

Approved: 3/12/99
Date

MINUTES OF THE SENATE WAYS AND MEANS.

The meeting was called to order by Chairperson Dave Kerr at 11:00 a.m. on March 3, 1999 in Room 123-S of the Capitol.

All members were present except:

Committee staff present: Alan Conroy, Legislative Research Department
Debra Hollon, Legislative Research Department
Rae Anne Davis, Legislative Research Department
Norman Furse, Revisor of Statutes
Michael Corrigan, Revisor of Statutes
Judy Bromich, Administrative Assistant
Ann Deitcher, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list.

The Chairman read from the Subcommittee Report on the Board of Regents. (Attachment 1).

The Subcommittee concurred with the recommendations of the Governor for Fiscal Year 1999.

For Fiscal Year 2000 the Subcommittee concurred with the recommendations of the Governor with the adjustments in items 1 through 4 on pages 1-7 and 1-8.

In item 4, Chairman Kerr said there had been some controversy about to whom the extra \$2,500,000 that the Governor put forth and the Subcommittee concurred with, and the \$900,000 that the Subcommittee added to, should apply.

Dr. Tom Bryant of the Board of Regents explained that there are 295 persons at Kansas State University about whom there would be some doubt. Of those, 182 were considered research faculty. That would be people doing the agriculture research that typically goes on at land-grant universities. The other 113 would be considered public service faculty. Of the 126 at Kansas University Medical Center, 31 are primarily in research and 95 are public service people. Extension agents are not included in these numbers.

Senator Salisbury said it was the Regent universities and the members of the Board of Regents who brought these concerns to the Subcommittee. Her feelings at this point were that it was up to the Regents to fix the problem with the money given them. Senator Petty concurred with this.

Dr. Bryant said that if they were to add research, the 182 and the 31, and then try to come up with a 5% raise for all those involved, they would need another \$240 thousand. If they then added the public service faculty, it would be yet another \$240 thousand. If no additional revenue is added, this drops it below 5% and they estimate that to be somewhere close to 4.8%.

The Chairman told the Committee that the Subcommittee had asked very specifically if they added \$900 thousand to the pool would they be achieving a 5% total increase, assuming the Governor's 3 ½ % for non-classified individuals. He said the answer was very specifically, yes.

Chairman Kerr asked Dr. Bryant for the number of faculty under their new alignment who would be eligible for these increases at each campus.

Dr. Bryant said at KU, for instructional there were 943; KU Medical Center, 386; Kansas State University, 810; Kansas State Veterinary Medicine, 65; Wichita State University, 461; Emporia State, 236, Pittsburg State, 248 and Fort Hays State, 239. The total of these is 3,388. These were the original numbers and did not include the 182 new people at Kansas State, which would increase their number from 810 to 992.

Senator Downey asked how they would allow the Regents more latitude. Senator Kerr told her by taking out the phrase "who teach full time."

Senator Downey then asked why they couldn't allow them control if they're the ones who have the data and the priorities as far as what faculty they need to retain and which programs are in danger, and allow them the latitude to adjust salaries to respond to this. The Chairman told her that when it was written they didn't know there was a controversy. There was no complaint during the discussion that the Subcommittee was in some way not including a group that should be included. The phrase was not intended to be limiting other than to provide a general guideline.

It was moved by Senator Downey and seconded by Senator Salisbury that the Subcommittee Report on the Board of Regents be amended by the removal of the phrase "who teach full time" in item 4 on page 1-8. The motion to amend carried by a voice vote.

Chairman Kerr read from the Subcommittee Report on the Regents Systemwide Issues. (Attachment 2).

The Subcommittee concurred with the Governor's recommendations for Fiscal Year 1999 with the adjustments in item 1 on page 2-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustments in items 1, 2 and 3 on page 2-8.

Chairman Kerr read from the Subcommittee Report on Emporia State University. (Attachment 3).

The Subcommittee concurred with the Governor's recommendations for Fiscal Year 1999.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendation with the adjustment in item 1 on page 3-6.

Chairman Kerr read from the Subcommittee Report on Fort Hays State University. (Attachment 4).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999 with the adjustment in item 1 on page 4-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendation with the adjustments in items 1 and 2 on page 4-6.

Chairman Kerr read from the Subcommittee Report on Kansas State University. (Attachment 5).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendation with the adjustments in items 1 and 2 on pages 5-5 and 5-6.

Chairman Kerr read from the Subcommittee Report on KSU-Extension Systems and Agriculture Research Programs. (SEE ATTACHMENT 6)

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999 with the adjustment in item 1 on page 6-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendation with the adjustments in item 1 on page 6-6.

Chairman Kerr read from the Subcommittee Report on KSU-Veterinary Medical Center. (Attachment 7).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustment in item 1 on page 7-6.

Chairman Kerr read from the Subcommittee Report on Pittsburg State University. (Attachment 8).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999 with the adjustment in item 1 on page 8-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustments in items 1 and 2 on page 8-6.

Chairman Kerr read from the Subcommittee Report on the University of Kansas. (Attachment 9).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999 with the adjustment in item 1 on page 9-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustments in items 1 and 2 on pages 9-6 and 9-7.

Chairman Kerr read from the Subcommittee Report on the University of Kansas Medical Center. (Attachment 10).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustments in items 1 and 2 on page 10-7.

Chairman Kerr read from the Subcommittee Report on Wichita State University. (Attachment 11).

The Subcommittee concurred with the Governor's recommendation for Fiscal Year 1999 with the adjustment in item 1 on page 11-3.

For Fiscal Year 2000, the Subcommittee concurred with the Governor's recommendations with the adjustments in items 1, 2 and 3 on page 11-7.

The Chairman spoke to the Committee in regard to item 3 and read from page 90 in the Budget Analysis for Fiscal Year 2000, the request by Emporia State of \$49 thousand; \$48 thousand for Fort Hays State; and \$58 thousand for Pittsburg State University. He said the Subcommittee discussed this and originally brought it up all the way and had actually funded it. But since it is the only campus specific enhancement of any university funded, he thought it would be better if they moved it to an Omnibus Consideration section.

Senator Petty read from the Senate Subcommittee Recommendation and said she remained supportive of the original Subcommittee recommendation.

Senator Petty then made the motion to add \$148 thousand from SGF to the budget of Wichita State University for Fiscal Year 2000. Senator Ranson seconded the motion and it passed on a voice vote.

It was moved by Senator Salisbury and seconded by Senator Petty to adopt the Subcommittee Report as amended. The motion carried on a voice vote.

It was moved by Senator Salisbury and seconded by Senator Jordan to adopt the minutes of February 19, 22, 23, 24 and 25 with the amendment in February 23. The motion carried on a voice vote.

The meeting was adjourned at 12 noon. The next meeting is scheduled for Thursday, March 4.

SENATE WAYS AND MEANS COMMITTEE GUEST LIST

DATE: 3/3/99

NAME	REPRESENTING
Patti Hunter	Cowley County College
Sheila Feshm	KACCT
Marvin Burves	Bd of Regents
Albera Pridmore	FHSU
Jane Robby	Arkansas Ctr. for Int'l Commerce
Vicki Felt	Cowley College - Pottawatomie Co
Elaine Frisbie	Director of the Budget
Lori Baker	Ks. Governmental Consulting
Marlene Reed	Ky
Cindy Denton	DOB

BUDGET COMMITTEE REPORT

Agency: Board of Regents

Bill No. –

Bill Sec. –

Analyst: West

Analysis Pg. No.226

Budget Page No. 335

<u>Expenditure Summary</u>	<u>Agency Est. FY99</u>	<u>Gov. Rec. FY 99</u>	<u>Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 11,183,908	\$ 11,183,908	\$ 0
Aid to Local Units	7,902,169	7,902,169	0
Other Assistance	<u>13,844,411</u>	<u>13,844,411</u>	<u>0</u>
Subtotal - Operating	\$ 32,930,488	\$ 32,930,488	\$ 0
Capital Improvements	<u>5,840,000</u>	<u>5,840,000</u>	<u>0</u>
TOTAL	<u>\$ 38,770,488</u>	<u>\$ 38,770,488</u>	<u>\$ 0</u>
 State General Fund:			
State Operations	\$ 1,999,368	\$ 1,999,368	\$ 0
Aid to Local Units	7,902,169	7,902,169	0
Other Assistance	<u>12,509,823</u>	<u>12,509,823</u>	<u>0</u>
Subtotal - Operating	\$ 22,411,360	\$ 22,411,360	\$ 0
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 22,411,360</u>	<u>\$ 22,411,360</u>	<u>\$ 0</u>
 FTE Positions:	18.0	18.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>18.0</u>	<u>18.0</u>	<u>0.0</u>

Agency Estimate/Governor's Recommendation

The agency's revised estimate of operating expenditures for FY 1999 includes:

- Reappropriated State General Fund financing of \$131,934
- Increased debt service interest payments of \$1,930,000, which are offset by an equal decrease in capital improvement expenditures.
- An increase of \$226,475 in special revenue fund expenditures for student financial aid.
- An increase of \$22,354 for federally funded state operations.
- A decrease of \$5.0 million associated with Technology Grants for the Regents institutions. The approved funding, from the State Budget Stabilization Fund, has been transferred to the institutions and is reflected in the individual institution's restricted use budget.

The Governor concurs with the agency's current year estimate

Senate Ways and Means Committee

Date: 5/3/99

Attachment # 1-1

Budget Committee Recommendation

The Budget Committee concurs with the Governor's current year recommendation.

House Appropriations Committee Recommendation

The House Appropriations Committee concurs with the recommendation of the Budget Committee.

House Committee of the Whole Recommendation

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

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SUBCOMMITTEE REPORT

Agency: Board of Regents

Bill No. -

Bill Sec. -

Analyst: West

Analysis Pg. No.226

Budget Page No. 335

Expenditure Summary	Agency Est. FY99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 11,183,908	\$ 11,183,908	\$ 0
Aid to Local Units	7,902,169	7,902,169	0
Other Assistance	13,844,411	13,844,411	0
Subtotal - Operating	\$ 32,930,488	\$ 32,930,488	\$ 0
Capital Improvements	5,840,000	5,840,000	0
TOTAL	<u>\$ 38,770,488</u>	<u>\$ 38,770,488</u>	<u>\$ 0</u>
 State General Fund:			
State Operations	\$ 1,999,368	\$ 1,999,368	\$ 0
Aid to Local Units	7,902,169	7,902,169	0
Other Assistance	12,509,823	12,509,823	0
Subtotal - Operating	\$ 22,411,360	\$ 22,411,360	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 22,411,360</u>	<u>\$ 22,411,360</u>	<u>\$ 0</u>
 FTE Positions:	18.0	18.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>18.0</u>	<u>18.0</u>	<u>0.0</u>

Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's current year recommendation.

HOUSE BUDGET COMMITTEE REPORT

Agency: Board of Regents

Bill No. 2519

Bill Sec. 72

Analyst: West

Analysis Pg. No.226

Budget Page No. 335

Expenditure Summary	Agency Req. FY00	Gov. Rec. FY 00	Budget Committee Adjustments
All Funds:			
State Operations	\$ 8,936,941	\$ 11,296,622	\$ (1,440,000)
Aid to Local Units	8,534,342	8,270,488	131,175
Other Assistance	<u>15,545,956</u>	<u>14,713,543</u>	<u>400,000</u>
Subtotal - Operating	\$ 33,017,239	\$ 34,280,653	\$ (908,825)
Capital Improvements	<u>13,110,000</u>	<u>13,110,000</u>	<u>0</u>
TOTAL	<u>\$ 46,127,239</u>	<u>\$ 47,390,653</u>	<u>\$ (908,825)</u>
 State General Fund:			
State Operations	\$ 2,042,487	\$ 4,402,168	\$ (1,440,000)
Aid to Local Units	8,534,342	8,270,488	131,175
Other Assistance	<u>14,944,628</u>	<u>13,829,197</u>	<u>400,000</u>
Subtotal - Operating	\$ 25,521,457	\$ 26,501,853	\$ (908,825)
Capital Improvements	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$ 25,521,457</u>	<u>\$ 26,501,853</u>	<u>\$ (908,825)</u>
 FTE Positions:	18.0	18.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>18.0</u>	<u>18.0</u>	<u>0.0</u>

Agency Request/Governor's Recommendation

The agency requests an FY 2000 operating budget of \$33,017,239, a net increase of 0.3 percent from the current year estimate. The request includes:

- State General Fund financing of \$25,521,457, including \$2,742,815 for requested enhancements;
- \$7.5 million in special revenue fund financing, reflecting decreases from the current year of \$2,270,000 in debt service interest payments, \$735,326 in federal funds and \$18,020 from other funding sources.

The Governor recommends an FY 2000 budget of **\$34.3 million**, a net increase of \$1.4 million (4.1percent) from the current year. The recommendation includes:

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- **State General Fund** financing of \$26.5 million, an increase of \$4.1 million from the current year. Major enhancements include:
 - \$2.5 million for a pool of funds to **enhance the salaries of faculty members** teaching full time at the Regents institutions.
 - \$840,525 in increased support for **scholarship assistance** programs.
 - An increase of \$368,319 in state support for **Washburn University**.

- **Special revenue** financing of \$7.8 million, a decrease of \$2.7 million (26.1 percent) from the current year.
 - The Governor **concurs** with the agency's estimate of FY 2000 special revenue funds, with the addition of \$283,018 from federal funds for scholarship assistance.
 - The majority of the decrease is **associated with a \$2.3 million** reduction in debt service interest financed by the Educational Building Fund.

Budget Committee Recommendation

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

1. Add \$60,000 from the State General Fund to restore funding for the Regents Honors Academy to \$110,000. This provides the same amount of State General Fund support as in recent years. The program annually exposes 150 high achieving Kansas high school sophomores and juniors to college life in Kansas as a part of the effort in attracting and retaining Kansas' brightest high school students to Kansas universities.

2. Add \$400,000 from the State General Fund to the Comprehensive Grant Program. The Budget Committee recommendation provides \$10.9 million for the program in FY 2000, the amount requested by the Board. The recommendation is an increase of \$1.0 million (10.1 percent) from the current year recommendation and will permit an estimated 25 percent of the initially eligible financially needy Kansas students to receive assistance.

3. Add \$131,175 from the State General Fund for state assistance to Washburn University. The recommendation increases the equity grant portion of state assistance from the Governor's recommendation of \$25 per FTE student to just over \$53 per FTE student. The additional funding recommended by the Budget Committee, after considering increased tuition and property taxes, is one half of the funding required to allow Washburn increases similar to those recommended for the Regents institutions.

4. Reduce the funding recommended by the Governor for the faculty salary enhancement pool by \$1.5 million to \$1.0 million. After reviewing data requested from the institutions on faculty turnover, the Budget Committee is not convinced that the entire amount of the recommended funding is required. For further consideration by the Appropriations Committee, the faculty turnover data reviewed by the Budget Committee is attached to this report.

The Budget Committee also reviewed recently published newspaper articles about the inequity in pay between female and male faculty. The attached table summarizes average faculty salaries and percentage of instructional faculty by gender. The Budget Committee recommends that the Board of Regents study this issue in greater depth and report back to the 2000 Legislature.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Board of Regents

Bill No. 326

Bill Sec. 72

Analyst: West

Analysis Pg. No.226

Budget Page No. 335

<u>Expenditure Summary</u>	<u>Agency Req. FY00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments*</u>
All Funds:			
State Operations	\$ 8,936,941	\$ 11,296,622	\$ 846,662
Aid to Local Units	8,534,342	8,270,488	0
Other Assistance	15,545,956	14,713,543	0
Subtotal - Operating	\$ 33,017,239	\$ 34,280,653	\$ 846,662
Capital Improvements	13,110,000	13,110,000	0
TOTAL	<u>\$ 46,127,239</u>	<u>\$ 47,390,653</u>	<u>\$ 846,662</u>
State General Fund:			
State Operations	\$ 2,042,487	\$ 4,402,168	\$ 846,662
Aid to Local Units	8,534,342	8,270,488	0
Other Assistance	14,944,628	13,829,197	0
Subtotal - Operating	\$ 25,521,457	\$ 26,501,853	\$ 846,662
Capital Improvements	0	0	0
TOTAL	<u>\$ 25,521,457</u>	<u>\$ 26,501,853</u>	<u>\$ 846,662</u>
FTE Positions:	18.0	18.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	<u>18.0</u>	<u>18.0</u>	<u>0.0</u>

* Includes a reduction of \$38,338 from the State General Fund associated with the Governor's recommended pay plan adjustments. Absent this adjustment, the Subcommittee recommendation is an increase of \$885,000 from the State General Fund.

Senate Subcommittee Recommendation

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

1. Delete \$38,338 from the State General Fund associated with the Governor's recommended pay plan adjustments.
2. The Governor's recommendation includes a \$17,000 increase (from \$58,000 to \$75,000) in funding for membership dues in the Midwest Higher Education

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Commission. At the same time, the Governor recommends a reduction of \$60,000 (from \$110,000 to \$50,000) in support for the Regents Honors Academy. The Honors Academy annually exposes 150 high achieving Kansas high school sophomores and juniors to college life in Kansas as a part of the effort in attracting and retaining Kansas' brightest high school students to Kansas universities. The Subcommittee also reviewed the latest annual report of the Midwest Higher Education Commission. Between the two programs, the Subcommittee believes that the Honors Academy has the greater potential for long term benefit to the citizens of the state. The Subcommittee recommends shifting \$60,000 from membership dues in the Midwest Higher Education Commission to support of the Regents Honors Academy. The remaining amount for membership dues can be eliminated, saving \$15,000.

3. The Subcommittee notes that \$115,450 of the Governor's recommended support for Washburn University is characterized as an equity grant designed to reduce the gap in state per student funding between Washburn and other state supported higher education programs. While the Subcommittee does not have a problem with the amount of funding recommended by the Governor, the Subcommittee does not concur with the concept of an equity grant for Washburn and shifts that portion of Washburn's line item to the operating grant.
4. The Board of Regents and the universities emphasized that their number one priority for FY 2000 enhancements is faculty salaries. The Subcommittee heard several reports on the impact of the state's compensation package compared to the other universities in the nation. This impact is not limited just to the loss of experienced faculty members, in whom the state has made a considerable investment, and their research grants. When the universities have to hire a replacement for a faculty member, they must compete for the viable candidates in a national market, which means paying new hires the same or more than others teaching in the same discipline but who have elected to stay in Kansas. This salary compression understandably leads to morale problems among those who remain. The Governor has recommended \$2,500,000 from the State General Fund in the Board of Regents budget as a pool of moneys for pay increases for faculty members who teach full time. The Subcommittee has been informed that this amount equates to an average increase of approximately 1.1 percent. The Subcommittee recommends the addition of \$900,000 from the State General Fund to increase the faculty salary pool to \$3.4 million. In conjunction to the 3.5 percent unclassified merit pool the Governor recommends in the individual institution budgets the recommendation would provide average pay increases for faculty members teaching full time of approximately 5.0 percent.

BUDGET COMMITTEE REPORT

Agency: Regents Systemwide Issues

Bill No. –

Bill Sec. –

Analyst: Robinson/West

Analysis Pg. No. 62

Budget Page No. –

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 516,700,280	\$ 516,402,663	\$ 0
General Fees Fund	181,241,537	181,241,537	0
Federal Land Grant Funds	9,433,955	9,702,979	
Other Funds	21,853,545	21,853,545	0
Subtotal—General Use	\$ 729,229,317	\$ 729,200,724	\$ 0
Restricted Use Funds	511,045,451	510,925,666	0
TOTAL—Oper. Exp.	\$ 1,240,274,768	\$ 1,240,126,390	\$ 0
Capital Improvements:			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
Educational Building Fund	12,105,448	12,105,448	0
Other Funds	33,001,559	32,992,474	0
TOTAL—Cap. Impr.	\$ 45,296,453	\$ 45,287,368	\$ 0
GRAND TOTAL	\$ 1,285,571,221	\$ 1,285,413,758	\$ 0
FTE Positions	15,666.5	15,666.5	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	15,666.5	15,666.5	0.0

* Includes Governor's Budget Amendment No. 1, Items 6-8, and 11-12

Agency Estimate/Governor's Recommendation

The revised FY 1999 general use budgets submitted by the Regents institutions reflect an increase of \$2.8 million in general use expenditures from the approved budget. State General Fund expenditures are estimated to decrease by \$474,492 from the approved budget, while expenditures from tuition are estimated to decrease by \$869,017 from the approved level. These reductions are offset by increases totaling \$4.2 million in expenditures from other funds, including equipment reserve funds and tuition accountability funds, which had not been budgeted in the approved FY 1999 budget.

The Governor's FY 1999 recommendation for general use operating expenditures reflects an increase of \$2.8 million over the approved amount. Among the Governor's recommendations are retirement reduction savings noted in the individual institution budget committee reports.

Senate Ways and Means Committee

Date 3 3 99

Attachment # 2-1

Revised tuition estimates reduce FY 1999 revenue estimates by \$869,017 from the approved amount. Some of the revisions occurred at the institutions under tuition accountability and are therefore not subject to budget supplementation due to tuition shortfalls or to be used to offset State General Fund expenditures in the case of tuition revenue increases. The following table reflects requested adjustments at the non-tuition accountability institutions. **The Governor** concurs with the requested adjustments at these institutions.

<u>Institution</u>	<u>State General Fund</u>	<u>General Fees Fund (Tuition)</u>
Emporia State University	\$ 123,897	\$ (123,897)
Fort Hays State University	100,202	(100,202)
Pittsburg State University	(460,471)	460,471
KU Medical Center	(28,513)	28,513
KSU Veterinary Med. Center	(90,981)	90,981
TOTAL	\$ (355,866)	\$ 355,866

Restricted use expenditures reflect an increase of \$40.9 million from the approved budget. The Governor's recommendation increases restricted use expenditures by \$40.8 million from the approved budget.

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Items 6-8, and 11-12, which adds \$35,518 from the State General Fund to adjust for a retirement reduction which was inadvertently deleted twice and adds a total of 160.7 FTE positions, which were inadvertently omitted from the Governor's recommendation.

House Committee Recommendation

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

House Recommendation

The House has not considered this budget.

SENATE SUBCOMMITTEE REPORT

Agency: Regents Systemwide Issues

Bill No. -

Bill Sec. -

Analyst: Robinson/West

Analysis Pg. No. 62

Budget Page No. -

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 516,700,280	\$ 516,402,663	\$ 0
General Fees Fund	181,241,537	181,241,537	0
Federal Land Grant Funds	9,433,955	9,702,979	0
Other Funds	21,853,545	21,853,545	0
Subtotal - General Use	\$ 729,229,317	\$ 729,200,724	\$ 0
Restricted Use Funds	511,045,451	510,925,666	0
TOTAL - Oper. Exp.	\$ 1,240,274,768	\$ 1,240,126,390	\$ 0
Capital Improvements:			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
Educational Building Fund	12,105,448	12,105,448	0
Other Funds	33,001,559	32,992,474	0
TOTAL - Cap. Impr.	\$ 45,296,453	\$ 45,287,368	\$ 0
GRAND TOTAL	\$ 1,285,571,221	\$ 1,285,413,758	\$ 0
FTE Positions	15,666.5	15,666.5	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	15,666.5	15,666.5	0.0

* Includes Governor's Budget Amendment No. 1, Items 6-8, and 11-12.

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Concur with Governor's Budget Amendment No. 1, Items 6-8, and 11-12, which adds \$35,518 from the State General Fund to adjust for a retirement reduction which was inadvertently deleted twice and adds a total of 160.7 FTE positions, which were inadvertently omitted from the Governor's recommendation.

BUDGET COMMITTEE REPORT

Agency: Regents Systemwide Issues

Bill No. –

Bill Sec. –

Analyst: Robinson/West

Analysis Pg. No. 62

Budget Page No. –

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 555,437,397	\$ 531,858,919	\$ 790,016
General Fees Fund	190,824,549	190,744,880	0
Federal Land Grant Funds	8,389,633	8,389,633	0
Other Funds	13,964,493	14,193,218	(255,541)
Subtotal—General Use	\$ 768,616,072	\$ 745,186,650	\$ 534,475
Restricted Use Funds	523,024,910	516,365,821	0
TOTAL—Oper. Exp.	\$ 1,291,640,982	\$ 1,261,552,471	\$ 534,475
Capital Improvements:			
State General Fund	\$ 5,036,446	\$ 189,446	\$ 0
Educational Building Fund	470,000	0	500,000
Other Funds	32,223,391	32,185,391	0
TOTAL—Cap. Impr.	\$ 37,729,837	\$ 32,374,837	\$ 500,000
GRAND TOTAL	\$ 1,329,370,819	\$ 1,293,927,308	\$ 1,034,475
FTE Positions	15,714.1	15,682.4	7.1
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	15,714.1	15,682.4	7.1

* Includes Governor's Budget Amendment No. 1, Items 6-12

Agency Recommendation/Governor's Recommendation

The general use operating budget increase of \$39.2 million requested by the Regents institutions would result in a 5.4 percent increase in general use expenditure authority for the Regents institutions in FY 2000. An increase of 7.5 percent is requested from the State General Fund while expenditures from the general fees fund (tuition) are estimated to increase by 5.3 percent. The request includes funding for a net 47.6 new FTE positions, including the addition of 43.5 FTE positions related to enhancements requested by the institutions, and 27.0 FTE associated with servicing new buildings. The additions are partially offset by a reduction of 21.5 in FTE positions funded from restricted use sources.

The Governor's FY 2000 recommendation is an increase of \$16.1 million (2.2 percent) above the revised FY 1999 recommendation. The Governor's recommendation increases FTE positions by a total of 15.9 FTE, including 10.0 FTE related to recommended enhancements and 19.9 FTE positions for

servicing new buildings, offset by retirement reductions and adjustments to restricted use positions. The Regents institutions do not have a position limitation.

The Governor recommends general use pay plan adjustments totaling \$20.4 million, including \$2,100,205 for classified step movement; \$1,877,854 for longevity bonus payments; \$1,188,630 for a 1.0 percent classified base salary adjustment; and \$15,273,727 for a 3.5 percent unclassified merit pool. In addition, the Governor recommends \$2.5 million, **in the budget of the Board of Regents**, as a pool of moneys to be distributed as determined by the Board of Regents to full-time faculty. The funding would then be added to the base of the each institution's budget. This funding is not reflected in this Budget Committee Report.

Adjustments to the Base. For FY 2000, the Regents institutions request base adjustments totaling a reduction of \$9.7 million, which includes: a reduction of \$2.0 million for fringe benefit adjustments; the deletion of \$4.8 million in FY 1998 State General Fund savings reappropriated to FY 1999; and reductions of \$3.1 million relating to one-time expenditures primarily from equipment reserve funds. **The Governor's recommendation** totals a reduction of \$9.9 million, basically concurring with the systemwide estimate, with an adjustment to reflect the reduction of additional one-time expenditures.

Program Maintenance. The FY 2000 request for program maintenance comprises \$16.9 million of the total requested budget increase at the Regents institutions. **The Governor concurs.**

Servicing New Buildings. For FY 2000, the servicing request totals \$985,827 and 27.0 FTE positions for servicing buildings at KU, KUMC, KSU, WSU, ESU, and PSU. **The Governor recommends** funding of \$694,231 and 19.5 positions for servicing in FY 2000, a reduction of \$291,596 from the amount requested.

Program Enhancements. For FY 2000, requested program enhancements total \$31.1 million of the requested general use budget increase. The requests include three systemwide enhancements (\$25.8 million, including \$25.7 million from the State General Fund) and several institution specific enhancements (\$5.4 million, including \$5.1 million from the State General Fund). **The Governor's** recommended FY 2000 program enhancements total \$8.4 million.

Restricted Use. The FY 2000 restricted use budget request totals \$523.0 million, an increase of \$12.0 million (2.3 percent) from the revised FY 1999 level. **The Governor's recommendation** for restricted use expenditures totals \$516.4 million, an increase of \$5.5 million from FY 1999.

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Items 6-12, which in FY 2000: deletes \$94,401 from the State General Fund to accurately reflect the Governor's recommendation; and adds a total of 160.3 FTE positions, which were inadvertently omitted from the Governor's recommendation.
2. **Servicing New Buildings.** Add a total of \$264,516 and 7.1 FTE positions from the State General Fund to provide funding for new buildings operating support at the University of Kansas (\$188,288 and 5.2 FTE positions) and Pittsburg State University

(\$76,228 and 1.9 FTE positions). The Governor's recommendation for servicing new buildings appears to make a distinction not previously made between buildings which serve a purely "academic" purpose and those which primarily serve a different purpose. For that reason, the Governor did not recommend funding for three projects at KU; the new child care facility, new stadium improvements, and the auxiliary gym. At PSU, no funding was recommended for the Horace Mann building. While the distinction apparently being made by the Governor may have merit, the Budget Committee is troubled by the fact that the institutions did not have any notice before the projects were undertaken that the rules had changed and funding for new buildings operating support would not be provided. For that reason, the Committee recommends restoring the funding requested by the institutions. The Budget Committee also recommends, however, that the Board of Regents consider the policy in approving future projects.

3. **Program Enhancements.** The Budget Committee recommends the addition of a total of \$525,500 from the State General Fund to finance a portion of several requested institutional specific enhancements. Additional information on the specific enhancements are discussed in the individual Budget Committee Reports for those institutions.
4. In keeping with the Appropriations Committee's decision to consider the use of tobacco settlement funds at a later date, delete funding of \$255,541 from the Children's Health Care Programs Fund for the Tele-Kidcare enhancement recommended by the Governor in the budget of the University of Kansas Medical Center.
5. The Budget Committee also recommends the addition of \$500,000 from the Educational Building Fund for a capital improvement project at the University of Kansas, which is discussed in more detail in the KU Budget Committee report.
6. Although the funding is not included as part of this Regents Systemwide report, the Budget Committee notes that the recommended enhancements included in this report are funded by a reduction made in the Board of Regents budget. The Governor recommends a \$2.5 million pool of moneys to be distributed as salary enhancement funding to faculty. The Budget Committee recommends reducing this amount to \$1.0 million, and utilizing the remainder to provide funding for the enhancements noted above, and others in the Board of Regents budget. The net effect of the Budget Committee's recommended adjustments to the Governor's recommendation for all Regents budgets is a reduction of \$118,809.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: Regents Systemwide Issues

Bill No. -

Bill Sec. -

Analyst: Robinson/West

Analysis Pg. No. 62

Budget Page No. -

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	Senate Subcommittee Adjustments**
Operating Expenditures:			
State General Fund	\$ 555,437,397	\$ 531,858,919	\$ (17,287,294)
General Fees Fund	190,824,549	190,744,880	(3,067,419)
Federal Land Grant Funds	8,389,633	8,389,633	(152,605)
Other Funds	13,964,493	14,193,218	0
Subtotal - General Use	\$ 768,616,072	\$ 745,186,650	\$ (20,507,318)
Restricted Use Funds	523,024,910	516,365,821	(6,617,699)
TOTAL - Oper. Exp.	\$ 1,291,640,982	\$ 1,261,552,471	\$ (27,125,017)
Capital Improvements:			
State General Fund	\$ 5,036,446	\$ 189,446	\$ 0
Educational Building Fund	470,000	0	0
Other Funds	32,223,391	32,185,391	0
TOTAL - Cap. Impr.	\$ 37,729,837	\$ 32,374,837	\$ 0
GRAND TOTAL	\$ 1,329,370,819	\$ 1,293,927,308	\$ (27,125,017)
FTE Positions	15,714.1	15,682.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	15,714.1	15,682.4	0.0

* Includes Governor's Budget Amendment No. 1, Items 6-12.

** The total amount of the reduction, \$27,125,017, including \$17,287,294 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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

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1. Concur with Governor's Budget Amendment No. 1, Items 6-12, which in FY 2000: deletes \$94,401 from the State General Fund to accurately reflect the Governor's recommendation; and adds a total of 160.3 FTE positions which were inadvertently omitted from the Governor's recommendation.
2. **Servicing New Buildings.** The Subcommittee expresses concern with the funding recommended by the Governor for servicing new buildings in FY 2000. The Governor's recommendation for servicing new buildings appears to make a distinction not previously made between buildings which serve a purely "academic" purpose and those which primarily serve a different purpose. For that reason, the Governor did not recommend funding for three projects at KU, the new child care facility, new stadium improvements, and the auxiliary gym. At PSU, no funding was recommended for the Horace Mann building. The issue of servicing new buildings has been one of long standing concern to the Subcommittee, and the Subcommittee welcomes the Governor's input on changes to the formula currently in place. The Subcommittee, however, is not convinced that the Governor's recommendation represents the best approach for dealing with this issue, although it is certainly worthy of further discussion. Despite its concerns, the Subcommittee is not recommending any budget adjustment for those institutions affected by the change in policy for FY 2000.
3. Delete a total of \$27,125,017, including \$17,287,294 from the State General Fund related to the Governor's recommended pay plan adjustments.

BUDGET COMMITTEE REPORT

Agency: Emporia State University

Bill No. 2521

Bill Sec. 26

Analyst: West

Analysis Pg. No. 85

Budget Page No. 169

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99	Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 27,951,699	\$ 27,951,699	\$ 0
General Fees Fund	8,089,533	8,089,533	0
Other Funds	635,445	635,445	0
Subtotal—General Use	\$ 36,676,677	\$ 36,676,677	\$ 0
Restricted Use Funds	13,294,109	13,294,109	0
TOTAL	\$ 49,970,786	\$ 49,970,786	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	497,847	497,847	0
Other Funds	481,000	481,000	0
Total—Capital Improvements	\$ 978,847	\$ 978,847	\$ 0
GRAND TOTAL	\$ 50,949,633	\$ 50,949,633	\$ 0
FTE Positions	757.4	757.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	757.4	757.4	0.0

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures reflects no change in overall general use expenditures from the amount approved by the 1998 Legislature, including reappropriations. Requested adjustments to the FY 1999 budget are detailed as follows. **State General Fund expenditures** are increased by \$123,897 to offset an equal decrease in tuition revenues anticipated by the Consensus Tuition Estimating Committee. The University's revised FY 1999 estimate includes expenditures of \$606,445 from the **equipment reserve fund** for equipment purchases. **Restricted use expenditures total \$13.3 million**, an increase of \$652,189 over the approved budget. While subject to appropriation, most restricted use funds are treated as "no limit" appropriations. Examples include parking fees, student union fees, federal research grants, and income generated from campus revenue-producing activities.

The Governor concurs with the agency's current year estimate.

Senate Ways and Means Committee

Date 3/3/99

Attachment # 7

Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Emporia State University

Bill No. 323

Bill Sec. 26

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 27,951,699	\$ 27,951,699	\$ 0
General Fees Fund	8,089,533	8,089,533	0
Other Funds	635,445	635,445	0
Subtotal - General Use	\$ 36,676,677	\$ 36,676,677	\$ 0
Restricted Use Funds	13,294,109	13,294,109	0
TOTAL	\$ 49,970,786	\$ 49,970,786	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	497,847	497,847	0
Other Funds	481,000	481,000	0
Total - Capital Improvements	\$ 978,847	\$ 978,847	\$ 0
TOTAL	\$ 50,949,633	\$ 50,949,633	\$ 0
FTE Positions	757.4	757.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	757.4	757.4	0.0

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Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation.

BUDGET COMMITTEE REPORT

Agency: Emporia State University

Bill No. 2519

Bill Sec. 67

Analyst: West

Analysis Pg. No. 85

Budget Page No. 169

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00	Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 29,951,026	\$ 28,701,695	\$ 0
General Fees Fund	8,274,558	8,274,558	0
Other Funds	17,000	17,000	0
Subtotal—General Use	\$ 35,242,584	\$ 36,993,253	\$ 0
Restricted Use Funds	13,650,514	13,585,392	0
TOTAL	\$ 51,893,098	\$ 50,578,645	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	470,000	0	0
Other Funds	581,000	581,000	0
Total—Capital Improvements	\$ 1,051,000	\$ 581,000	\$ 0
GRAND TOTAL	\$ 52,944,098	\$ 51,159,645	\$ 0
FTE Positions	763.5	760.5	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	763.5	760.5	0.0

Agency Request/Governor's Recommendation

The **general use** operating budget increase of \$1.6 million requested by the University would result in a 4.3 percent increase in general use expenditure authority for the University in FY 2000. The requested increase includes \$1.7 million for systemwide and institution specific enhancements. The institution requests a total of **6.1 new FTE positions** over the revised current year estimate. The request includes 3.0 FTE related to enhancements and 3.1 FTE related to new buildings operating support. The reduction in other funds is primarily associated with current year equipment reserve expenditures. **Absent the requested enhancements**, the University's general use request would be a decrease of \$143,257, or 0.4 percent. Requested FY 2000 **restricted use** funding totals \$13.7 million, an increase of \$356,405 (2.7 percent) from the revised current year estimate.

The **Governor's FY 2000 recommendation** for general use expenditures totals \$37.0 million, an increase of \$316,576 (0.9 percent) from the current year. Recommended **State General Fund** financing of \$28.7 million is an increase of \$749,996 (2.7 percent) from the current year. Absent the FY 1999

equipment reserve expenditures, the Governor's FY 2000 general use budget is an increase of \$923,021 (2.6 percent). The Governor recommends **3.1 new FTE** positions over the current year. The positions are for new buildings operating support. Recommended **restricted use** funding totals \$13.6 million, an increase of \$291,283 (2.2 percent) from the current year.

Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

House Appropriations Committee

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Emporia State University

Bill No. 326

Bill Sec. 67

Analyst: West

Analysis Pg. No. 85

Budget Page No. 169

Expenditure Summary	Agency Req. FY 00	Gov. Rec. FY 00	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 29,951,026	\$ 28,701,695	\$ (748,275)
General Fees Fund	8,274,558	8,274,558	(230,881)
Other Funds	17,000	17,000	0
Subtotal - General Use	\$ 35,242,584	\$ 36,993,253	\$ (979,156)
Restricted Use Funds	13,650,514	13,585,392	(189,132)
TOTAL	\$ 51,893,098	\$ 50,578,645	\$ (1,169,132)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	470,000	0	0
Other Funds	581,000	581,000	0
Total - Capital Improvements	\$ 1,051,000	\$ 581,000	\$ 0
GRAND TOTAL	\$ 52,944,098	\$ 51,159,645	\$ (1,169,132)
FTE Positions	763.5	760.5	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	763.5	760.5	0.0

* Includes a reduction of \$1,169,132 (\$748,275 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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

1. Delete \$1,169,132 (\$748,275 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

BUDGET COMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 2521

Bill Sec. 23

Analyst: West

Analysis Pg. No. 101

Budget Page No. 175

Expenditure Summary	Agency Estimate FY 99	Revised Gov. Rec. FY 99	Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 28,731,103	\$ 28,839,519	\$ 0
General Fees Fund	7,895,347	7,895,347	0
Other Funds	164,724	164,724	0
Subtotal—General Use	\$ 36,791,174	\$ 36,899,590	\$ 0
Restricted Use Funds	14,198,397	14,198,397	0
TOTAL	\$ 50,989,571	\$ 51,097,987	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	502,701	502,701	0
Other Funds	435,000	435,000	0
Total—Capital Improvements	\$ 937,701	\$ 937,701	\$ 0
 GRAND TOTAL	 \$ 51,927,272	 \$ 52,035,688	 \$ 0
 FTE Positions			
	710.2	710.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	710.2	710.2	0.0

Agency Estimate/Governor's Recommendation

The agency's revised FY 1999 estimate for general use expenditures is an increase of \$56,302 over the approved budget. The requested adjustments to the FY 1999 budget are summarized as follows. A **shift** of \$100,202 from the General Fees Fund to the State General Fund is reflected based on revised estimates of available tuition by the Consensus Tuition Estimating Committee. A **reduction** of \$108,416 due to the inadvertent omission of State General Fund financing reappropriated from FY 1998. A further reduction in overall State General Fund expenditures of \$6. The University's revised FY 1999 expenditure estimate includes expenditures of \$164,724 from the **equipment reserve fund** which was reappropriated from FY 1998. **Restricted use expenditures** of \$14.2 million reflect an increase of \$1,665,854 from the approved budget. While subject to appropriation, most restricted use funds are treated as "no limit" appropriations. Examples include parking fees, student union fees, federal research grants, and income generated from campus revenue-producing activities.

Senate Ways and Means Committee

Date 8/3/99

Attachment # 4-1

The Governor's current year recommendation includes the following. **Restoration** of the \$108,416 State General Fund reappropriation omitted by the agency. **General fees** financing of \$7.9 million as estimated by the Consensus Tuition Estimating Committee resulting in a shift of \$100,202 to the State General Fund. The Governor concurs with the agency's estimate of **restricted use** expenditures totaling \$14.2 million.

Budget Committee Recommendation

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

1. The Budget Committee concurs with Governor's **Budget Amendment** (GBA) No. 1, Item 6, which adds 12.0 FTE positions as a **technical adjustment**. Since this change is included in the revised Governor's recommendation column, no adjustment is reflected in the Budget Committee column.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 323

Bill Sec. 23

Expenditure Summary	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 28,731,103	\$ 28,839,519	\$ 0
General Fees Fund	7,895,347	7,895,347	0
Other Funds	164,724	164,724	0
Subtotal - General Use	\$ 36,791,174	\$ 36,899,590	\$ 0
Restricted Use Funds	14,198,397	14,198,397	0
TOTAL	\$ 50,989,571	\$ 51,097,987	0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	502,701	502,701	0
Other Funds	435,000	435,000	0
Total - Capital Improvements	\$ 937,701	\$ 937,701	\$ 0
TOTAL	\$ 51,927,272	\$ 52,035,688	\$ 0
FTE Positions	710.2	710.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	710.2	710.2	0.0

Senate Subcommittee Recommendation.

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

1. The Senate Subcommittee concurs with Governor's Budget Amendment No. 1, Item 6, which adds 12.0 FTE positions as a technical adjustment.

BUDGET COMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 2519

Bill Sec. 63

Analyst: West

Analysis Pg. No. 101

Budget Page No. 175

Expenditure Summary	Agency Request FY 00	Revised Gov. Rec. FY 00	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 31,109,934	\$ 29,877,753	\$ 142,500
General Fees Fund	7,823,325	7,823,325	0
Other Funds	0	0	0
Subtotal - General Use	\$ 38,933,259	\$ 37,701,078	\$ 142,500
Restricted Use Funds	14,420,386	14,504,847	0
TOTAL	\$ 53,353,645	\$ 52,205,925	\$ 142,500
Capital Improvements:			
State General Fund	\$ 330,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	500,000	500,000	0
Total - Capital Improvements	\$ 830,000	\$ 500,000	\$ 0
GRAND TOTAL	\$ 54,183,645	\$ 52,705,925	\$ 142,500
FTE Positions			
FTE Positions	712.2	709.6	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	712.2	709.6	0.0

Agency Request/Governor's Recommendation

The **general use** operating budget increase of \$2.1 million requested by the University would result in a 5.8 percent increase in general use expenditure authority for the University in FY 2000. The requested increase includes \$1.6 million for systemwide and institution specific enhancements. **Absent the requested FY 2000 enhancements**, the university's request would represent an increase of \$539,333 or 1.5 percent. Requested **restricted use** funding totals \$14.4 million, an increase of \$221,989 (1.6 percent) over the revised FY 1999 estimate.

The Governor recommends an FY 2000 general use budget of \$37.7 million, an increase of \$801,488 (2.2 percent). State General Fund financing of \$29.8 million represents an increase of \$1.0 million (3.6 percent) from the current year. Recommended FY 2000 **restricted use** funding totals \$14.5 million, an increase of \$306,450 (2.2 percent) from the current year. Staffing totals 697.6 FTE positions, a reduction of 0.6 FTE from the current year.

House Budget Committee Recommendation

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

1. The Budget Committee concurs with GBA No. 1, Item 6, which adds 11.6 FTE positions as a technical adjustment. Since this item is reflected in the revised Governor's recommendation column, no adjustment shows in the Budget Committee adjustments column.
2. Add \$142,500 from the State General Fund to finance one half of the Geographic Information Systems Development enhancement requested by the institution.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Fort Hays State University

Bill No. 326

Bill Sec. 63

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Revised Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments*</u>
Operating Expenditures:			
State General Fund	\$ 31,109,934	\$ 29,877,753	\$ (887,633)
General Fees Fund	7,823,325	7,823,325	(141,825)
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - General Use	\$ 38,933,259	\$ 37,701,078	\$ (1,029,458)
Restricted Use Funds	<u>14,420,386</u>	<u>14,504,847</u>	<u>(135,584)</u>
TOTAL	<u>\$ 53,353,645</u>	<u>\$ 52,205,925</u>	<u>\$ (1,165,042)</u>
Capital Improvements:			
State General Fund	\$ 330,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	<u>500,000</u>	<u>500,000</u>	<u>0</u>
Total - Capital Improvements	<u>\$ 830,000</u>	<u>\$ 500,000</u>	<u>\$ 0</u>
 GRAND TOTAL	 \$ 54,183,645	 \$ 52,705,925	 \$ (1,165,042)
FTE Positions	712.2	709.6	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>712.2</u>	<u>709.6</u>	<u>0.0</u>

* Includes a reduction of \$1,165,042 (\$887,633 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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

1. The Subcommittee concurs with GBA No. 1, Item 6, which adds 11.6 FTE positions as a technical adjustment.
2. Delete \$1,165,042 (\$887,633 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

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BUDGET COMMITTEE REPORT

Agency: Kansas State University

Bill No. –

Bill Sec. –

Analyst: Robinson

Analysis Pg. No. 115

Budget Page No. 311

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 97,765,025	\$ 97,716,756	\$ 0
General Fees Fund	40,907,590	40,907,590	0
Other Funds	335,173	335,173	0
Subtotal—General Use	\$ 139,007,788	\$ 138,959,519	\$ 0
Restricted Use Funds	134,600,824	134,600,824	0
TOTAL—Oper. Exp.	\$ 273,608,612	\$ 273,560,343	\$ 0
Capital Improvements:			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
Educational Building Fund	2,558,269	2,558,269	0
Other Funds	4,948,897	4,948,897	0
TOTAL—Cap. Impr.	\$ 7,696,612	\$ 7,696,612	\$ 0
GRAND TOTAL	\$ 281,305,224	\$ 281,256,955	\$ 0
FTE Positions	3,145.2	3,145.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	3,145.2	3,145.2	0.0

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures is an increase of \$255,173 over the amount approved by the 1998 Legislature, including reappropriations. The University's revised FY 1999 expenditure estimate includes expenditures of \$255,173 from the equipment reserve fund for equipment purchases. Restricted use expenditures total \$134.6 million, an increase of \$24.2 million from the approved budget.

The Governor's recommendation reduces the institution's revised estimate by \$48,269 to reflect retirement reductions.

House Budget Committee Recommendation

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

Senate Ways and Means Committee

Date 3/3/99

Attachment # 51

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: Kansas State University

Bill No. -

Bill Sec. -

Analyst: Robinson

Analysis Pg. No. 115

Budget Page No. 311

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 97,765,025	\$ 97,716,756	\$ 0
General Fees Fund	40,907,590	40,907,590	0
Other Funds	335,173	335,173	0
Subtotal - General Use	\$ 139,007,788	\$ 138,959,519	\$ 0
Restricted Use Funds	134,600,824	134,600,824	0
TOTAL - Oper. Exp.	\$ 273,608,612	\$ 273,560,343	\$ 0
Capital Improvements:			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
Educational Building Fund	2,558,269	2,558,269	0
Other Funds	4,948,897	4,948,897	0
TOTAL - Cap. Impr.	\$ 7,696,612	\$ 7,696,612	\$ 0
GRAND TOTAL	\$ 281,305,224	\$ 281,256,955	\$ 0
FTE Positions	3,145.2	3,145.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	3,145.2	3,145.2	0.0

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor.

5-2

BUDGET COMMITTEE REPORT

Agency: Kansas State University

Bill No. 2519

Bill Sec. 64

Analyst: Robinson

Analysis Pg. No. 115

Budget Page No. 311

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 104,750,037	\$ 100,220,771	\$ 0
General Fees Fund	41,889,372	41,876,585	0
Other Funds	80,000	80,000	0
Subtotal—General Use	\$ 146,719,409	\$ 142,177,356	\$ 0
Restricted Use Funds	136,191,898	136,559,652	0
TOTAL—Oper. Exp.	\$ 282,911,307	\$ 278,737,008	\$ 0
Capital Improvements:			
State General Fund	\$ 939,446	\$ 189,446	\$ 0
Educational Building Fund	0	0	0
Other Funds	6,207,495	6,207,495	0
TOTAL—Cap. Impr.	\$ 7,146,941	\$ 6,396,941	\$ 0
GRAND TOTAL	\$ 290,058,248	\$ 285,133,949	\$ 0
FTE Positions	3,165.2	3,148.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	3,165.2	3,148.2	0.0

* Includes Governor's Budget Amendment No. 1, Item 10

Agency Request/Governor's Recommendation

The general use operating budget increase of \$7.7 million requested by the University would result in a 5.5 percent increase in expenditure authority in FY 2000. The requested increase includes both systemwide and institution specific enhancements totaling \$6.0 million. The institution requests a total of 20.0 new FTE positions over the FY 1999 approved number. The request includes 15.0 FTE related to an enhancement request and 5.0 FTE related to new buildings operating support.

The Governor recommends an FY 2000 general use operating expenditure increase of \$3.2 million (2.3 percent). The Governor's recommendation is a reduction of \$4.5 million from the institution's request. The Governor's recommendation includes enhancements totaling \$1.6 million. The Governor recommends a net increase of 3.0 FTE positions over the revised FY 1999 estimate.

Requested FY 2000 restricted use funding totals \$136.2 million, an increase of \$1.6 million (1.2 percent) over the revised FY 1999 estimate. The Governor recommends \$136.6 million, an increase of \$2.0 million over the revised estimate.

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 10, which deletes \$31,790 from the State General Fund to accurately reflect the Governor's recommendation.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: Kansas State University

Bill No. 326

Bill Sec. 64

Analyst: Robinson

Analysis Pg. No. 115

Budget Page No. 311

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Gov. Rec. FY 00*</u>	<u>Senate Subcommittee Adjustments**</u>
Operating Expenditures:			
State General Fund	\$ 104,750,037	\$ 100,220,771	\$ (2,996,240)
General Fees Fund	41,889,372	41,876,585	(887,484)
Other Funds	80,000	80,000	0
Subtotal - General Use	\$ 146,719,409	\$ 142,177,356	\$ (3,883,724)
Restricted Use Funds	136,191,898	136,559,652	(1,366,531)
TOTAL - Oper. Exp.	\$ 282,911,307	\$ 278,737,008	\$ (5,250,255)
Capital Improvements:			
State General Fund	\$ 939,446	\$ 189,446	\$ 0
Educational Building Fund	0	0	0
Other Funds	6,207,495	6,207,495	0
TOTAL - Cap. Impr.	\$ 7,146,941	\$ 6,396,941	\$ 0
GRAND TOTAL	\$ 290,058,248	\$ 285,133,949	\$ (5,250,255)
FTE Positions	3,165.2	3,148.2	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	3,165.2	3,148.2	0.0

* Includes Governor's Budget Amendment No. 1, Item 10.

** The total amount of the reduction, \$5,250,255, including \$2,996,240 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Delete a total of \$5,250,255, including \$2,996,240 from the State General Fund, based on the recommendation to delete funding for a 3.5 percent unclassified merit pool (\$3,862,027), classified step movement (\$470,672), a 1.0 percent classified base salary adjustment (\$371,639), and longevity bonus payments (\$545,917) from individual agency budgets.

2. Concur with Governor's Budget Amendment No. 1, Item 10, which deletes \$31,790 from the State General Fund to accurately reflect the Governor's recommendation.

BUDGET COMMITTEE REPORT

Agency: KSU-Extension Systems and Agriculture **Bill No. 2521**
 Research Programs

Bill Sec. 24

Analyst: Robinson

Analysis Pg. No. 131

Budget Page No. 313

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 43,998,962	\$ 43,729,938	\$ 0
Other Funds	9,433,955	9,702,979	0
Subtotal - General Use	\$ 53,432,917	\$ 53,432,917	\$ 0
Restricted Use Funds	39,002,978	38,984,569	0
TOTAL - Oper. Exp.	\$ 92,435,895	\$ 92,417,486	\$ 0
Capital Improvements:			
Restricted Use Funds	4,108,000	4,108,000	\$ 0
TOTAL - Cap. Impr.	\$ 4,108,000	\$ 4,108,000	\$ 0
GRAND TOTAL	\$ 96,543,895	\$ 96,525,486	\$ 0
FTE Positions	1,271.1	1,271.1	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,271.1	1,271.1	0.0

*Includes Governor's Budget Amendment No. 1, Item 11

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures is the same amount approved by the 1998 Legislature, including reappropriations. Estimated restricted use expenditures total \$39.0 million, an increase of \$232,194 from the approved budget. **The Governor** concurs with the institution's requested general use expenditures, but shifts expenditures of \$269,024 from the State General Fund to Federal Land Grant funds. The Governor's FY 1999 restricted use recommendation is a reduction of \$18,409 from the amount requested by the agency.

Senate Ways and Means Committee

Date 5/3/99

Attachment # 6-1

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 11, which adds \$35,518 from the State General Fund to adjust for a retirement reduction that was inadvertently deleted twice.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

2-2

SUBCOMMITTEE REPORT

Agency: KSU-Extension Systems and Agriculture Bill No. 323
Research Programs

Bill Sec. 24

Analyst: Robinson

Analysis Pg. No. 131

Budget Page No. 313

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99*</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 43,998,962	\$ 43,729,938	\$ 0
Other Funds	9,433,955	9,702,979	0
Subtotal - General Use	\$ 53,432,917	\$ 53,432,917	\$ 0
Restricted Use Funds	39,002,978	38,984,569	0
TOTAL - Oper. Exp.	\$ 92,435,895	\$ 92,417,486	\$ 0
Capital Improvements:			
Restricted Use Funds	4,108,000	4,108,000	\$ 0
TOTAL - Cap. Impr.	\$ 4,108,000	\$ 4,108,000	\$ 0
GRAND TOTAL	\$ 96,543,895	\$ 96,525,486	\$ 0
FTE Positions	1,271.1	1,271.1	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,271.1	1,271.1	0.0

*Includes Governor's Budget Amendment No. 1, Item 11

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Concur with Governor's Budget Amendment No. 1, Item 11, which adds \$35,518 from the State General Fund to adjust for a retirement reduction that was inadvertently deleted twice.

House Budget Committee Recommendation

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

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

6-5

SUBCOMMITTEE REPORT

Agency: KSU-Extension Systems and Agriculture Bill No. 326
Research Programs

Bill Sec. 65

Analyst: Robinson

Analysis Pg. No. 131

Budget Page No. 313

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 47,679,901	\$ 45,794,348	\$ (1,397,057)
Other Funds	8,389,633	8,389,633	(152,605)
Subtotal - General Use	\$ 56,069,534	\$ 54,183,981	\$ (1,549,662)
Restricted Use Funds	39,409,120	39,580,829	(707,454)
TOTAL - Oper. Exp.	\$ 95,478,654	\$ 93,764,810	\$ (2,257,116)
Capital Improvements:			
Restricted Use Funds	11,840,850	12,175,850	\$ 0
TOTAL - Cap. Impr.	\$ 11,840,850	\$ 12,175,850	\$ 0
GRAND TOTAL	\$ 107,319,504	\$ 105,940,660	\$ (2,257,116)
FTE Positions	1,271.1	1,270.1	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,271.1	1,270.1	0.0

*The total amount of the reduction, \$2,257,116, including \$1,397,057 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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

1. Delete a total of \$2,257,116, including \$1,397,057 from the State General Fund, based on the recommendation to delete funding for a 3.5 percent unclassified merit pool (\$1,812,821), classified step movement (\$151,703), a 1.0 percent classified base salary adjustment (\$120,521), and longevity bonus payments (\$172,071).

BUDGET COMMITTEE REPORT

Agency: KSU-Veterinary Medical Center

Bill No. 2521

Bill Sec.25

Analyst: Robinson

Analysis Pg. No. 145

Budget Page No. 315

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>House Budget Committee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 9,297,756	\$ 9,297,756	\$ 0
General Fees Fund	4,524,738	4,524,738	0
Hosp. and Diag. Lab. Fund	2,606,350	2,606,350	0
Other Funds	1,595,000	1,595,000	0
Subtotal - General Use	\$ 18,023,844	\$ 18,023,844	\$ 0
Restricted Use Funds	2,449,810	2,449,810	0
TOTAL - Oper. Exp.	\$ 20,473,654	\$ 20,473,654	\$ 0
Capital Improvements:			
Educational Building Fund	\$ 160,043	\$ 160,043	\$ 0
Other Funds	21,783	21,783	0
TOTAL - Cap. Impr.	\$ 181,826	\$ 181,826	\$ 0
GRAND TOTAL	\$ 20,655,480	\$ 20,655,480	\$ 0
FTE Positions	255.4	255.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	255.4	255.4	0.0

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures is an increase of \$1.3 million over the amount approved by the 1998 Legislature, including reappropriations. The University's revised FY 1999 expenditure estimate includes expenditures of \$1,595,000 from the equipment reserve fund (\$875,740), and the Hospital and Diagnostic Laboratory Improvement Fund (\$719,260), for equipment purchases. The revised estimate also reflects an increase of \$118,332 in anticipated expenditures from the Hospital and Diagnostic Laboratory Revenue Fund, and a shift of \$90,981 from the State General Fund to the General Fees Fund based on November 1998 consensus tuition estimates. Estimated restricted use expenditures total \$2.4 million, an increase of \$19,256 over the approved budget.

The Governor concurs with the institution's revised FY 1999 estimate.

Senate Ways and Means Committee

Date 2/3/99

Attachment # 7-1

House Budget Committee Recommendation

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

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: KSU-Veterinary Medical Center

Bill No. 323

Bill Sec. 25

Analyst: Robinson

Analysis Pg. No. 145

Budget Page No. 315

<u>Expenditure Summary</u>	<u>Agency Estimate FY 99</u>	<u>Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 9,297,756	\$ 9,297,756	\$ 0
General Fees Fund	4,524,738	4,524,738	0
Hosp. and Diag. Lab. Fund	2,606,350	2,606,350	0
Other Funds	1,595,000	1,595,000	0
Subtotal - General Use	\$ 18,023,844	\$ 18,023,844	\$ 0
Restricted Use Funds	2,449,810	2,449,810	0
TOTAL - Oper. Exp.	\$ 20,473,654	\$ 20,473,654	\$ 0
Capital Improvements:			
Educational Building Fund	\$ 160,043	\$ 160,043	\$ 0
Other Funds	21,783	21,783	0
TOTAL - Cap. Impr.	\$ 181,826	\$ 181,826	\$ 0
GRAND TOTAL	\$ 20,655,480	\$ 20,655,480	\$ 0
FTE Positions	255.4	255.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	255.4	255.4	0.0

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor.

7-3

BUDGET COMMITTEE REPORT

Agency: KSU-Veterinary Medical Center

Bill No. 2519

Bill Sec. 66

Analyst: Robinson

Analysis Pg. No. 145

Budget Page No. 315

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 9,852,474	\$ 9,431,690	\$ 0
General Fees Fund	5,017,298	5,017,298	0
Hosp. and Diag. Lab. Fund	3,037,192	3,037,192	0
Other Funds	<u>233,289</u>	<u>233,289</u>	<u>0</u>
Subtotal - General Use	\$ 18,140,253	\$ 17,719,469	\$ 0
Restricted Use Funds	<u>2,481,564</u>	<u>2,492,395</u>	<u>0</u>
TOTAL - Oper. Exp.	<u>\$ 20,621,817</u>	<u>\$ 20,211,864</u>	<u>\$ 0</u>
Capital Improvements:			
Educational Building Fund	\$ 0	\$ 0	\$ 0
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL - Cap. Impr.	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
GRAND TOTAL	\$ 20,621,817	\$ 20,211,864	\$ 0
FTE Positions			
FTE Positions	255.4	255.4	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>255.4</u>	<u>255.4</u>	<u>0.0</u>

Agency Request/Governor's Recommendation

The general use operating budget increase of \$116,409 requested by the University would result in a 0.6 percent increase in expenditure authority in FY 2000. The requested increase includes both systemwide and institution specific enhancements totaling \$600,368. Requested FY 2000 restricted use funding totals \$2.48 million, a slight increase (1.3 percent) from the revised FY 1999 estimate.

The Governor's recommended general use budget is a reduction of \$304,375 (1.7 percent) below the revised FY 1999 estimate. The Governor's State General Fund recommendation is a reduction of \$420,784 from the amount requested by the agency. The Governor's recommendation includes enhancements totaling \$179,584.

7-4

House Budget Committee Recommendation

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

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: KSU-Veterinary Medical Center

Bill No. 326

Bill Sec. 66

<u>Expenditure Summary</u>	<u>Agency Request FY 00</u>	<u>Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments*</u>
Operating Expenditures:			
State General Fund	\$ 9,852,474	\$ 9,431,690	\$ (395,344)
General Fees Fund	5,017,298	5,017,298	(148,403)
Hosp. and Diag. Lab. Fund	3,037,192	3,037,192	0
Other Funds	233,289	233,289	0
Subtotal - General Use	\$ 18,140,253	\$ 17,719,469	\$ (543,747)
Restricted Use Funds	2,481,564	2,492,395	(58,210)
TOTAL - Oper. Exp.	\$ 20,621,817	\$ 20,211,864	\$ (601,957)
Capital Improvements:			
Educational Building Fund	\$ 0	0	\$ 0
Other Funds	0	0	0
TOTAL - Cap. Impr.	\$ 0	\$ 0	\$ 0
GRAND TOTAL	\$ 20,621,817	\$ 20,211,864	\$ (601,957)
FTE Positions	255.4	255.4	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	255.4	255.4	0.0

* The total amount of the reduction, \$601,957, including \$395,344 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

7-5

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Delete a total of \$601,957, including \$395,344 from the State General Fund, based on the recommendation to delete funding for a 3.5 percent unclassified merit pool (\$320,513), classified step movement (\$176,710), a 1.0 percent classified base salary adjustment (\$44,423), and longevity bonus payments (\$60,311) from individual agency budgets.

BUDGET COMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 2521

Bill Sec. 27

Analyst: West

Analysis Pg. No. 160

Budget Page No. 349

Expenditure Summary	Agency Req. FY 99	Revised Gov. Rec. FY 99	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 29,741,636	\$ 29,715,332	\$ 0
General Fees Fund	10,494,316	10,494,316	0
Other Funds	269,561	269,561	0
Subtotal - General Use	\$ 40,505,513	\$ 40,479,209	\$ 0
Restricted Use Funds	14,804,065	14,804,065	0
TOTAL	\$ 55,309,578	\$ 55,283,274	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	371,328	371,328	0
Other Funds	1,506,060	1,506,060	0
Total - Capital Improvements	\$ 1,877,388	\$ 1,877,388	\$ 0
GRAND TOTAL	\$ 57,186,966	\$ 57,160,662	\$ 0
FTE Positions			
FTE Positions	796.8	796.8	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	796.8	796.8	0.0

Agency Req./Governor's Recommendation

The agency's revised FY 1999 estimate for general use expenditures includes an increase of \$269,561 in overall general use expenditures from the approved budget. Requested adjustments to the FY 1999 budget are detailed below:

- **State General Fund expenditures** are decreased by \$460,471 to offset an equal increase in tuition revenues anticipated by the Consensus Tuition Estimating Committee.
- The University's revised FY 1999 expenditure estimate includes expenditures of \$269,561 from the equipment reserve fund for equipment purchases.
- **Restricted use expenditures total \$14.8 million, an increase of \$1,513,509 from the approved budget.** While subject to appropriation, most restricted use funds are treated as "no limit" appropriations. Examples include parking fees, stu

Senate Ways and Means Committee

Date 3/3/99

Attachment # 3-1

fees, federal research grants, and income generated from campus revenue-producing activities.

The Governor's recommendation concurs with agency's estimate of current year expenditures with the exception of a \$26,304 State General Fund reduction due to a retirement.

- Recommended FTE positions inadvertently omit the positions from the Service Clearing Program.

House Budget Committee Recommendation

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

- The Budget Committee concurs with GBA No. 1, Item 7, which adds 8.5 FTE positions as a technical adjustment. Since this adjustment is reflected in the revised Governor's recommendation column, no adjustment is included in the Budget Committee column.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

SUBCOMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 323

Bill Sec. 27

Analyst: West

Analysis Pg. No. 160

Budget Page No. 349

<u>Expenditure Summary</u>	<u>Agency Req. FY 99</u>	<u>Revised Gov. Rec. FY 99</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 29,741,636	\$ 29,715,332	\$ 0
General Fees Fund	10,494,316	10,494,316	0
Other Funds	269,561	269,561	0
Subtotal - General Use	\$ 40,505,513	\$ 40,479,209	\$ 0
Restricted Use Funds	14,804,065	14,804,065	0
TOTAL	\$ 55,309,578	\$ 55,283,274	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	371,328	371,328	0
Other Funds	1,506,060	1,506,060	0
Total - Capital Improvements	\$ 1,877,388	\$ 1,877,388	\$ 0
 GRAND TOTAL	 \$ 57,186,966	 \$ 57,160,662	 \$ 0
FTE Positions	796.8	796.8	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	796.8	796.8	0.0

Senate Subcommittee Recommendation

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

1. Concur with GBA No. 1, Item 7, which adds 8.5 FTE positions as a technical adjustment.

8.3

BUDGET COMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 2519

Bill Sec. 68

Analyst: West

Analysis Pg. No. 160

Budget Page No. 349

Expenditure Summary	Agency Req. FY 00	Revised Gov. Rec. FY 00	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 32,342,284	\$ 30,886,790	\$ 236,228
General Fees Fund	10,481,538	10,481,538	0
Other Funds	0	0	0
Subtotal - General Use	\$ 42,823,822	\$ 41,368,328	\$ 236,228
Restricted Use Funds	15,247,161	15,066,282	0
TOTAL	\$ 58,070,983	\$ 56,434,610	\$ 236,228
Capital Improvements:			
State General Fund	\$ 627,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	1,753,000	1,380,000	0
Total - Capital Improvements	\$ 2,380,000	\$ 1,380,000	\$ 0
 GRAND TOTAL	 \$ 60,450,983	 \$ 57,814,610	 \$ 236,228
 FTE Positions	 801.7	 795.8	 1.9
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	801.7	795.8	1.9

Agency Req./Governor's Recommendation

The **general use** operating budget increase of \$2.3 million requested by the University would result in a 5.7 percent increase in general use expenditure authority for the University in FY 2000.

The requested increase includes \$1.8 million systemwide and institution specific enhancements.

The institution requests a total of **4.9 new FTE positions** over the revised current year estimate. The request includes 3.0 FTE related to enhancements and 1.9 FTE related to new buildings operating support.

Absent the requested enhancements, the University's general use request would represent an increase of \$484,592, or 1.2 percent.

8-4

Requested FY 2000 **restricted use** funding totals \$15.2 million, an increase of \$443,096 (3.0 percent) from the revised current year estimate.

The **Governor** recommends an FY 2000 general use operating budget of \$41.4 million, an increase of 2.2 percent from the current year recommendation.

State General Fund financing totals \$30.9 million, an increase of 3.9 percent from the current year.

No new FTE positions are recommended for the agency. Total staffing is reduced by 1.0 FTE from the current year due to a retirement reduction.

The recommended FY 2000 **restricted use** budget totals **\$15.1** million, an increase of \$262,217 (1.8 percent) from the current year.

House Budget Committee Recommendation

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

1. The Budget Committee concurs with GBA No. 1, Item 7, which adds 8.5 FTE positions as a technical adjustment. Since this adjustment is reflected in the revised Governor's recommendation column, no adjustment is included in the Budget Committee column.
2. Add \$160,000 from the State General Fund to finance one half of the requested enhancement to the plastics and manufacturing areas of the College of Technology.
3. Add \$76,228 and 1.9 FTE positions for servicing the Horace Mann building. The Subcommittee notes that it is unclear if the building is not an academic building and that it is not equitable to change the standards on the provision of funding for servicing new buildings when the structure is already under construction.

House Appropriations Committee Recommendation

The House Appropriations Committee concurs with the recommendation of the Budget Committee.

House Committee of the Whole Recommendation

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

8-5

SUBCOMMITTEE REPORT

Agency: Pittsburg State University

Bill No. 326

Bill Sec. 68

Analyst: West

Analysis Pg. No. 160

Budget Page No. 349

Expenditure Summary	Agency Req. FY 00	Revised Gov. Rec. FY 00	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 32,342,284	\$ 30,886,790	\$ (952,016)
General Fees Fund	10,481,538	10,481,538	(205,604)
Other Funds	0	0	0
Subtotal - General Use	\$ 42,823,822	\$ 41,368,328	\$ (1,157,620)
Restricted Use Funds	15,247,161	15,066,282	(124,844)
TOTAL	\$ 58,070,983	\$ 56,434,610	\$ (1,282,464)
Capital Improvements:			
State General Fund	\$ 627,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	1,753,000	1,380,000	0
Total - Capital Improvements	\$ 2,380,000	\$ 1,380,000	\$ 0
GRAND TOTAL	\$ 60,450,983	\$ 57,814,610	\$ (1,282,464)
FTE Positions	801.7	795.8	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	801.7	795.8	0.0

* Includes a reduction of \$1,282,464 (\$952,016 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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

1. The Subcommittee concurs with GBA No. 1, Item 7, which adds 8.5 FTE positions as a technical adjustment.
2. Delete \$1,282,464 (\$952,016 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

BUDGET COMMITTEE REPORT

Agency: University of Kansas

Bill No. 2521

Bill Sec. 28

Analyst: Robinson

Analysis Pg. No. 174

Budget Page No. 459

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 125,084,728	\$ 124,966,716	\$ 0
General Fees Fund	74,596,559	74,596,559	0
Other Funds	6,659,985	6,659,985	0
Subtotal—General Use	\$ 206,341,272	\$ 206,223,260	\$ 0
Restricted Use Funds	195,508,309	195,453,637	0
TOTAL—Oper. Exp.	\$ 401,849,581	\$ 401,676,897	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	2,858,238	2,858,238	0
Other Funds	16,665,286	16,656,201	0
TOTAL—Cap. Impr.	\$ 19,523,524	\$ 19,514,439	\$ 0
GRAND TOTAL	\$ 421,373,105	\$ 421,191,336	\$ 0
FTE Positions	4,514.0	4,514.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	4,514.0	4,514.0	0.0

* Includes Governor's Budget Amendment No. 1, Item 8

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures is an increase of \$3.2 million over the amount approved by the 1998 Legislature, including reappropriations. The agency requests an FY 1999 State General Fund supplemental of \$36,113 and 1.4 FTE positions for new buildings operating support to provide servicing for the new Auxiliary Gym which was scheduled for occupancy in October 1998. The revised estimate also reflects expenditures totaling \$6.7 million from the Tuition Accountability Fund (\$4.1 million); the Regents Center Development Fund (\$1.7 million); the Equipment Reserve Fund (\$799,249) and the interest on endowment fund (\$20,000). These expenditures represent an increase of \$2.9 million from the amount originally budgeted. The revised estimate also includes an additional \$307,559 from the general fees fund (tuition). Under provisions of tuition accountability, no offsetting reduction to State General Fund expenditures is requested. Estimated restricted use expenditures total \$195.5 million, an increase of \$11.4 million from the approved budget.

Senate Ways and Means Committee

Date 7/3/98

Attachment # 1-1

The Governor's revised FY 1999 estimate for general use expenditures is an increase of \$3.1 million over the approved amount. The Governor's recommendation is a reduction of \$118,012 from the institution's revised estimate. The Governor does not recommend the requested supplemental funding and recommends retirement reductions totaling \$81,899. The Governor's recommendation reduces restricted use expenditures by \$54,672.

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 8, which adds 93.2 FTE positions which were inadvertently omitted from the Governor's recommendation.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: University of Kansas

Bill No. 323

Bill Sec. 28

Analyst: Robinson

Analysis Pg. No. 174

Budget Page No. 459

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 125,084,728	\$ 124,966,716	\$ 0
General Fees Fund	74,596,559	74,596,559	0
Other Funds	6,659,985	6,659,985	0
Subtotal - General Use	\$ 206,341,272	\$ 206,223,260	\$ 0
Restricted Use Funds	195,508,309	195,453,637	0
TOTAL - Oper. Exp.	\$ 401,849,581	\$ 401,676,897	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	2,858,238	2,858,238	0
Other Funds	16,665,286	16,656,201	0
TOTAL - Cap. Impr.	\$ 19,523,524	\$ 19,514,439	\$ 0
GRAND TOTAL	\$ 421,373,105	\$ 421,191,336	\$ 0
FTE Positions	4,514.0	4,514.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	4,514.0	4,514.0	0.0

*Includes Governor's Budget Amendment No. 1, Item 8

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Concur with Governor's Budget Amendment No. 1, Item 8, which adds 93.2 FTE positions which were inadvertently omitted from the Governor's recommendation.

9.3

BUDGET COMMITTEE REPORT

Agency: University of Kansas

Bill No. 2519

Bill Sec. 69

Analyst: Robinson

Analysis Pg. No. 174

Budget Page No. 459

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 135,732,167	\$ 128,831,406	\$ 188,288
General Fees Fund	80,616,540	80,616,540	0
Other Funds	1,214,457	1,187,641	0
Subtotal—General Use	\$ 217,563,164	\$ 210,635,587	\$ 188,288
Restricted Use Funds	202,033,747	196,960,444	0
TOTAL—Oper. Exp.	\$ 419,596,911	\$ 407,596,031	\$ 188,288
Capital Improvements:			
State General Fund	\$ 1,225,000	\$ 0	\$ 0
Educational Building Fund	0	0	500,000
Other Funds	3,080,000	3,080,000	0
TOTAL—Cap. Impr.	\$ 4,305,000	\$ 3,080,000	\$ 500,000
GRAND TOTAL	\$ 423,901,911	\$ 410,676,031	\$ 688,288
FTE Positions	4,525.5	4,515.3	5.2
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	4,525.5	4,515.3	5.2

* Includes Governor's Budget Amendment No. 1, Item 8

Agency Request/Governor's Recommendation

The general use operating budget increase of \$11.2 million requested by the University would result in a 5.4 percent increase in expenditure authority in FY 2000. The institution requests a total of 11.5 new FTE positions over the FY 1999 revised estimate. The requested increase includes both systemwide and institution specific enhancements totaling \$9.0 million. The request includes 4.1 FTE related to an enhancement and 8.8 FTE related to new buildings operating support. Requested FY 2000 restricted use funding totals \$202.0 million, an increase of \$6.5 million (3.3 percent) over the revised FY 1999 estimate.

The Governor's recommended FY 2000 general use budget is an increase of \$4.4 million (2.1 percent) over the revised FY 1999 recommendation. The Governor recommends FY 2000 enhancements totaling \$2.4 million. The Governor's recommendation includes FY 2000 restricted use expenditures of \$197.0 million.

9-4

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 8, which adds 93.2 FTE positions which were inadvertently omitted from the Governor's recommendation.
2. For the reasons noted in the Regents Systemwide Budget Committee Report, add \$188,288 from the State General Fund and 5.2 FTE positions to fully fund the institution's FY 2000 request for **servicing new buildings**. The recommendation includes new buildings operating support for: the new child care facility (\$54,913 and 1.3 FTE position); stadium improvements (\$85,224 and 2.5 FTE positions); and the auxiliary gym (\$48,151 and 1.4 FTE positions).
3. Add \$500,000 from the Educational Building Fund for electrical distribution improvements. The University requested \$1.225 million from the State General Fund in FY 2000 as the first year of a three-year project totaling \$6.4 million. The University has indicated that although some of the more immediate needs for repair to its aging electrical systems have been met through regular rehabilitation and repair funding, significant additional work is necessary. While not fully funding the University's request, it is the hope of the Budget Committee that this funding will provide substantial assistance in meeting the University's more pressing needs.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

9.5

SUBCOMMITTEE REPORT

Agency: University of Kansas

Bill No. 326

Bill Sec. 69

Analyst: Robinson

Analysis Pg. No. 174

Budget Page No. 459

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	Senate Subcommittee Adjustments**
Operating Expenditures:			
State General Fund	\$ 135,732,167	\$ 128,831,406	\$ (5,403,408)
General Fees Fund	80,616,540	80,616,540	(515,987)
Other Funds	1,214,457	1,187,641	0
Subtotal - General Use	\$ 217,563,164	\$ 210,635,587	\$ (5,919,395)
Restricted Use Funds	202,033,747	196,960,444	(1,871,997)
TOTAL - Oper. Exp.	\$ 419,596,911	\$ 407,596,031	\$ (7,791,392)
Capital Improvements:			
State General Fund	\$ 1,225,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	3,080,000	3,080,000	0
TOTAL - Cap. Impr.	\$ 4,305,000	\$ 3,080,000	\$ 0
GRAND TOTAL	\$ 423,901,911	\$ 410,676,031	\$ 688,288
FTE Positions	4,525.5	4,515.3	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	4,525.5	4,515.3	0.0

* Includes Governor's Budget Amendment No. 1, Item 8

** The total amount of the reduction, \$7,791,392, including \$5,403,408 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Delete a total of \$7,791,392, including \$5,403,408 from the State General Fund, based on the recommendation to delete funding for a 3.5 percent unclassified merit pool (\$5,877,711), classified step movement (\$976,955), a 1.0 percent classified base salary adjustment (\$440,822), and longevity bonus payments (\$495,904) from individual agency budgets.


9-6

2. Concur with Governor's Budget Amendment No. 1, Item 8, which adds 93.2 FTE positions which were inadvertently omitted from the Governor's recommendation.

9-7 ~~9-7~~
~~9-7~~

BUDGET COMMITTEE REPORT

Agency: University of Kansas Medical Center

Bill No. 2521

Bill Sec. 29

Analyst: West

Analysis Pg. No. 190

Budget Page No. 461

Expenditure Summary*	Agency Est. FY 99	Gov. Rec. FY 99	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 94,396,488	\$ 94,476,050	\$ 0
General Fees Fund	9,870,320	9,870,320	0
Med. Scholar. Repayment Fund	1,870,692	1,870,692	0
Services to Hosp. Auth. Fund	3,935,159	3,935,159	0
Medical Education Reimb. Fund	2,428,197	2,428,197	0
Hosp. Overhead Reimb. Fund	1,289,734	1,289,734	0
Subtotal - General Use	\$ 113,790,590	\$ 113,870,152	\$ 0
Restricted Use Funds	59,294,602	59,270,560	0
TOTAL	\$ 173,085,192	\$ 173,140,712	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	4,175,022	4,175,022	0
Other Funds	4,352,520	4,352,520	0
Subtotal - Capital Improvements	\$ 8,527,542	\$ 8,527,542	\$ 0
GRAND TOTAL	\$ 181,612,734	\$ 181,668,254	\$ 0
FTE Positions	2,484.8	2,484.8	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	2,484.8	2,484.8	0.0

* Education Program only, does not include expenditures associated with the Hospital Program.

Agency Req./Governor's Recommendation

The agency's revised FY 1999 estimate for General Use expenditures reflects a decrease of \$1,879,344 in total expenditures from the approved budget. Issues that affect the 1999 budget are discussed below:

State General Fund expenditures of \$94.4 million reflect: the reappropriation of \$2.1 million in savings from FY 1998; a reduction in State General Fund expenditures of \$70,000; and a shift of \$28,513 to the General Fees Fund based on revised estimates of tuition availability by the Consensus Tuition Estimating Committee.

Senate Ways and Means Committee

Date 3/3/99

Attachment # 10-1

General Fee Fund expenditures of \$9.9 million are a net decrease of \$6,487, resulting from an overall decrease in fee fund expenditures of \$35,000 offset by a \$28,513 revised estimate of tuition availability.

Other Changes include: a net reduction of \$1,751,311 in expenditures on behalf of the Hospital resulting from the transfer of the Hospital program to the University of Kansas Hospital Authority; and a reduction of \$23,033 in expenditures for the Medical Student Loan Program.

Restricted Use expenditures of \$59,294,602 reflect a decrease of \$42,883 from the approved FY 1999 level. While subject to appropriation, most restricted use funds are treated as "no limit" appropriations. Examples include parking fees, student union fees, federal research grants, and income generated from campus revenue-producing activities.

The Governor concurs with the University's estimate of FY 1999 **general use** expenditures, with the following adjustments: the addition of \$87,631 to restore graduate student fee waivers inadvertently omitted from the budget last year; a reduction of \$8,014 due to a retirement; a reduction of \$55 for a technical adjustment; and recommended **restricted use** funding of \$59.3 million is a slight reduction from the University's estimate due to a retirement reduction.

House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

House Appropriations Committee Recommendation

The House Appropriations Committee concurs with the recommendation of the Budget Committee.

House Committee of the Whole Recommendation

The House Committee of the Whole has not considered this item.

10-2

SUBCOMMITTEE REPORT

Agency: University of Kansas Medical Center

Bill No. 323

Bill Sec. 29

Analyst: West

Analysis Pg. No.190

Budget Page No. 461

Expenditure Summary*	Agency Est. FY 99	Gov. Rec. FY 99	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 94,396,488	\$ 94,476,050	\$ 0
General Fees Fund	9,870,320	9,870,320	0
Med. Scholar. Repayment Fund	1,870,692	1,870,692	0
Services to Hosp. Auth. Fund	3,935,159	3,935,159	0
Medical Education Reimb. Fund	2,428,197	2,428,197	0
Hosp. Overhead Reimb. Fund	1,289,734	1,289,734	0
Subtotal - General Use	\$ 113,790,590	\$ 113,870,152	\$ 0
Restricted Use Funds	59,294,602	59,270,560	0
TOTAL	\$ 173,085,192	\$ 173,140,712	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	4,175,022	4,175,022	0
Other Funds	4,352,520	4,352,520	0
Subtotal - Capital Improvements	\$ 8,527,542	\$ 8,527,542	\$ 0
GRAND TOTAL	\$ 181,612,734	\$ 181,668,254	\$ 0
FTE Positions	2,484.8	2,484.8	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	2,484.8	2,484.8	0.0

* Education Program only, does not include expenditures associated with the Hospital Program.

Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation.

10-3

BUDGET COMMITTEE REPORT

Agency: University of Kansas Medical Center

Bill No. 2519

Bill Sec. 70

Analyst: West

Analysis Pg. No.190

Budget Page No. 461

Expenditure Summary	Agency Req. FY 00	Revised Gov. Rec. FY 00	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 99,536,272	\$ 96,488,696	\$ 0
General Fees Fund	10,115,760	10,057,878	0
Med. Scholar. Repayment Fund	1,282,944	1,282,944	0
Services to Hosp. Auth. Fund	5,671,414	5,671,414	0
Medical Education Reimb. Fund	2,428,197	2,428,197	0
Child. Health Care Prog. Fund	0	255,541	(255,541)
Subtotal - General Use	\$ 119,034,587	\$ 116,184,670	\$ (255,541)
Restricted Use Funds	62,268,240	60,220,140	0
TOTAL	\$ 181,302,827	\$ 176,404,810	\$ (255,541)
Capital Improvements:			
State General Fund	\$ 1,450,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	7,961,046	7,961,046	0
Subtotal - Capital Improvements	\$ 9,411,046	\$ 7,961,046	\$ 0
 GRAND TOTAL	 \$ 190,713,873	 \$ 184,365,856	 \$ (255,541)
FTE Positions	2,498.9	2,497.9	(1.0)
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	2,498.9	2,497.9	(1.0)

Agency Req./Governor's Recommendation

The **general use** operating budget increase of \$5.2 million requested by the University would result in a 4.6 percent increase in general use expenditure authority for KUMC in FY 2000.

The requested increase includes \$4.7 million for systemwide and institution specific enhancements. The institution requests **14.1 new FTE positions** over the FY 1999 approved number. The request includes 5.9 FTE related to program enhancements and 8.2 FTE related to new buildings operating support. **Absent the requested FY 2000 enhancements**, the University's request would represent an increase of \$262,274 or 0.2 percent. Requested FY 2000 **restricted use** funding totals \$62.3 million, an increase of \$3.0 million (5.0 percent) over the revised FY 1999 estimate.

10-4

The Governor's FY 2000 **general use** operating budget of \$116.2 million represents an increase of \$2.4 million (2.1 percent) from the current year. State General Fund financing totals \$96.6 million, a \$2.1 million (2.2 percent) increase. The recommendation includes \$255,541 from the **Children's Health Care Programs Fund** to finance the TeleKid Care enhancement discussed below. The fund is financed by a portion of the monies received from the settlement of litigation against the tobacco industry. The Governor recommends a net **increase of 13.1 FTE** positions above the current year, including 5.9 positions related to enhancements, 8.2 positions for new buildings operating support, and a reduction of 1.0 FTE due to a retirement. FY 2000 **restricted use** expenditures are recommended to be \$60.2 million, an increase of \$906,056 (1.5 percent) from the current year.

House Budget Committee Recommendation

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

1. Delete \$255,541 and 1.0 FTE position associated with the TeleKid Care program. The Governor's recommendation finances this program from the Children's Health Care Programs Fund. The Budget Committee recommends that this program be considered in conjunction with other programs to be financed from tobacco settlement funds.
2. Concur with GBA No. 1, Item 9, which reduces State General Fund financing by \$62,611 as a technical adjustment. As this item is reflected in the revised Governor's recommendation column no adjustment is shown in the Budget Committee recommendation column.

House Appropriations Committee Recommendation

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

House Committee of the Whole Recommendation

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

10-5

SUBCOMMITTEE REPORT

Agency: University of Kansas Medical Center

Bill No. 326

Bill Sec. 70

Analyst: West

Analysis Pg. No.190

Budget Page No. 461

<u>Expenditure Summary</u>	<u>Agency Req. FY 00</u>	<u>Revised Gov. Rec. FY 00</u>	<u>Senate Subcommittee Adjustments*</u>
Operating Expenditures:			
State General Fund	\$ 99,536,272	\$ 96,488,696	\$ (2,737,441)
General Fees Fund	10,115,760	10,057,878	(407,427)
Med. Scholar. Repayment Fund	1,282,944	1,282,944	0
Services to Hosp. Auth. Fund	5,671,414	5,671,414	0
Medical Education Reimb. Fund	2,428,197	2,428,197	0
Child. Health Care Prog. Fund	0	255,541	0
Subtotal - General Use	\$ 119,034,587	\$ 116,184,670	\$ (3,144,868)
Restricted Use Funds	62,268,240	60,220,140	(1,731,256)
TOTAL	\$ 181,302,827	\$ 176,404,810	\$ (4,876,124)
Capital Improvements:			
State General Fund	\$ 1,450,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	7,961,046	7,961,046	0
Subtotal - Capital Improvements	\$ 9,411,046	\$ 7,961,046	\$ 0
GRAND TOTAL	\$ 190,713,873	\$ 184,365,856	\$ (4,876,124)
FTE Positions	2,498.9	2,497.9	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	2,498.9	2,497.9	0.0

* Includes a reduction of \$4,876,124 (including \$2,737,441 from the State General Fund) associated with the Governor's recommended pay plan adjustments.

Senate Subcommittee Recommendation

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


10-6

1. Delete \$4,876,124 (including \$2,737,441 from the State General Fund) associated with the Governor's recommended pay plan adjustments.
2. Concur with GBA No. 1, Item 9, which reduces State General Fund financing by \$62,611 as a technical adjustment.

BUDGET COMMITTEE REPORT

Agency: Wichita State University

Bill No. -

Bill Sec. -

Analyst: Robinson

Analysis Pg. No. 210

Budget Page No. 479

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 59,732,883	\$ 59,708,897	\$ 0
General Fees Fund	24,863,134	24,863,134	0
Other Funds	63,525	63,525	0
Subtotal—General Use	\$ 84,659,542	\$ 84,635,556	\$ 0
Restricted Use Funds	37,892,357	37,869,695	0
TOTAL—Oper. Exp.	\$ 122,551,899	\$ 122,505,251	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	982,000	982,000	0
Other Funds	483,013	483,013	0
TOTAL—Cap. Impr.	\$ 1,465,013	\$ 1,465,013	\$ 0
GRAND TOTAL	\$ 124,016,912	\$ 123,970,264	\$ 0
FTE Positions			
FTE Positions	1,731.6	1,731.6	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,731.6	1,731.6	0.0

* Includes Governor's Budget Amendment No. 1, Item 12

Agency Estimate/Governor's Recommendation

The institution's revised FY 1999 estimate for general use expenditures is a reduction of \$1.0 million from the amount approved by the 1998 Legislature. The University's revised estimate includes a State General Fund supplemental appropriation of \$23,683 and a 0.5 FTE position for servicing new buildings. The revised FY 1999 request includes a reduction of \$1.1 million from the general fees fund, reflecting reductions in projected tuition revenues. Because of WSU's participation in tuition accountability, no State General Fund supplemental appropriation is requested. The University's revised FY 1999 expenditure estimate includes expenditures of \$63,525 from the equipment reserve fund for equipment purchases. Estimated restricted use expenditures total \$37.9 million, an increase of \$1.1 million from the approved budget.

The Governor recommends revised FY 1999 expenditures of \$84.6 million, a reduction of \$1.1 million from the approved amount. The Governor concurs with the requested supplemental

Senate Ways and Means Committee

Date 3/3/99

Attachment # 11-1

appropriation. The Governor's revised FY 1999 recommendation reflects retirement reductions of \$23,986. The Governor recommends a slight reduction to the University's estimated restricted use expenditures.

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 12, which adds 47.0 FTE positions, which were inadvertently omitted from the Governor's recommendation.

House Committee Recommendation

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

House Committee of the Whole Recommendation

The House has not considered this budget.

11-2

SUBCOMMITTEE REPORT

Agency: Wichita State University

Bill No. -

Bill Sec. -

Analyst: Robinson

Analysis Pg. No. 210

Budget Page No. 479

Expenditure Summary	Agency Estimate FY 99	Gov. Rec. FY 99*	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 59,732,883	\$ 59,708,897	\$ 0
General Fees Fund	24,863,134	24,863,134	0
Other Funds	63,525	63,525	0
Subtotal - General Use	\$ 84,659,542	\$ 84,635,556	\$ 0
Restricted Use Funds	37,892,357	37,869,695	0
TOTAL - Oper. Exp.	\$ 122,551,899	\$ 122,505,251	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Educational Building Fund	982,000	982,000	0
Other Funds	483,013	483,013	0
TOTAL - Cap. Impr.	\$ 1,465,013	\$ 1,465,013	\$ 0
GRAND TOTAL	\$ 124,016,912	\$ 123,970,264	\$ 0
FTE Positions	1,731.6	1,731.6	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,731.6	1,731.6	0.0

*Includes Governor's Budget Amendment No. 1, Item 12

Senate Subcommittee Recommendation

The Subcommittee concurs with the recommendations of the Governor, with the following adjustment:

1. Concur with Governor's Budget Amendment No. 1, Item 12, which adds 47.0 FTE positions which were inadvertently omitted from the Governor's recommendation.

11-3

BUDGET COMMITTEE REPORT

Agency: Wichita State University

Bill No. 2519

Bill Sec. 71

Analyst: Robinson

Analysis Pg. No. 210

Budget Page No. 479

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 64,483,302	\$ 61,625,770	\$ 223,000
General Fees Fund	26,606,158	26,597,158	0
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - General Use	\$ 91,089,460	\$ 88,222,928	\$ 223,000
Restricted Use Funds	<u>37,322,280</u>	<u>37,395,840</u>	<u>0</u>
TOTAL - Oper. Exp.	<u>\$ 128,411,740</u>	<u>\$ 125,618,768</u>	<u>\$ 223,000</u>
Capital Improvements:			
State General Fund	\$ 465,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	<u>300,000</u>	<u>300,000</u>	<u>0</u>
TOTAL - Cap. Impr.	<u>\$ 765,000</u>	<u>\$ 300,000</u>	<u>\$ 0</u>
GRAND TOTAL	\$ 129,176,740	\$ 125,918,768	\$ 223,000
FTE Positions	1,742.1	1,730.0	0.0
Unclassified Temp. Positions	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>1,742.1</u>	<u>1,730.0</u>	<u>0.0</u>

* Includes Governor's Budget Amendment No. 1, Item 12

Agency Request/Governor's Recommendation

The general use operating budget increase of \$6.4 million requested by the University would result in a 7.6 percent increase in expenditure authority in FY 2000. The institution requests a total of 10.5 new FTE positions over the revised FY 1999 number. The requested new positions relate to enhancement requests. The requested increase includes both systemwide and institution specific enhancements totaling \$3.7 million. Requested FY 2000 restricted use funding totals \$37.3 million, a reduction of \$0.6 million (1.6 percent) from the revised FY 1999 estimate.

The Governor's recommended general use budget is an increase of \$3.6 million (4.2 percent) over the revised FY 1999 estimate. The Governor does not recommend the requested new positions. The Governor recommends \$37.4 million in restricted use expenditures.

11-4

House Budget Committee Recommendation

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

1. Concur with Governor's Budget Amendment No. 1, Item 12, which adds 47.0 FTE positions, which were inadvertently omitted from the Governor's recommendation.
2. Add \$148,000 from the State General Fund to fund the University's requested tuition equity enhancement. Since FY 1997, the University of Kansas and Kansas State University have participated in tuition equity. Under the concept, those two universities have been authorized to retain 25 percent of increased tuition revenues when the increase results from: **tuition rate increases; imposition** of a more restrictive waiver policy; or changes in **resident/nonresident mix**. The increased revenue can be utilized to address other operating expenditure (OOE) deficiencies relative to their peer institutions. Wichita State University has never been included in the tuition equity concept. The Board of Regents authorized all Regents institutions not participating in tuition equity to seek the equivalent of 25 percent of tuition revenue increases from the State General Fund. The Budget Committee believes that Wichita State University's case is unique in that it has been participating, along with KU and KSU, in tuition accountability since FY 1997. Under the concept of tuition accountability, institutions are allowed to retain all tuition revenue resulting from increased enrollment, but must absorb tuition revenue losses resulting from decreased enrollment. Wichita State University has been assuming the same risks as the other two research institutions under tuition accountability but has not enjoyed the same opportunity to address its OOE deficiencies in the same manner available to KU and KSU. While not approving tuition equity funding for the other Regents' institutions, the Budget Committee is persuaded that Wichita State University should be included in tuition equity with KU and KSU.
3. Add \$75,000 from the State General Fund to partially fund the University's requested enhancement for the Institute for Rehabilitation Research and Service (IRRS). The IRRS was organized at WSU in 1995. It was formed to complement the Wichita Rehabilitation Engineering Research Center (RERC), which is a partnership between the WSU College of Engineering and the Cerebral Palsy Research Foundation. The WSU RERC on Workplace Accommodations for Persons with Disabilities has been funded since 1976 by the U.S. Department of Education in five-year grant increments. In 1998, the Department of Education changed its research priorities, based on the decline of manufacturing employment in the national economy, and funding for the RERC was discontinued. The Budget Committee believes that the funding for the IRRS remains a priority, particularly in the Wichita area, given the strong manufacturing employment in the area. The efforts of the IRRS and the Cerebral Palsy Research Foundation are quite valuable in providing meaningful employment opportunities to persons with disabilities, and the Budget Committee recommends funding half of the University's request.

House Committee Recommendation

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

11-5

House Committee of the Whole Recommendation

The House has not considered this budget.

SUBCOMMITTEE REPORT

Agency: Wichita State University

Bill No. 326

Bill Sec. 71

Analyst: Robinson

Analysis Pg. No. 210

Budget Page No. 479

Expenditure Summary	Agency Request FY 00	Gov. Rec. FY 00*	Senate Subcommittee Adjustments**
Operating Expenditures:			
State General Fund	\$ 64,483,302	\$ 61,625,770	\$ (1,769,880)
General Fees Fund	26,606,158	26,597,158	(529,808)
Other Funds	0	0	0
Subtotal - General Use	\$ 91,089,460	\$ 88,222,928	\$ (2,229,688)
Restricted Use Funds	37,322,280	37,395,840	(431,847)
TOTAL - Oper. Exp.	\$ 128,411,740	\$ 125,618,768	\$ (2,731,535)
Capital Improvements:			
State General Fund	\$ 465,000	\$ 0	\$ 0
Educational Building Fund	0	0	0
Other Funds	300,000	300,000	0
TOTAL - Cap. Impr.	\$ 765,000	\$ 300,000	\$ 0
GRAND TOTAL	\$ 129,176,740	\$ 125,918,768	\$ (2,731,535)
FTE Positions	1,742.1	1,730.0	0.0
Unclassified Temp. Positions	0.0	0.0	0.0
TOTAL	1,742.1	1,730.0	0.0

*Includes Governor's Budget Amendment No. 1, Item 11

** The total amount of the reduction, \$2,731,535, including \$1,769,880 from the State General Fund, is related to deletion of the Governor's recommended pay plan adjustments.

11-6

Senate Subcommittee Recommendation

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

1. Delete a total of \$2,731,535, including \$1,769,880 from the State General Fund, based on the recommendation to delete funding for a 3.5 percent unclassified merit pool (\$2,144,744), classified step movement (\$176,710), a 1.0 percent classified base salary adjustment (\$173,753), and longevity bonus payments (\$236,328) from individual agency budgets.
2. Concur with Governor's Budget Amendment No. 1, Item 12, which adds 47.0 FTE positions which were inadvertently omitted from the Governor's recommendation.
3. Since FY 1997, the University of Kansas and Kansas State University have participated in tuition equity. Under the concept, those two universities have been authorized to retain 25 percent of increased tuition revenues when the increase results from: tuition rate increases; imposition of a more restrictive waiver policy; or changes in resident/nonresident mix. The increased revenue can be utilized to address other operating expenditure (OOE) deficiencies relative to their peer institutions. Wichita State University has never been included in the tuition equity concept. The Board of Regents authorized all Regents institutions not participating in tuition equity to seek the equivalent of 25 percent of tuition revenue increases from the State General Fund. The Subcommittee believes that Wichita State University's case is unique in that it has been participating, along with KU and KSU, in tuition accountability since FY 1997. Under the concept of tuition accountability, institutions are allowed to retain all tuition revenue resulting from increased enrollment, but must absorb tuition revenue losses resulting from decreased enrollment. Wichita State University has been assuming the same risks as the other two research institutions under tuition accountability but has not enjoyed the same opportunity to address its OOE deficiencies in the same manner available to KU and KSU. While not approving tuition equity funding for the other Regents' institutions, the Subcommittee is persuaded that Wichita State University's participation in tuition equity is worth additional consideration and recommends consideration of the requested funding (\$148,000) during Omnibus.

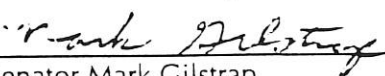
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MINORITY REPORT

I concur with the recommendations of the Subcommittee with one exception. During its deliberations on Monday, February 22, 1999, the full Subcommittee recommended \$148,000 from the State General Fund in FY 2000 to allow Wichita State University to participate in tuition equity along with the University of Kansas and Kansas State University. Subsequent to that meeting, a majority of the Subcommittee elected to postpone consideration of this issue until Omnibus. I remain supportive of the original Subcommittee recommendation and would add \$148,000 from the State General Fund in the budget of Wichita State University in FY 2000.



Senator Marge Petty



Senator Mark Gilstrap

11-8