</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

## Senate Subcommittee Report

**Agency:** Legislative Division of Post Audit

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1521

**Budget Page No.** 329

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 1,593,918	\$ 1,593,918	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,593,918	\$ 1,593,918	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 1,593,918	\$ 1,593,918	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,593,918	\$ 1,593,918	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 0</u></u>
FTE Positions	20.0	20.0	0.0
Unclassified Temp. Positions	1.2	1.2	0.0
<b>TOTAL</b>	<u><u>21.2</u></u>	<u><u>21.2</u></u>	<u><u>0.0</u></u>

### AGENCY OVERVIEW

The Legislative Division of Post Audit is the audit arm of the Kansas Legislature. The Division is responsible for financial-compliance and performance audits of state agencies and programs. The Division's audit work is conducted in accordance with generally accepted governmental auditing standards as set forth by the U.S. General Accounting Office. The agency operates under the supervision of the ten member Legislative Post Audit Committee.

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

**The agency's estimate for FY 1999 operating expenditures** is \$1,593,918, or \$78,117 less than the currently authorized amount by the 1998 Legislature. The agency's revised estimate maintains the currently authorized 20.0 FTE positions for FY 1999.

Attachment 6-1  
House Appropriations Committee  
March 8, 1999

**The Governor recommends** FY 1999 operating expenditures of \$1,593,918, the same as the agency's estimate. The Governor also concurs with the agency's requested FTE positions at 20.0.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

**Senate Committee Recommendations**

The Senate Committee concurs with the recommendation of the Subcommittee.

**Senate Recommendations**

The full Senate has not yet considered this agency's budget.

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**House Budget Committee Report**

**Agency:** Legislative Division of Post Audit

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1521

**Budget Page No.** 329

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Comm. Adjustments
<b>All Funds:</b>			
State Operations	\$ 1,593,918	\$ 1,593,918	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,593,918</u>	<u>\$ 1,593,918</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 0</u></u>
<b>State General Fund:</b>			
State Operations	\$ 1,593,918	\$ 1,593,918	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,593,918</u>	<u>\$ 1,593,918</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 1,593,918</u></u>	<u><u>\$ 0</u></u>
FTE Positions	20.0	20.0	0.0
Unclassified Temp. Positions	1.2	1.2	0.0
<b>TOTAL</b>	<u><u>21.2</u></u>	<u><u>21.2</u></u>	<u><u>0.0</u></u>

**House Budget Committee Recommendations**

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Legislative Division of Post Audit

**Bill No.** 326

**Bill Sec.** 26

**Analyst:** Conroy

**Analysis Pg. No.** 1521

**Budget Page No.** 329

Expenditure Summary	Agency Req. FY 00	Gov. Rec. FY 00	Senate Subcommittee Adjustments
<b>All Funds:</b>			
State Operations	\$ 1,630,346	\$ 1,604,828	\$ (2,628)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,630,346</u>	<u>\$ 1,604,828</u>	<u>\$ (2,628)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,630,346</u></u>	<u><u>\$ 1,604,828</u></u>	<u><u>\$ (2,628)</u></u>
<b>State General Fund:</b>			
State Operations	\$ 1,630,346	\$ 1,604,828	\$ (2,628)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,630,346</u>	<u>\$ 1,604,828</u>	<u>\$ (2,628)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,630,346</u></u>	<u><u>\$ 1,604,828</u></u>	<u><u>\$ (2,628)</u></u>
FTE Positions	21.0	20.0	1.0
Unclass. Temp. Positions	1.0	1.0	0.0
<b>TOTAL</b>	<u><u>22.0</u></u>	<u><u>21.0</u></u>	<u><u>1.0</u></u>

\* Excluding the adjustment for the Governor’s recommended employee pay plan, the Subcommittee’s recommendation adds \$40,202 (State General Fund) above the Governor’s recommendation.

The Legislative Division of Post Audit is the audit arm of the Kansas Legislature. The Division is responsible for financial-compliance and performance audits of state agencies and programs. The Division’s audit work is conducted in accordance with generally accepted governmental auditing standards as set forth by the U.S. General Accounting Office. The agency operates under the supervision of the ten member Legislative Post Audit Committee.

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

The agency requests \$1,630,346 for operating expenditures in FY 2000.

- The request is entirely financed from the State General Fund.

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- The request is an increase of \$36,428 or 2.3 percent from the revised FY 1999 amount.
- The agency requests 21.0 FTE positions in FY 2000, an increase of 1.0 FTE position above the current year.

**The Governor** recommends \$1,604,828 for operating expenditures in FY 2000.

- The recommendation is entirely financed from the State General Fund.
- The recommendation is an increase of \$10,910 or 0.7 percent above the revised Governor's FY 1999 amount.
- **The Governor** does not recommend the requested additional FTE position and instead recommends 20.0 FTE positions, the same number as the current year.

### Senate Subcommittee Recommendation

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

1. Delete \$42,830 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (3.5 percent unclassified merit pool and longevity bonus payments).
2. Add \$40,202 (State General Fund) and 1.0 FTE position for a full-time computer data-management specialist. The agency currently does not have any full-time data processing positions. The recommended position would:
  - a. research and develop ways to download, search, and manipulate large amounts of data from other agencies' computers and databases;
  - b. develop tailored audit programs to run against those databases;
  - c. consult with audit teams to develop audit approaches when computer systems or computer databases are involved;
  - d. test agency computer systems;
  - e. research and develop the capability for using sophisticated auditing software; and
  - f. provide staff support for the agency's computer needs.

The Subcommittee notes that in the current year the agency deleted an unclassified temporary position (salaries and wages of \$41,541) that was associated with the monitoring of foster care. The agency has determined that the one remaining unclassified temporary position will be sufficient to conduct the foster care monitoring.

**Senate Committee Recommendations**

The Senate Committee concurs with the recommendation of the Subcommittee.

**Senate Recommendations**

The full Senate has not yet considered this agency's budget.

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**House Budget Committee Report**

**Agency:** Legislative Division of Post Audit

**Bill No.** 2519

**Bill Sec.** 26

**Analyst:** Conroy

**Analysis Pg. No.** 1521

**Budget Page No.** 329

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Comm. Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 1,630,346	\$ 1,604,828	\$ 40,202
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,630,346</u>	<u>\$ 1,604,828</u>	<u>\$ 40,202</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,630,346</u></u>	<u><u>\$ 1,604,828</u></u>	<u><u>\$ 40,202</u></u>
<b>State General Fund:</b>			
State Operations	\$ 1,630,346	\$ 1,604,828	\$ 40,202
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,630,346</u>	<u>\$ 1,604,828</u>	<u>\$ 40,202</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 1,630,346</u></u>	<u><u>\$ 1,604,828</u></u>	<u><u>\$ 40,202</u></u>
FTE Positions	21.0	20.0	1.0
Unclass. Temp. Positions	1.0	1.0	0.0
<b>TOTAL</b>	<u><u>22.0</u></u>	<u><u>21.0</u></u>	<u><u>1.0</u></u>

**House Budget Committee Recommendations**

The House Budget Committee concurs with the recommendations of the Governor, with the following adjustment:

1. Add \$40,202 (State General Fund) and 1.0 FTE position for a full-time computer data-management specialist. The agency currently does not have any full-time data processing positions. The recommended position would:
  - a. research and develop ways to download, search, and manipulate large amounts of data from other agencies' computers and database;
  - b. develop tailored audit programs to run against those databases;

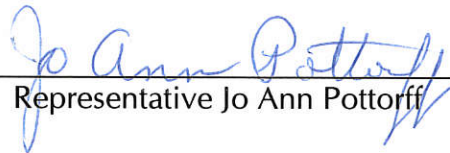
6-7

- c. consult with audit teams to develop audit approaches when computer systems or computer databases are involved;
- d. test agency computer systems;
- e. research and develop the capability for using sophisticated auditing software; and
- f. provide staff support for the agency's computer needs.

The Budget Committee notes that in the current year the agency deleted an unclassified temporary position (salaries and wages of \$41,541) that was associated with the monitoring of foster care. The agency has determined that the one remaining unclassified temporary position will be sufficient to conduct the foster care monitoring.

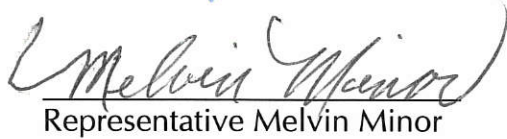
General Government and Human Resources  
Budget Committee

Governor  
Lieutenant Governor

  
Representative Jo Ann Pottorff

  
Representative Dan Johnson

  
Representative Bill McCreary

  
Representative Melvin Minor

  
Representative Bill Reardon

  
Representative Joe Shriver

  
Representative Lloyd Stone

**Senate Subcommittee Report**

**Agency:** Governor's Department

**Bill No. –**

**Bill Sec. –**

**Analyst:** Conroy

**Analysis Pg. No.** 1530

**Budget Page No.** 179

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 1,829,670	\$ 1,829,670	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,829,670</u>	<u>\$ 1,829,670</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 1,829,670</u></u>	<u><u>\$ 1,829,670</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 1,829,670	\$ 1,829,670	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,829,670</u>	<u>\$ 1,829,670</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 1,829,670</u></u>	<u><u>\$ 1,829,670</u></u>	<u><u>\$ 0</u></u>
FTE Positions	30.0	30.0	0.0
Unclassified Temp. Positions	3.9	3.9	0.0
TOTAL	<u><u>33.9</u></u>	<u><u>33.9</u></u>	<u><u>0.0</u></u>

**AGENCY OVERVIEW**

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The Kansas Constitution provides that the Governor shall be the Chief Executive Officer of the state. The Governor is elected to a four-year term of office on a ticket which includes the Lieutenant Governor. Among the constitutional powers and duties exercised by the Governor are signing or vetoing acts of the Legislature, presenting an annual message to the Legislature on the condition of the state, submitting to the Legislature an annual state budget, and considering pardon of those convicted of criminal acts. The Governor also serves as chair of the State Finance Council and is, by virtue of the office, the Commander-in-Chief of the Kansas National Guard.

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

The agency request for FY 1999 operating expenditures totals \$1,829,670.

- The request is a reduction of \$18,075 from the amount the agency could expend in the current year.
- State General Fund expenditures of \$1,829,670 reflect the currently authorized amount which includes an unanticipated reappropriation of \$25,513.
- The request maintains the currently authorized 30.0 FTE positions.

The Governor recommends FY 1999 operating expenditures of \$1,829,670, the same as the agency's estimate. The Governor also concurs with the agency's requested FTE positions of 30.0.

#### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

#### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

#### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Governor's Department

Bill No. -

Bill Sec. -

Analyst: Conroy

Analysis Pg. No. 1530

Budget Page No. 179

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 1,829,670	\$ 1,829,670	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,829,670	\$ 1,829,670	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 1,829,670</u>	<u>\$ 1,829,670</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 1,829,670	\$ 1,829,670	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,829,670	\$ 1,829,670	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 1,829,670</u>	<u>\$ 1,829,670</u>	<u>\$ 0</u>
FTE Positions	30.0	30.0	0.0
Unclassified Temp. Positions	3.9	3.9	0.0
TOTAL	<u>33.9</u>	<u>33.9</u>	<u>0.0</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Governor's Department

**Bill No.** 326

**Bill Sec.** 27

**Analyst:** Conroy

**Analysis Pg. No.** 1530

**Budget Page No.** 179

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 1,842,869	\$ 1,855,891	\$ (44,293)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,842,869</u>	<u>\$ 1,855,891</u>	<u>\$ (44,293)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<b><u><u>\$ 1,842,869</u></u></b>	<b><u><u>\$ 1,855,891</u></u></b>	<b><u><u>\$ (44,293)</u></u></b>
<b>State General Fund:</b>			
State Operations	\$ 1,836,369	\$ 1,849,391	\$ (44,293)*
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,836,369</u>	<u>\$ 1,849,391</u>	<u>\$ (44,293)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<b><u><u>\$ 1,836,369</u></u></b>	<b><u><u>\$ 1,849,391</u></u></b>	<b><u><u>\$ (44,293)</u></u></b>
<b>Other Funds:</b>			
State Operations	\$ 6,500	\$ 6,500	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 6,500</u>	<u>\$ 6,500</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<b><u><u>\$ 6,500</u></u></b>	<b><u><u>\$ 6,500</u></u></b>	<b><u><u>\$ 0</u></u></b>
FTE Positions	29.0	29.0	0.0
Unclassified Temp. Positions	<u>2.9</u>	<u>2.9</u>	<u>0.0</u>
<b>TOTAL</b>	<b><u><u>31.9</u></u></b>	<b><u><u>31.9</u></u></b>	<b><u><u>0.0</u></u></b>

\* The entire adjustment reflects deletion of the Governor's recommended employee pay plan.

**AGENCY OVERVIEW**

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The Kansas Constitution provides that the Governor shall be the Chief Executive Officer of the state. The Governor is elected to a four-year term of office on a ticket which includes the Lieutenant Governor. Among the constitutional powers and duties exercised by the Governor are signing or vetoing acts of the Legislature, presenting an annual message to the Legislature on the condition of the state, submitting to the Legislature an annual state budget, and considering pardon of those convicted of

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criminal acts. The Governor also serves as chair of the State Finance Council and is, by virtue of the office, the Commander-in-Chief of the Kansas National Guard.

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

The agency request for FY 2000 totals \$1,842,869, which is an increase of \$13,199 or 0.7 percent above the FY 1999 estimate.

- State General Fund financing increases \$6,699 or 0.4 percent
- Other funds (Conversion of Materials and Equipment Fund) increase \$6,500
- Total FTE positions decrease by 1.0 FTE (an Administrative Assistant) position.

The Governor recommends \$1,855,891 for FY 2000 which is an increase of 1.4 percent above the Governor's FY 1999 recommendation.

- State General Fund financing increases \$19,721 or 1.1 percent
- The Governor concurs with the agency request for other funds (\$6,500)
- The Governor recommends \$44,293 for his pay plan proposal which includes for this agency a 3.5 percent unclassified merit pool
- The Governor concurs with the agency request for 29.0 FTE positions.

### **Senate Subcommittee Recommendation**

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

1. Delete \$44,293 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (3.5 percent unclassified merit pool).

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

### **Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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**House Budget Committee Report**

**Agency:** Governor's Department

**Bill No.** 2519

**Bill Sec.** 27

**Analyst:** Conroy

**Analysis Pg. No.** 1530

**Budget Page No.** 179

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 1,842,869	\$ 1,855,891	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,842,869	\$ 1,855,891	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 1,842,869</u>	<u>\$ 1,855,891</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 1,836,369	\$ 1,849,391	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 1,836,369	\$ 1,849,391	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 1,836,369</u>	<u>\$ 1,849,391</u>	<u>\$ 0</u>
Other Funds:			
State Operations	\$ 6,500	\$ 6,500	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 6,500	\$ 6,500	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 6,500</u>	<u>\$ 6,500</u>	<u>\$ 0</u>
FTE Positions	29.0	29.0	0.0
Unclassified Temp. Positions	2.9	2.9	0.0
TOTAL	<u>31.9</u>	<u>31.9</u>	<u>0.0</u>

**House Budget Committee Recommendation**

The House Budget Committee concurs with the recommendations of the Governor.

## Senate Subcommittee Report

Agency: Lieutenant Governor

Bill No. –

Bill Sec. –

Analyst: Conroy

Analysis Pg. No. 1540

Budget Page No. 337

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 145,504	\$ 145,504	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 145,504	\$ 145,504	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 145,504</u>	<u>\$ 145,504</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 145,504	\$ 145,504	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 145,504	\$ 145,504	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 145,504</u>	<u>\$ 145,504</u>	<u>\$ 0</u>
FTE Positions	3.0	3.0	0.0
Unclassified Temp. Positions	1.0	1.0	0.0
TOTAL	<u>4.0</u>	<u>4.0</u>	<u>0.0</u>

### AGENCY OVERVIEW

The *Kansas Constitution* provides for the popular election of the Lieutenant Governor. Since 1974, the Governor and Lieutenant Governor have been elected jointly to four-year terms. All duties of the Lieutenant Governor are assigned by the Governor. In addition, the Lieutenant Governor succeeds to the Office of Governor in the event that the office becomes vacant. The Lieutenant Governor is, by statute, a member of the State Election Board and may concurrently serve as a cabinet officer or department head.

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

The agency's estimate for FY 1999 operating expenditures is \$145,504, which is the same amount as currently authorized, including the reappropriation.

Attachment 8-1  
House Appropriations Committee  
March 8, 1999

The Governor concurs with the agency request for FY 1999. The Governor also concurs with the agency's requested FTE positions at 3.0.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the recommendation of the Governor.

**Senate Committee Recommendation**

The Senate Committee concurs with the recommendation of the Subcommittee.

**Senate Recommendation**

The full Senate has not yet considered this agency's budget.

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House Budget Committee Report

Agency: Lieutenant Governor

Bill No. –

Bill Sec. –

Analyst: Conroy

Analysis Pg. No. 1540

Budget Page No. 337

<u>Expenditure Summary</u>	<u>Agency Est. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 145,504	\$ 145,504	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 145,504</u>	<u>\$ 145,504</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 145,504</u></u>	<u><u>\$ 145,504</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 145,504	\$ 145,504	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 145,504</u>	<u>\$ 145,504</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 145,504</u></u>	<u><u>\$ 145,504</u></u>	<u><u>\$ 0</u></u>
FTE Positions	3.0	3.0	0.0
Unclassified Temp. Positions	1.0	1.0	0.0
TOTAL	<u><u>4.0</u></u>	<u><u>4.0</u></u>	<u><u>0.0</u></u>

House Budget Committee Recommendation

The House Budget Committee concurs with the recommendations of the Governor.

**Senate Subcommittee Report**

**Agency:** Lieutenant Governor

**Bill No.** 326

**Bill Sec.** 28

**Analyst:** Conroy

**Analysis Pg. No.** 1540

**Budget Page No.** 337

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
<b>All Funds:</b>			
State Operations	\$ 131,038	\$ 129,546	\$ (2,280) *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 131,038</u>	<u>\$ 129,546</u>	<u>\$ (2,280)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 131,038</u></u>	<u><u>\$ 129,546</u></u>	<u><u>\$ (2,280)</u></u>
<b>State General Fund:</b>			
State Operations	\$ 131,038	\$ 129,546	\$ (2,280) *
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 131,038</u>	<u>\$ 129,546</u>	<u>\$ (2,280)</u>
Capital Improvements	0	0	0
<b>TOTAL</b>	<u><u>\$ 131,038</u></u>	<u><u>\$ 129,546</u></u>	<u><u>\$ (2,280)</u></u>
FTE Positions	3.0	3.0	0.0
Unclassified Temp. Positions	1.0	1.0	0.0
<b>TOTAL</b>	<u><u>4.0</u></u>	<u><u>4.0</u></u>	<u><u>0.0</u></u>

\* The entire adjustment reflects the deletion of the Governor's pay plan.

**AGENCY OVERVIEW**

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The *Kansas Constitution* provides for the popular election of the Lieutenant Governor. Since 1974, the Governor and Lieutenant Governor have been elected jointly to four-year terms. All duties of the Lieutenant Governor are assigned by the Governor. In addition, the Lieutenant Governor succeeds to the Office of Governor in the event that the office becomes vacant. The Lieutenant Governor is, by statute, a member of the State Election Board and may concurrently serve as a cabinet officer or department head.

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## Agency Req./Governor's Recommendation

The agency request for FY 2000 operating expenditures is \$131,038 (all from the State General Fund), which is a reduction of \$14,466 or 9.9 percent below the revised current year estimate. The agency requests:

- Salaries and wages totaling \$102,096 which includes:
  - The full statutory salary of the Lieutenant Governor of \$25,072 (excluding fringe benefits)
  - Continued funding for two support positions (Administrative Assistant and a Secretary/Receptionist)
- Other operating expenditures total \$28,942, a reduction of \$22,268 or 43.4 percent below the revised current year estimate.
  - Travel and subsistence decreases \$15,728 or 47.7 percent from FY 1999.

**The Governor** recommends operating expenditures of \$129,546, a reduction of \$1,492 from the agency's request. The Governor recommends:

- Salaries and wages totaling \$92,856
  - A salary reserve of \$10,608 for the salary of the Lieutenant Governor, reflecting a partial year salary should the Lieutenant Governor stop serving as a cabinet secretary.
  - A 3.5 percent unclassified merit pool of \$2,280
- Other operating expenditures totaling \$36,690, an increase of \$7,748 above the agency's request.

## Senate Subcommittee Recommendation

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

1. Delete \$2,280 (all from the State General Fund) based on the recommendation to delete funding for the Governor's recommended employee pay plan adjustments (3.5 percent unclassified merit pool).

## Senate Committee Recommendation

The Senate Committee concurs with the recommendation of the Subcommittee.

## Senate Recommendation

The full Senate has not yet considered this agency's budget.

8-5

**House Budget Committee Report**

**Agency:** Lieutenant Governor

**Bill No.** 2519

**Bill Sec.** 28

**Analyst:** Conroy

**Analysis Pg. No.** 1540

**Budget Page No.** 337

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 131,038	\$ 129,546	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 131,038	\$ 129,546	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 131,038</u>	<u>\$ 129,546</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 131,038	\$ 129,546	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 131,038	\$ 129,546	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 131,038</u>	<u>\$ 129,546</u>	<u>\$ 0</u>
FTE Positions	3.0	3.0	0.0
Unclassified Temp. Positions	1.0	1.0	0.0
TOTAL	<u>4.0</u>	<u>4.0</u>	<u>0.0</u>

**House Budget Committee Recommendation**

The House Budget Committee concurs with the recommendations of the Governor.

8-6

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Secretary of State

**Bill No. --**

**Bill Sec. --**

**Analyst:** Hollon

**Analysis Pg. No.** 1457

**Budget Page No.** 381

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 1,503,823	\$ 1,462,823	\$ 0
Special Revenue Funds	<u>1,553,317</u>	<u>1,559,316</u>	<u>0</u>
TOTAL	<u>\$ 3,057,140</u>	<u>\$ 3,022,139</u>	<u>\$ 0</u>
FTE Positions	55.0	55.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>55.0</u>	<u>55.0</u>	<u>0.0</u>

**Agency Estimate/Governor's Recommendation**

The agency estimates expenditures for FY 1999 of \$3,057,140 which is an increase of \$84,285 (2.8 percent) above the approved budget. The estimate includes \$2,018,681 for salaries and wages, \$706,729 for contractual services, \$75,794 for commodities, and \$255,936 for capital outlay. The capital outlay request includes funding of \$235,000 for an optical imaging system for the Corporations Division.

The Governor recommends funding of \$3,022,139 for FY 1999 operating expenditures which is an increase of \$49,284 (1.7 percent) above the approved budget. The recommendation includes \$1,983,681 for salaries and wages, \$706,728 for contractual services, \$75,794 for commodities, and \$255,936 for capital outlay. The recommendation includes funding for the requested optical imaging system.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendations.

**Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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Attachment 9-1  
House Appropriations Committee  
March 8, 1999



HOUSE BUDGET COMMITTEE REPORT

Agency: Secretary of State

Bill No. 2521

Bill Sec. 10

Analyst: Hollon

Analysis Pg. No. 1457

Budget Page No. 381

<u>Expenditure Summary</u>	<u>Agency Est. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Budget Committee Adjustments</u>
State Operations:			
State General Fund	\$ 1,503,823	\$ 1,462,823	\$ 0
Special Revenue Funds	1,553,317	1,559,316	0
TOTAL	<u>\$ 3,057,140</u>	<u>\$ 3,022,139</u>	<u>\$ 0</u>
FTE Positions	55.0	55.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>55.0</u>	<u>55.0</u>	<u>0.0</u>

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

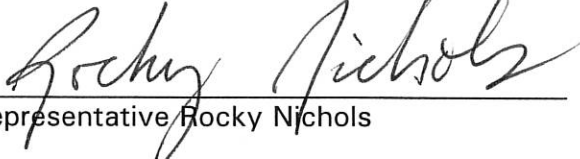
The agency estimates expenditures for FY 1999 of \$3,057,140 which is an increase of \$84,285 (2.8 percent) above the approved budget. The estimate includes \$2,018,681 for salaries and wages, \$706,729 for contractual services, \$75,794 for commodities, and \$255,936 for capital outlay. The capital outlay request includes funding of \$235,000 for an optical imaging system for the Corporations Division.

The Governor recommends funding of \$3,022,139 for FY 1999 operating expenditures which is an increase of \$49,284 (1.7 percent) above the approved budget. The recommendation includes \$1,983,681 for salaries and wages, \$706,728 for contractual services, \$75,794 for commodities, and \$255,936 for capital outlay. The recommendation includes funding for the requested optical imaging system.

**House Budget Committee Recommendation**


The Budget Committee concurs with the Governor's recommendation.

  
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Representative Tony Powell, Chair

  
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Representative Rocky Nichols

  
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Representative Peggy Palmer

  
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Representative Jeff Peterson

  
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Representative Eber Phelps

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Secretary of State

**Bill No. –**

**Bill Sec. –**

**Analyst:** Hollon

**Analysis Pg. No.** 1457

**Budget Page No.** 381

<u>Expenditure Summary</u>	<u>Agency Request FY 2000</u>	<u>Gov. Rec. FY 2000</u>	<u>Senate Subcommittee Adjustments*</u>
State Operations:			
State General Fund	\$ 4,185,963	\$ 2,125,471	\$ 175,399
Special Revenue Funds	<u>1,530,026</u>	<u>1,750,969</u>	<u>(232,511)</u>
<b>TOTAL</b>	<b><u>\$ 5,715,989</u></b>	<b><u>\$ 3,876,440</u></b>	<b><u>\$ (57,112)</u></b>
FTE Positions	55.0	54.0	54.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>	<b><u>55.0</u></b>	<b><u>54.0</u></b>	<b><u>54.0</u></b>

\* Includes a reduction of \$57,112 (\$31,448 from the State General Fund) for the Governor's employee salary adjustments.

**Note:** Absent the Subcommittee's adjustment to the Governor's employee salary plan, there is a shift of \$206,847 from the agency's fee funds to the State General Fund with no change in the total amount recommended.

**Agency Request/Governor's Recommendation**

The agency requests expenditures for FY 2000 of \$5,715,989 which is an increase of \$2,658,849 (87.0 percent) above the FY 1999 estimate. The request includes \$2,080,355 for salaries and wages, \$1,168,317 for contractual services, \$158,267 for commodities, \$749,050 for capital outlay and \$1,560,000 in aid to local units. The contractual services request includes \$1,026,412 from the State General Fund to fund the agency's move to Memorial Hall (includes rent of \$248,795). The capital outlay request includes an enhancement request of \$185,799 for an optical imaging system for the Uniform Commercial Code Division. The aid to local units request consists of funding for the presidential preference primary.

The Governor recommends funding of \$3,876,440 for FY 2000 operating expenditures which is an increase of \$854,301 (28.3 percent) above the FY 1999 recommendation. The recommendation includes \$2,046,330 for salaries and wages, \$1,117,418 for contractual services, \$155,267 for commodities, and \$557,425 for capital outlay. The recommendation includes funding of \$839,787 (\$384,145 SGF) for the agency's move including rent of \$248,795 as well as funding for the requested optical imaging system. The Governor does not recommend funding for the presidential preference primary.

## Senate Subcommittee Recommendation

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

1. Delete \$57,112 (\$31,448 from the State General Fund) for the Governor's employee salary adjustments.
2. Shift funding of \$206,847 for the agency's move to Memorial Hall from the agency's fee funds to the State General Fund so that the move is funded entirely through the State General Fund (the moving expenses excluding rent total \$590,992).

## Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation.

## HOUSE BUDGET COMMITTEE REPORT

Agency: Secretary of State

Bill No. 2519

Bill Sec. 30

Analyst: Hollon

Analysis Pg. No. 1457

Budget Page No. 381

<u>Expenditure Summary</u>	<u>Agency Est. FY 2000</u>	<u>Gov. Rec. FY 2000</u>	<u>House Budget Committee Adjustments</u>
State Operations:			
State General Fund	\$ 4,185,963	\$ 2,125,471	\$ 0
Special Revenue Funds	<u>1,530,026</u>	<u>1,750,969</u>	<u>0</u>
TOTAL	<u>\$ 5,715,989</u>	<u>\$ 3,876,440</u>	<u>\$ 0</u>
FTE Positions	55.0	54.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>55.0</u>	<u>54.0</u>	<u>0.0</u>

## Agency Est./Governor's Recommendation

The agency requests FY 2000 expenditures of \$5,715,989 which is an increase of \$2,658,849 (87.0 percent) above the FY 1999 estimate. The request includes \$2,080,355 for salaries and wages, \$1,168,317 for contractual services, \$158,267 for commodities, \$749,050 for capital outlay and \$1,560,000 in aid to local units. The contractual services request includes \$1,026,412 from the State General Fund to fund the agency's move to Memorial Hall (includes rent of \$248,795). The capital

outlay request includes an enhancement request of \$185,799 for an optical imaging system for the Uniform Commercial Code Division. The aid to local units request consists of funding for the presidential preference primary.

The Governor recommends funding of \$3,876,440 for FY 2000 operating expenditures which is an increase of \$854,301 (28.3 percent) above the FY 1999 recommendation. The recommendation includes \$2,046,330 for salaries and wages, \$1,117,418 for contractual services, \$155,267 for commodities, and \$557,425 for capital outlay. The recommendation includes funding of \$839,787 (\$384,145 SGF) for the agency's move including rent of \$248,795 as well as funding for the requested optical imaging system. The Governor does not recommend funding for the presidential preference primary.

### House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation with the following notation:


1. The agency is concerned that funds for both the move to Memorial Hall and the optical imaging system are being taken from the Information and Copy Services Fee Fund and the Uniform Commercial Code Fee Fund. In response to that concern, the Budget Committee recommends that the Office of the Secretary of State be authorized to purchase the requested optical imaging system using any fee funds which are available to them rather than just those funds specifically designated by the Governor.

  
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Representative Tony Powell, Chair

  
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Representative Rocky Nichols

  
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Representative Peggy Palmer

  
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Representative Jeff Peterson

  
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Representative Eber Phelps

## Senate Subcommittee Report

Agency: State Treasurer

Bill No. 323

Bill Sec. New

Analyst: West

Analysis Pg. No. 1,440

Budget Page No. 445

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 3,328,999	\$ 3,211,761	\$ 198,000
Aid to Local Units	109,217,389	109,217,389	0
Other Assistance	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Operating	\$ 112,546,388	\$ 112,429,150	\$ 198,000
Debt Service Principal	<u>59,217</u>	<u>59,217</u>	<u>0</u>
TOTAL	<u><u>\$ 112,605,605</u></u>	<u><u>\$ 112,488,367</u></u>	<u><u>\$ 198,000</u></u>
State General Fund:			
State Operations	\$ 2,184,892	\$ 2,079,454	\$ 198,000
Aid to Local Units	91,826,027	91,826,027	0
Other Assistance	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Operating	\$ 94,010,919	\$ 93,905,481	\$ 198,000
Debt Service Principal	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u><u>\$ 94,010,919</u></u>	<u><u>\$ 93,905,481</u></u>	<u><u>\$ 198,000</u></u>
FTE Positions:			
	55.5	53.5	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u><u>55.5</u></u>	<u><u>53.5</u></u>	<u><u>0.0</u></u>

### Agency Req./Governor's Recommendation

**State Operations.** The Treasurer's current year estimate of state operations expenditures totals \$3.3 million which reflects:

- **State General Fund savings** of \$24,309 in addition to reappropriated FY 1998 savings which were \$156,465 greater than anticipated for a total reduction from the authorized budget of \$180,774.
- Special revenue fund savings of \$16,413.
- A reduction of **1.0 FTE position** from the staffing of the Pooled Money Investment Board (PMIB).

**The Governor recommends** a current year state operations budget of \$3.2 million, a reduction of \$117,238 from the agency's estimate.

- State General Fund financed salaries are reduced by \$105,438 to reflect vacancies and the elimination of 2.0 FTE positions.

- Other operating expenditures for the PMIB are reduced by \$11,800.

## Local Aid

The Treasurer's current year estimate of aid to local units of government expenditures totals \$109.2 million, an increase of \$1.8 million from the approved budget.

- State General Fund demand transfers are increased by \$719,820 to reflect the estimates of the Consensus Revenue Estimating Group for the **Local Ad Valorem Tax Reduction Fund** (\$720,000) and a technical adjustment to the **County and City Revenue Sharing Fund** (\$180). These two demand transfers are anticipated to cost \$91.8 million in FY 1999.
- Special revenue financed aid is increased by \$1.1 million from the approved budget.
  - **Local Alcoholic Liquor Fund** payments are anticipated to increase \$600,000 to \$14.6 million.
  - **Rental Motor Vehicle Excise Tax** payments are anticipated to increase \$100,000 to \$2.4 million.
  - **Racing Admissions Tax** payments are projected to decrease \$967 to \$1,433.
  - The revised current year budget includes a new aid program, the **Tax Increment Financing Revenue Replacement Fund**. The program was created by the 1997 Legislature as a part of the tax code changes for that year, but was not brought to the attention of state budget officers for inclusion in the approved budget. The new entitlement will hold certain local units of government with redevelopment districts harmless from any revenue losses resulting from lower school property tax levies. The program is anticipated to cost \$389,929 in FY 1999.
- **The Governor concurs with the current year estimate of local aid payments.**

## Senate Subcommittee Recommendation

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

1. Subsequent to the submission of the budget, the State Treasurer's office began a remodeling project to improve the office layout and promote workflow efficiency. The Subcommittee has been informed that the funds are available due to several vacancies which have occurred in the last few years. Two of these positions are eliminated under the Governor's recommendation and the Treasurer has not appealed their restoration, but does request the restoration of \$198,000 to permit the one time remodeling expenditures. The Subcommittee concurs with this request and notes the increase would still leave the Treasurer's budget \$88,212 below the approved current year budget.
2. The Subcommittee reviewed the bank fees paid by the agency for investing temporarily idle state and local funds. These fees, which totaled \$460,243 in FY 1998, are a shared cost between the State Treasurer and the Pooled Money Investment Board (PMIB), with the Treasurer's share paid from State General Fund appropriations. Since the creation of the PMIB, their share of the bank fees has been

limited to \$100,000, leaving the State General Fund to bear the burden of increased fees and at times forcing the State Treasurer to use the office's operating budget to cover shortfalls in the amount appropriated. The Subcommittee recommends that the artificial limit of \$100,000 for bank fees be removed from the PMIB. This will allow the State Treasurer and the PMIB to negotiate the proper ratio of financing bank fees between the two entities.

### **Senate Committee Recommendation**

The Senate Committee concurs with the recommendations of the Subcommittee with the following clarification:

1. Amend the proviso on the PMIB Fee Fund to remove the artificial limit on bank fees.

### **Senate Committee of the Whole Recommendation**

The Senate Committee of the Whole has not considered this budget.

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### House Budget Committee Report

Agency: State Treasurer

Bill No. 323

Bill Sec. New

Analyst: West

Analysis Pg. No. 1,440

Budget Page No. 445

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 3,328,999	\$ 3,211,761	\$ 198,000
Aid to Local Units	109,217,389	109,217,389	0
Other Assistance	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Operating	\$ 112,546,388	\$ 112,429,150	\$ 198,000
Debt Service Principal	<u>59,217</u>	<u>59,217</u>	<u>0</u>
TOTAL	<u><u>\$ 112,605,605</u></u>	<u><u>\$ 112,488,367</u></u>	<u><u>\$ 198,000</u></u>
State General Fund:			
State Operations	\$ 2,184,892	\$ 2,079,454	\$ 198,000
Aid to Local Units	91,826,027	91,826,027	0
Other Assistance	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Operating	\$ 94,010,919	\$ 93,905,481	\$ 198,000
Debt Service Principal	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u><u>\$ 94,010,919</u></u>	<u><u>\$ 93,905,481</u></u>	<u><u>\$ 198,000</u></u>
FTE Positions:			
	55.5	53.5	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u><u>55.5</u></u>	<u><u>53.5</u></u>	<u><u>0.0</u></u>

### House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation, with the following adjustments:

1. Subsequent to the submission of the budget, the State Treasurer's office began a remodeling project to improve the office layout and promote workflow efficiency. The Budget Committee has been informed that the funds are available due to several vacancies which have occurred in the last few years. Two of these positions are eliminated under the Governor's recommendation and the Treasurer has not appealed their restoration, but does request the restoration of \$198,000 to permit the one time remodeling expenditures. The Budget Committee concurs with this request and notes the increase would still leave the Treasurer's budget \$88,212 below the approved current year budget.

10-4


2. The Budget Committee reviewed the bank fees paid by the agency for investing temporarily idle state and local funds. These fees, which totaled \$460,243 in FY 1998, are a shared cost between the State Treasurer and the Pooled Money Investment Board (PMIB), with the Treasurer's share paid from State General Fund appropriations. Since the creation of the PMIB, their share of the bank fees has been limited to \$100,000, leaving the State General Fund to bear the burden of increased fees and at times forcing the State Treasurer to use the office's operating budget to cover shortfalls in the amount appropriated. The Budget Committee recommends that the proviso which limits PMIB's bank fees to \$100,000 be removed. This will allow the State Treasurer and the PMIB to negotiate the proper ratio of financing bank fees between the two entities.

  
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Representative Tony Powell, Chair

  
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Representative Rocky Nichols

  
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Representative Peggy Palmer

  
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Representative Jeff Peterson

  
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Representative Eber Phelps

**SENATE SUBCOMMITTEE REPORT**

**Agency:** State Treasurer

**Bill No.** 326

**Bill Sec.** 31

**Analyst:** West

**Analysis Pg. No.** 1,440

**Budget Page No.** 445

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00	Senate Subcommittee Adjustments*
<b>All Funds:</b>			
State Operations	\$ 3,452,663	\$ 3,344,565	\$ (80,536)
Aid to Local Units	120,196,029	112,812,029	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 123,648,692	\$ 116,156,594	\$ (80,536)
Debt Service Principal	0	0	0
<b>TOTAL</b>	<b>\$ 123,648,692</b>	<b>\$ 116,156,594</b>	<b>\$ (80,536)</b>
<b>State General Fund:</b>			
State Operations	\$ 2,262,707	\$ 2,155,027	\$ (54,569)
Aid to Local Units	102,579,000	95,195,000	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 104,841,707	\$ 97,350,027	\$ (54,569)
Debt Service Principal	0	0	0
<b>TOTAL</b>	<b>\$ 104,841,707</b>	<b>\$ 97,350,027</b>	<b>\$ (54,569)</b>
<b>FTE Positions:</b>			
Unclassified Temp. Positions	55.5	53.5	0.0
<b>TOTAL</b>	<b>55.5</b>	<b>53.5</b>	<b>0.0</b>

\* Includes a reduction of \$80,536 (\$54,569 from the State General Fund) for the Governor's employee salary adjustments.

**Agency Request/Governor's Recommendation**

**State Operations.** The agency requests an FY 2000 state operations budget of \$3.5 million, an increase of \$123,664 (3.7 percent) from the current year.

- Requested State General Fund financing of \$2.3 million represents an increase of \$77,815 (3.6 percent) from the current year.
  - The request includes a \$45,000 increase in bank fees, from \$330,000 to \$375,000.
- The request is designed to continue the current level of service and includes no enhancements.

**The Governor** recommends an FY 2000 state operations budget of \$3.3 million, an increase of \$132,804 (4.1 percent) from the current year recommendation.

- Recommended State General Fund financing totals \$2.2 million, an increase of \$75,573 (3.6 percent) from the current year.
  - The recommendation includes \$340,000 for bank fees in FY 2000, a \$10,000 increase from the current year.
- FY 2000 staffing of 53.5 FTE is a reduction of 2.0 FTE positions from the agency's request.

## Local Aid

The agency's estimate for payments to local units of government totals \$120.2 million, an increase of \$11.0 million (10.1 percent) from the current year.

- **Demand Transfers.** The demand transfers to local units of government are estimated by the Consensus Revenue Estimating Group to total \$102.6 million in FY 2000.
  - Local Ad Valorem Tax Reduction Fund (LAVTRF) payments are estimated to be \$58.0 million, a \$2.7 million (5.0 percent) increase from the current year.
  - County and City Revenue Sharing Fund (CCRSF) payments are estimated to total \$44.6 million, an \$8.0 million (21.9 percent) increase from the current year.
  - Both estimates assume current law and do not reflect any caps on the growth of expenditures.
- **Special revenue fund** payments to local units of government are estimated to total \$17.6 million in FY 2000, an increase of \$225,667 (1.3 percent) from the current year.
  - The majority of the increases are associated with the Rental Motor Vehicle Excise Tax (\$125,000) and the Local Alcoholic Liquor Fund (\$100,000).

The Governor concurs with the agency's estimate of FY 2000 payments to local units of government, with the following adjustment:

- **The Governor recommends that the growth in expenditures for the County and City Revenue Sharing Fund be capped at 1.7 percent above current year expenditures.** The Governor's FY 2000 recommendation totals \$37.2 million, a reduction of \$7,834,000 from the current law estimate.

## Senate Subcommittee Recommendation

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

1. Delete \$80,536, including \$54,569 from the State General Fund, for the Governor's recommended FY 2000 pay plan adjustments.
2. Consistent with the Subcommittee's current year recommendation, remove the limit on the amount of bank fees which can be paid by the Pooled Money Investment Board.

**Senate Committee Recommendation**

The Senate Committee concurs with the recommendations of the Subcommittee.

**Senate Committee of the Whole Recommendation**

The Senate Committee of the Whole has not considered this budget.

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**HOUSE BUDGET COMMITTEE REPORT**

**Agency:** State Treasurer

**Bill No.** 326

**Bill Sec.** 31

**Analyst:** West

**Analysis Pg. No.** 1,440

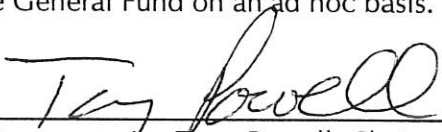
**Budget Page No.** 445

<u>Expenditure Summary</u>	<u>Agency Request FY00</u>	<u>Gov. Rec. FY 00</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 3,452,663	\$ 3,344,565	\$ 0
Aid to Local Units	120,196,029	112,812,029	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 123,648,692	\$ 116,156,594	\$ 0
Debt Service Principal	0	0	0
TOTAL	<u>\$ 123,648,692</u>	<u>\$ 116,156,594</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 2,262,707	\$ 2,155,027	\$ 0
Aid to Local Units	102,579,000	95,195,000	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 104,841,707	\$ 97,350,027	\$ 0
Debt Service Principal	0	0	0
TOTAL	<u>\$ 104,841,707</u>	<u>\$ 97,350,027</u>	<u>\$ 0</u>
FTE Positions:	55.5	53.5	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>55.5</u>	<u>53.5</u>	<u>0.0</u>

## House Budget Committee Recommendation


The Budget Committee concurs with the Governor's recommendation, with the following adjustments:

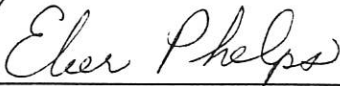
1. Consistent with the Budget Committee's current year recommendation, remove the limit on the amount of bank fees which can be paid by the Pooled Money Investment Board.
2. The Budget Committee reviewed the operations of the Municipal Bond program. The program provides registration and payment services for local bond issues. The fees for these services have averaged between \$430,000 and \$610,000 annually in recent years, which was deposited to the State General Fund. State General Fund expenditures for the program have averaged between \$400,000 and \$450,000 in recent years. The State Treasurer testified that greater operational efficiency and revenues could possibly be obtained if the program were fee fund supported. The Budget Committee recommends the introduction of legislation which would credit all of the municipal bond fees to the Bond Services Fee Fund. Should the bill pass, the Municipal Bond Program could be shifted to fee fund financing and additional revenues above what is necessary to run the program could be used to finance other agency operations or transferred to the State General Fund on an ad hoc basis.

  
\_\_\_\_\_  
Representative Tony Powell, Chair

  
\_\_\_\_\_  
Representative Rocky Nichols

  
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Representative Peggy Palmer

  
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Representative Jeff Peterson

  
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Representative Eber Phelps

# House Budget Committee Reports

## Insurance Department Health Care Stabilization Fund Board of Governors



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Representative Tony Powell, Chairman



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Representative Rocky Nichols



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Representative Jeff Peterson



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Representative Peggy Palmer



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Representative Eber Phelps

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Insurance Department

**Bill No. -**

**Bill Sec. -**

**Analyst:** Severn

**Analysis Pg. No.** 1550

**Budget Page No.** 259

<u>Expenditure Summary</u>	<u>Agency Est. FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds			
State Operations	\$ 10,281,083	\$ 10,262,926	\$ 0
Aid to Local Units	4,946,285	4,946,285	0
Other Assistance	<u>16,733,241</u>	<u>16,733,241</u>	<u>0</u>
Subtotal - Operating	\$ 31,960,609	\$ 31,942,452	\$ 0
Capital Improvements	<u>255,000</u>	<u>255,000</u>	<u>0</u>
TOTAL	<u><u>\$ 32,215,609</u></u>	<u><u>\$ 32,197,452</u></u>	<u><u>\$ 0</u></u>
FTE Positions	163.5	163.5	0.0
Unclassified Temp. Positions	<u>2.0</u>	<u>2.0</u>	<u>0.0</u>
TOTAL	<u><u>165.5</u></u>	<u><u>165.5</u></u>	<u><u>0.0</u></u>

**Agency Estimate/Governor's Recommendation**

The agency estimates operating expenditures of \$31,960,609 for FY 1999 is a reduction of \$2,972,432 from the approved budget. Significant reductions in Workers' Compensation Fund expenditures (\$2,400,000 in estimated second injury claims and \$602,796 in associated contractual services from reduced case loads) are partially offset by increased payments from the Firefighters' Relief Fund due to higher than estimated premiums taxes.

The Governor reduces the agency's estimate for salaries and wages by \$18,157 in fringe benefits.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor.

**Senate Committee Recommendation**

The Senate Committee concurs with the recommendations of the Subcommittee.

**Senate Committee of the Whole Recommendation**

The Senate Committee of the Whole has not considered this budget.



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### House Budget Committee Report

**Agency:** Insurance Department

**Bill No. -**

**Bill Sec. -**

**Analyst:** Severn

**Analysis Pg. No.** 1550

**Budget Page No.** 259

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Budget Committee Adjustments</u>
Special Revenue Funds			
State Operations	\$ 10,281,083	\$ 10,262,926	\$ 0
Aid to Local Units	4,946,285	4,946,285	0
Other Assistance	16,733,241	16,733,241	0
Subtotal - Operating	\$ 31,960,609	\$ 31,642,452	\$ 0
Capital Improvements	255,000	255,000	0
TOTAL	<u>\$ 32,215,609</u>	<u>\$ 32,197,452</u>	<u>\$ 0</u>
FTE Positions	163.5	163.5	0.0
Unclassified Temp. Positions	2.0	2.0	0.0
TOTAL	<u>165.5</u>	<u>165.5</u>	<u>0.0</u>

#### House Budget Committee Recommendation

The Budget Committee concurs with the Governor.

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Insurance Department

**Bill No.** 326

**Bill Sec.** 32

**Analyst:** Severn

**Analysis Pg. No.** 1550

**Budget Page No.** 259

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds			
State Operations	\$ 10,568,600	\$ 10,504,765	\$ (211,473) *
Aid to Local Units	4,946,285	4,946,285	0
Other Assistance	14,713,408	14,713,408	0
Subtotal - Operating	<u>\$ 30,228,293</u>	<u>\$ 30,164,458</u>	<u>\$ (211,473)</u>
Capital Improvements	252,000	252,000	0
TOTAL	<u><u>\$ 30,480,293</u></u>	<u><u>\$ 30,416,458</u></u>	<u><u>\$ (211,473)</u></u>
FTE Positions	164.5	163.5	0.0
Unclassified Temp. Positions	<u>2.0</u>	<u>2.0</u>	<u>0.0</u>
TOTAL	<u><u>166.5</u></u>	<u><u>165.5</u></u>	<u><u>0.0</u></u>

\* The reduction of \$211,473 from special revenue funds is entirely for the Governor's employee salary adjustment.

**Agency Request/Governor's Recommendation**

The agency's request for operating expenditures of \$30,228,293 for FY 2000 is a reduction of \$1,732,316 or 5.4 percent from the FY 1999 estimate, and includes further significant reductions in other assistance, grants and benefits, notably in workers' compensation payments. The reductions were partially offset by increases in salaries and wages.

The agency requested an enhancement totaling \$34,103 (including fringe benefits) and 1.0 FTE to add a fraud investigator.

The Governor recommends expenditures of \$30,164,458 for FY 2000. The Governor's recommendation for salaries and wages is \$63,835 below the agency request. The Governor does not recommend the \$34,103 and the 1.0 FTE for the enhancement, and also increases the turnover rate for certain activities and makes minor adjustments from recalculating fringe benefits. The Governor's employee salary adjustment was for \$211,473.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor with the following adjustments:

1. Delete \$211,473 (special revenue funds) for the Governor's recommended FY 2000 employee pay plan adjustment.
2. The Subcommittee notes that the agency reported problems in recruiting and retaining staff in the extremely competitive insurance market, particularly in light of the salary cap contained in K.S.A. 40-110. Legislation has been introduced in the House to modify or remove the cap. The Subcommittee requests that the agency report back to the full committee at Omnibus on the issue.

### Senate Committee Recommendation

The Senate Committee concurs with the recommendations of the Subcommittee.

### Senate Committee of the Whole Recommendation

The Senate Committee of the Whole has not considered this budget.

### House Budget Committee Report

Agency: Insurance Department

Bill No. 2519

Bill Sec. 32

Analyst: Severn

Analysis Pg. No. 1550

Budget Page No. 259

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00	Budget Committee Adjustments
Special Revenue Funds:			
State Operations	\$ 10,568,600	\$ 10,504,765	\$ 63,403
Aid to Local Units	4,946,285	4,946,285	0
Other Assistance	14,713,408	14,713,408	0
Subtotal - Operating	\$ 30,228,293	\$ 30,164,458	\$ 63,403
Capital Improvements	252,000	252,000	0
TOTAL	<u>\$ 30,480,293</u>	<u>\$ 30,416,458</u>	<u>\$ 63,403</u>
FTE Positions	164.5	163.5	1.0
Unclassified Temp. Positions	2.0	2.0	0.0
TOTAL	<u>166.5</u>	<u>165.5</u>	<u>1.0</u>

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## House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation with the following exceptions and observations:

1. Add 1.0 FTE and \$34,103 in salaries and wages (Insurance Department Fee Fund) for a fraud investigator position. The Budget Committee notes that the Kansas Bureau of Investigation estimates that insurance fraud is a \$50 million per year crime in Kansas. The Insurance Department is specifically charged with investigating insurance fraud. The additional fraud investigator will permit the Department to investigate the increasing number of fraud incidents reported. The increased surveillance will not only help the Department in its fraud investigation activities, but curb future fraud, and enhance the recovery of damages for insurance fraud victims. In 1998, the Department recovered over \$7 million for fraud victims.
2. Add \$29,300 in salaries and wages (Insurance Department Fee Fund) to reduce the shrinkage rate from 2.0 percent to 1.5 percent to more accurately reflect the shrinkage experience of the agency.
3. Add a proviso to lift the salary cap currently in effect for certain Insurance Department personnel. K.S.A. 1998 Supp. 40-110 states that in no case can the annual salary of appointees of the Insurance Commissioner exceed the Commissioner's salary. This restriction has resulted in a compression of salaries in the Department. The agency reports a problem with hiring and retaining professional staff. The Department has become a training ground for individuals who go on to other employers. Those employers include the National Association of Insurance Commissioners (NAIC) and insurance companies such as AmVestors and Security Benefit Group.

The Committee recognizes as preferable and endorses H.B. 2517. This bill presents a permanent solution to the salary compression problem faced by the Department and would remove the necessity for the proviso discussed above.

In either case, removal of the salary cap will not require expenditures beyond what is currently recommended for FY 2000.

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Health Care Stabilization Fund

**Bill No. -**

**Bill Sec. -**

**Analyst:** Severn

**Analysis Pg. No.** 1561

**Budget Page No.** 211

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,934,572	\$ 3,934,572	\$ 0
Other Assistance	<u>23,808,100</u>	<u>23,808,100</u>	<u>0</u>
TOTAL	<u>\$ 27,742,672</u>	<u>\$ 27,742,672</u>	<u>\$ 0</u>
FTE Positions	16.0	16.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>16.0</u>	<u>16.0</u>	<u>0.0</u>

**Agency Estimate/Governor's Recommendation**

The agency's estimate for FY 1999 expenditures for State Operations of \$3,934,572 and Other Assistance (claims payments) of \$23,808,100, for total expenditures of \$27,742,672. This amount exceeds the amount approved by the 1998 Legislature by \$1,874,185.

The Governor concurs in the agency estimate.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor.

**Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee recommendation.

**Senate Committee of the Whole Recommendation**

The Senate Committee of the Whole has not considered this budget.

### House Budget Committee Report

**Agency:** Health Care Stabilization Fund

**Bill No. -**

**Bill Sec. -**

**Analyst:** Severn

**Analysis Pg. No.** 1561

**Budget Page No.** 211

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Budget Committee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,934,572	\$ 3,934,572	\$ 0
Other Assistance	<u>23,808,100</u>	<u>23,808,100</u>	<u>0</u>
TOTAL	<u>\$ 27,742,672</u>	<u>\$ 27,742,672</u>	<u>\$ 0</u>
FTE Positions	16.0	16.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>16.0</u>	<u>16.0</u>	<u>0.0</u>

#### House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**Agency:** Health Care Stabilization Fund

**Bill No.** 326

**Bill Sec.** 33

**Analyst:** Severn

**Analysis Pg. No.** 1561

**Budget Page No.** 211

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,954,975	\$ 3,960,858	\$ (22,143)
Other Assistance	<u>23,808,100</u>	<u>23,808,100</u>	<u>0</u>
TOTAL	<u>\$ 27,763,075</u>	<u>\$ 27,768,958</u>	<u>\$ (22,143)</u>
FTE Positions	16.0	16.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>16.0</u>	<u>16.0</u>	<u>0.0</u>

**Agency Request/Governor's Recommendation**

The agency requests FY 2000 expenditures for state operations of \$3,954,975 and other assistance (claims payments) of \$23,808,100, for total expenditures of \$27,763,075. This total exceeds the FY 1999 estimate by \$20,403. All of the increase is in administrative operating expenditures.

The Governor concurs in the agency estimate and adds \$5,883 to finance part of his FY 2000 employee pay plan adjustment.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor with the following exception:

1. Delete \$22,143 (special revenue funds) for the Governor's recommended FY 2000 employee salary adjustment.

**Senate Committee Recommendation**

The Subcommittee concurs with the Governor.

**Senate Committee of the Whole Recommendation**

The Senate Committee of the Whole has not considered this budget.

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### House Budget Committee Report

**Agency:** Health Care Stabilization Fund

**Bill No.** 2519

**Bill Sec.** 33

**Analyst:** Severn

**Analysis Pg. No.** 1561

**Budget Page No.** 211

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Budget Committee Adjustments</u>
Special Revenue Funds:			
State Operations	\$ 3,954,975	\$ 3,960,858	\$ 0
Other Assistance	<u>23,808,100</u>	<u>23,808,100</u>	<u>0</u>
TOTAL	<u>\$ 27,763,075</u>	<u>\$ 27,768,958</u>	<u>\$ 0</u>
FTE Positions	16.0	16.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>16.0</u>	<u>16.0</u>	<u>0.0</u>

### House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.



STATE OF KANSAS

VAUGHN L. FLORA  
REPRESENTATIVE, 57TH DISTRICT  
431 WOODLAND AVE.  
TOPEKA, KANSAS 66607

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STATE CAPITOL  
RM 278-W  
TOPEKA, KANSAS 66612-1504  
785-296-7647



TOPEKA

HOUSE OF  
REPRESENTATIVES

COMMITTEE ASSIGNMENTS  
ENVIRONMENT: RANKING MINORITY MEMBER  
AGRICULTURE  
TAXATION  
TRANSPORTATION

MEMORANDUM

DATE: March 8, 1999

TO: Members of House Committee on Appropriations

FROM: Representative Vaughn Flora

RE: Proposed legislation creating the Kansas Agricultural Linked Deposit Program

The purpose of this bill is to provide low interest loans to farmers for construction of new or used grain storage facilities on their farms. Components of the bill include:

1. The state treasurer shall disseminate information to lenders.
2. Any lender who can receive agricultural linked deposits from the state can take applications from farmers who want loans up to \$50,000 to construct new or used grain storage facilities.
3. Lender can charge what the market will bear for interest on these loans up to 4% per annum, with not more than an 8 year amortization period on the loans.
4. Lender sends approved application to the state treasurer and enters into a agricultural linked deposit agreement with the state treasurer. The state treasurer then sends the amount of the loan in the form of a direct linked certificate of deposit at a zero interest rate.
5. The provisions of the act shall expire on July 1, 2002.

Attachment 14-1  
House Appropriations Committee  
March 8, 1999

## HOUSE BILL NO. \_\_\_\_\_

By

AN ACT concerning agriculture; creating the Kansas agricultural linked deposit program; providing certain requirements; prescribing certain duties for the state treasurer.

Be it enacted by the Legislature of the State of Kansas:

Section 1. This act shall be known and may be cited as the Kansas agricultural linked deposit program.

Sec. 2. As used in this act: (a) "Agricultural linked deposit" means a certificate of deposit placed by the state treasurer with an eligible lending institution for the purpose of carrying out the intent of this act;

(b) "agricultural linked deposit loan package" means the forms provided by the state treasurer for the purpose of applying for an agricultural linked deposit;

(c) "eligible lending institution" means a financial institution that agrees to participate in the Kansas agricultural linked deposit program and is eligible to be a depository of state funds; and

(d) "farm operations" means an individual or organization involved in farming except that "farm operations" shall not include a corporation other than a family farm corporation as defined in K.S.A. 17-5903 and amendments thereto.

Sec. 3. (a) The state treasurer is hereby authorized to administer the Kansas agricultural linked deposit program. Such program shall be for the exclusive purpose of providing funding for the construction of new or used grain storage facilities. The state treasurer shall promulgate rules and regulations to carry out the provisions of this act.

(b) The state treasurer shall submit an annual report outlining the status of the program to the governor and the legislature.

Sec. 4. (a) The state treasurer is hereby authorized to disseminate information and to provide agricultural linked deposit loan packages to the lending institutions eligible for participation in this act.

(b) The agricultural linked deposit loan package shall be completed by the borrower before being forwarded to the lending institution for consideration.

(c) (1) An eligible lending institution that agrees to receive an agricultural linked deposit shall accept and review applications for loans from eligible farm operations. The lending institution shall apply all usual lending standards to determine the credit worthiness of eligible farm operations. No single linked deposit loan for the construction of new or used grain storage facilities shall exceed \$50,000. The total amount of agricultural linked deposit loans shall not exceed \$7,000,000 in any one year.

(2) Only one linked deposit loan shall be made and be outstanding at any one time to any farm operation.

(3) No loan shall be amortized for a period of more than eight years.

(d) An eligible farm operation shall certify on its loan application that the reduced rate loan will be used exclusively for the purposes of this act.

(e) The eligible lending institution may approve or reject an agricultural linked deposit loan package based on the lending institution's evaluation of the eligible farm operation included in the package, the amount of the individual loan in the package, and other normal appropriate considerations.

(f) The eligible lending institution shall forward to the state treasurer, an approved agricultural linked deposit loan package, in the form and manner prescribed and approved by the state treasurer. The package shall include information regarding the amount of the loan requested by each farm operation and such other information regarding each farm operation the state treasurer requires. The lending institution shall certify that each applicant is an eligible farm operation.

Sec. 5. (a) The state treasurer may accept or reject an agricultural linked deposit loan package based on the state treasurer's evaluation of whether the loan to the eligible farm

operation meets the purposes of this act. If sufficient funds are not available for a linked deposit, then the applications may be considered in the order received when funds are once again available subject to a review by the lending institution.

(b) Upon acceptance, the state treasurer may place certificates of deposit with the eligible lending institution at a zero interest rate. When necessary, the state treasurer may place certificates of deposit prior to acceptance of an agricultural linked deposit loan package.

(c) The eligible lending institution shall enter into an agricultural linked deposit agreement with the state treasurer, which shall include requirements necessary to implement the purposes of the Kansas agricultural linked deposit program. Such requirements shall include an agreement by the eligible lending institution to lend an amount equal to the agricultural linked deposit to eligible farm operations at an interest rate that does not exceed 4%. The agreement shall include provisions for the certificates of deposit to be placed for any maturity considered appropriate by the state treasurer in coordination with the underlying linked deposit loan. Interest shall be paid at the times determined by the state treasurer.

Sec. 6. (a) Upon the placement of an agricultural linked deposit with an eligible lending institution, the institution shall fund the loan to each approved eligible farm operation listed in the agricultural linked deposit loan package in accordance with the agricultural linked deposit agreement between the institution and the state treasurer. The loan shall be at a rate as provided in section 5 and amendments thereto. A certification of compliance with this section in the form and manner as prescribed by the state treasurer shall be required of the eligible lending institution.

(b) The state treasurer shall take any and all steps necessary to implement the Kansas agricultural linked deposit program.

Sec. 7. The state and the state treasurer shall not be

liable to any eligible lending institution in any manner for payment of the principal or interest on the loan to an eligible farm operation. Any delay in payments or default on the part of an eligible farm operation does not in any manner affect the agricultural linked deposit agreement between the eligible lending institution and the state treasurer.

Sec. 8. The provisions of this act shall expire on July 1, 2002.

Sec. 9. This act shall take effect and be in force from and after its publication in the Kansas register.

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