

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairman Kenny Wilk at 9:05 a.m. on February 7, 2001, in Room 514-S of the Capitol.

All members were present except:

Committee staff present: Alan Conroy, Legislative Research
 Rae Anne Davis, Legislative Research
 Jim Wilson, Revisor of Statutes
 Mike Corrigan, Revisor of Statutes
 Nikki Feuerborn, Committee Secretary

Conferees appearing before the committee:

Others attending: See Attached

Representative Bethell moved for the introduction of legislation regarding coroners and deaths actually occurring in their districts. Motion was seconded by Representative Kline. Motion carried.

Representative Wilk moved for the introduction of legislation regarding Kansas Highway Patrol prevailing total compensation. Motion was seconded by Representative Nichols. Motion carried.

Representative Landwehr moved for the introduction of legislation regarding licensure issues for physical therapists. Motion was seconded by Representative Neufeld. Motion carried.

Representative Schwartz, Chairman of the Agriculture and Natural Resources Budget Committee, presented the Budget Committee report on the Governor's budget recommendation for the Department of Agriculture for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 with the noted adjustments, recommendations, and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried.

Representative Schwartz, presented the Budget Committee report on the Governor's budget recommendation for the Department of Agriculture for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with the noted adjustments, recommendations, and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried.

Representative Klein, presented the Budget Committee report on the Governor's budget recommendation for the Kansas State Fair for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 (Attachment 1). Motion was seconded by Representative Schwartz. Motion carried.

Representative Klein, presented the Budget Committee report on the Governor's budget recommendation for the Kansas State Fair for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with recommendations and observations as noted (Attachment 1). Motion was seconded by Representative Pottorff. Motion carried.

The Committee discussed in length the possibilities and realities of funding the requested \$24 million by the Kansas State Fair. Even though neither the City of Hutchinson nor Reno County currently contribute to financing the State Fair master plan, they have indicated they would be willing to contribute \$300,000 on an annual basis if the state would fund the requested \$24 million. It was noted that this amount would not all be needed in one year as the master plan, according to a member of the Joint Committee on State Building Construction, shows the work can be done in independent phases. The first phase would require \$5 to 6 million. The option of issuing bonds was discussed as well as paying the incurring bills directly out of the State General Fund. Cost of issuing the bonds and the interest on \$24 million would increase the actual cost to more than \$60 million over a period of 30 years. It was suggested that \$18 million could be taken out of EDIF as the State Fair is considered to be economic development. The State Fair facilities are used year-round by many different groups and as this activity is used to "showcase" Kansas, perhaps it is time to put money back into the facility.

Representative Schwartz presented the Budget Committee report on the Governor's budget recommendation for the State Conservation Commission for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 (Attachment 1). Motion was seconded by Representative Hermes. Motion carried.

Representative Schwartz presented the Budget Committee report on the Governor's budget recommendation for the State Conservation Commission for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with noted adjustments, recommendations and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried

Representative Schwartz presented the Budget Committee report on the Governor's budget recommendation for the Kansas Water Office for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 with noted adjustments, recommendations and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried

Representative Schwartz presented the Budget Committee report on the Governor's budget recommendation for the Kansas Water Office for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with noted adjustments, recommendations and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried

A Committee member questioned why a higher percentage of funding from the SGF was proposed than usual instead of drawing down the fee funds. Kansas Statutes list certain criteria for the spending of water fund money. They also discussed the wisdom of the agency borrowing money from the Pooled Money Investment Board for a temporary shortage in the water marketing fund.

Copies of the State Water Plan Fund Expenditures were distributed by the Legislative Research Department (Attachment 2).

Representative McCreary presented the Budget Committee report on the Governor's budget recommendation for the Animal Health Department for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 (Attachment 1). Motion was seconded by Representative Klein. Motion carried

Representative McCreary presented the Budget Committee report on the Governor's budget recommendation for the Animal Health Department for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with the noted adjustments, recommendations and observations (Attachment 1). Motion was seconded by Representative Klein. Motion carried

Representative Peterson, Chairman of the Tax, Judicial, and Transportation Budget Committee, presented the Budget Committee report on the Governor's budget recommendation for the Kansas Guardianship Program for FY 2001 and moved for the adoption of the Budget Committee recommendations for FY 2001 (Attachment 3). Motion was seconded by Representative Hermes. Motion carried

Representative Peterson presented the Budget Committee report on the Governor's budget recommendation for the Kansas Guardianship Program for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 with notations (Attachment 3). Motion was seconded by Representative Hermes. Motion carried

Representative Hermes asked to be recused from the Tax Judicial and Transportation Budget Committee for the purposes of the consideration of the Governor's budget recommendations for the Human Rights Commission. Chairman Wilk appointed Representative Neufeld replace her.

Alan Conroy, Legislative Research Department, distributed copies showing the current status of the EDIF (Attachment 4).

The meeting was adjourned at 10:30 a.m. The next meeting is scheduled for Thursday, February 8, 2001.

AGRICULTURE AND NATURAL RESOURCES BUDGET COMMITTEE

FY 2001 and FY 2002

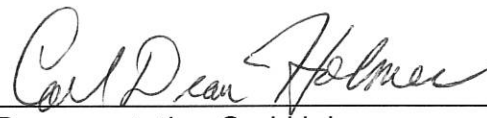
Department of Agriculture
Kansas State Fair
State Conservation Commission
Kansas Water Office
Animal Health Department



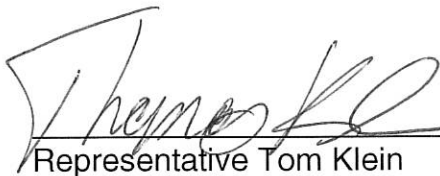
Representative Sharon Schwartz, Chairperson



Representative Vaughn Flora



Representative Carl Holmes



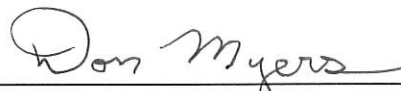
Representative Tom Klein



Representative Bruce Larkin



Representative Bill McCreary



Representative Don Myers

HOUSE APPROPRIATIONS

DATE 2/07/01

ATTACHMENT 1

House Budget Committee Report

Agency: Department of Agriculture

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 3

Budget Page No. 49

<u>Expenditure Summary</u>	<u>Agency Request FY 2001</u>	<u>Governor Recommendation FY 2001</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 19,788,428	\$ 19,835,220	\$ 50,000
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 19,788,428	\$ 19,835,220	\$ 50,000
Capital Improvements	0	0	0
TOTAL	<u>\$ 19,788,428</u>	<u>\$ 19,835,220</u>	<u>\$ 50,000</u>
State General Fund:			
State Operations	\$ 9,927,899	\$ 9,927,899	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 9,927,899	\$ 9,927,899	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 9,927,899</u>	<u>\$ 9,927,899</u>	<u>\$ 0</u>
FTE Positions	303.2	303.2	0.0
Other Unclass. Positions	17.2	17.2	0.0
TOTAL	<u>320.4</u>	<u>320.4</u>	<u>0.0</u>

Agency 2001/Governor's Recommendation

The Department estimates FY 2001 expenditures of \$19,788,428. This is an increase of \$1,527,984 (8.4 percent) from the approved budget. The increase is due to additional funding from the agency's fee funds and federal grants, and mostly due to increases in the Agricultural Remediation Fund, which was created by 2000 SB 501. SB 501 established the Kansas Agricultural Remediation Board (KARB) to implement the Remediation Reimbursement Program, which was designed to help the grain and feed industries with the cost of voluntary cleanup of chemicals. SB 501 established a "no limit" expenditure limitation for the Agricultural Remediation Fund. The agency requests an increase in the expenditure limitation of the Water Appropriation Certification Fund, the Fertilizer Fee Fund, and the Egg Fee Fund, and also requests an increase in Federal Emergency Management Agency (FEMA) funds to be used for flood plain mapping.

The Governor recommends \$19,835,220 for FY 2001 operating expenditures. The Governor concurs with the agency's estimated request and adds \$46,792 from the State Water Plan Fund for Best Management Practices in the Water Resources Program. According to the recommendation, funding for this State Water Plan project was inadvertently left out of the budget request by the agency.

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation with the following adjustments, recommendations, and observations.

1. Increase the expenditure limitation on the Department's Feed Fee Fund in FY 2001 to increase surveillance of feed products in light of the current Bovine Spongiform Encephalopathy (BSE) crisis in Europe. The Budget Committee notes that this work is in addition to the regular annual inspections that encompass BSE currently performed by Agricultural Commodity Assurance Program (ACAP) inspectors. The amount includes \$22,000 for laboratory equipment to perform an FDA validated method for rapid detection of bovine derived materials in complete feeds. The amount also includes \$3,000 for laboratory supplies and \$25,000 for salaries and wages and travel. The Committee notes that the Department estimates expending the \$25,000 for salaries and wages and travel in the last quarter of FY 2001 to conduct comprehensive inspection coverage of rendering facilities, licensed FDA feed mills, and un-licensed state feed mills. No new FTEs are required to implement this recommendation; the Department will utilize existing field inspectors. The field inspectors are expected to enhance efforts in inspection, analysis, and follow-up to assure a 100 percent compliance with labeling and commingling issues related to "prohibited feedstuffs". Current funding for portions of these positions are the Agricultural Seed Fee Fund for \$5,000, the Egg Fee Fund for \$15,000, and Other Grant Funds for \$5,000.

House Budget Committee Report

Agency: Department of Agriculture

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 3

Budget Page No. 49

<u>Expenditure Summary</u>	<u>Agency Request FY 2002</u>	<u>Governor Recommendation FY 2002</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 20,326,817	\$ 19,929,778	\$ 31,000
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 20,326,817	\$ 19,929,778	\$ 31,000
Capital Improvements	0	0	0
TOTAL	\$ 20,326,817	\$ 19,929,778	\$ 31,000
State General Fund:			
State Operations	\$ 10,537,448	\$ 10,043,354	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 10,537,448	\$ 10,043,354	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 10,537,448	\$ 10,043,354	\$ 0
FTE Positions	305.5	303.5	0.0
Other Unclass. Positions	14.2	14.2	0.0
TOTAL	319.7	317.7	0.0

Agency/Governor's Recommendation

The Department requests \$20,326,817 for FY 2002 operating expenditures. This is an increase of \$538,389 (2.7 percent) above the FY 2001 estimate. Specifically, the agency requests \$10,537,448 from the State General Fund, which is \$609,549 more than the current year request; \$9,789,369 from federal and special revenue funds; and, \$13,849,135 for salaries and wages of 319.7 positions (305.5 FTE positions and 14.2 other unclassified temporary positions). The salaries and wages request is an increase of \$414,909 (3.1 percent) above the FY 2001 estimate.

The Governor recommends \$19,929,778 for FY 2002 operating expenditures. This is an increase of \$94,558 (0.5 percent) from the FY 2001 recommendation and a decrease of \$397,039 (0.2 percent) from the agency's FY 2002 request. The Governor recommends a \$199,938 reduction in State General Fund expenditures through the adoption of the Department's submitted reduction package. The recommendation reduces salary expenditures by \$113,595 and other operating expenditures by

\$86,343, but does not eliminate the 2.0 FTE positions included in the agency's reduction package; the positions will be utilized by the agency in future fiscal years to provide flexibility to meet staffing needs. The Governor also recommends the agency's \$83,756 Water Resources enhancement package, funded by the State General Fund.

FY 2002 Enhancements						
Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Water Resources Program	\$ 83,756	\$ 83,756	0.0	\$ 83,756	\$ 83,756	0.0
Failure Mode Effects Analysis	161,000	161,000	1.0	0	0	0.0
Document Imaging	60,000	60,000	0.0	0	0	0.0
Professional Civil Engineer I	71,022	71,022	1.0	0	0	0.0
Shrinkage Rate Decrease	131,289	131,289	0.0	0	0	0.0
Agricultural Research	50,000	50,000	0.0	0	0	0.0
TOTAL	\$ 557,067	\$ 557,067	2.0	\$ 83,756	\$ 83,756	0.0

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation with the following adjustments, recommendations, and observations.

1. Increase the expenditure limitation on the Feed Fee Fund by \$31,000 in FY 2002 to allow the Department to continue increased surveillance of feed products for Bovine Spongiform Encephalopathy (BSE). The Budget Committee notes that this work is in addition to the regular annual inspections that encompass BSE currently performed by Agricultural Commodity Assurance Program (ACAP) inspectors. The \$31,000 includes \$25,000 for salaries and wages and travel, and \$6,000 for laboratory supplies. The Committee notes that the Department's expenditures for salaries and wages and travel in FY 2002 will continue the efforts from FY 2001 to conduct comprehensive inspection coverage of rendering facilities, licensed FDA feed mills, and un-licensed state feed mills. No new FTEs are required to implement this recommendation; the Department will utilize existing field inspectors. The field inspectors are expected to enhance efforts in inspection, analysis, and follow-up to assure a 100 percent compliance with labeling and commingling issues related to "prohibited feedstuffs".
2. Add a proviso that establishes a new civil litigation fee fund, as a no-limit fund that will be used to receive moneys from the Attorney General's office to deal with fees and costs associated with litigation over fraudulent meat sales.
3. The Budget Committee notes that legislation has been introduced—HB 2102 (which the agency says currently has no fiscal impact on its operations)—to address statutory inspection and metering of fuels. Any fiscal impact may need to be looked at during omnibus.

HOUSE BUDGET COMMITTEE REPORT

Agency: Kansas State Fair

Bill No. --

Bill Sec. --

Analyst: Chapman

Analysis Pg. No. 35

Budget Pg. No. 169

<u>Expenditure Summary</u>	<u>Agency Request FY 2001</u>	<u>Gov. Rec. FY 2001</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 3,806,214	\$ 3,800,632	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 3,806,214</u>	<u>\$ 3,800,632</u>	<u>\$ 0</u>
Capital Improvements	850,000	850,000	0
TOTAL	<u><u>\$ 4,656,214</u></u>	<u><u>\$ 4,650,632</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Capital Improvements	450,000	450,000	0
TOTAL	<u><u>\$ 450,000</u></u>	<u><u>\$ 450,000</u></u>	<u><u>\$ 0</u></u>
FTE Positions	22.0	22.0	0.0
Other Unclass. Positions	0.0	0.0	0.0
TOTAL	<u><u>22.0</u></u>	<u><u>22.0</u></u>	<u><u>0.0</u></u>

Agency Request/Governor's Recommendation

The State Fair estimates \$3,806,214 for total FY 2001 operating expenditures. This is an increase of \$124,041 from the approved budget. Estimated expenditures were realigned to account for actual expenditures. The change primarily results from a \$93,000 increase in contractual services and \$31,041 in commodities. The revised revenues for the State Fair have decreased \$162,425, mostly from reduced grandstand and gate admissions.

The Governor recommends \$3,800,632 for FY 2001 operating expenditures. This is an increase of \$118,459 from the approved budget and a decrease of \$5,582 (0.1 percent) from the agency's revised estimate. The decrease is comprised of \$490 in fringe benefit calculations and \$5,092 to increase shrinkage in the Maintenance Program from 1.7 to 2.8 percent. Compared to FY 2000 actual expenditures, this is an increase of \$213,590 (6.0 percent).

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation.

House Budget Committee Report

Agency: Kansas State Fair

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 35

Budget Page No. 169

Expenditure Summary	Agency Request FY 2002	Gov. Rec. FY 2002	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 3,982,618	\$ 3,887,703	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 3,982,618</u>	<u>\$ 3,887,703</u>	<u>\$ 0</u>
Capital Improvements	25,441,884	741,884	0
TOTAL	<u><u>\$ 29,424,502</u></u>	<u><u>\$ 4,629,587</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 0	\$ 134,000	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 0</u>	<u>\$ 134,000</u>	<u>\$ 0</u>
Capital Improvements	24,300,000	300,000	0
TOTAL	<u><u>\$ 24,300,000</u></u>	<u><u>\$ 434,000</u></u>	<u><u>\$ 0</u></u>
FTE Positions	22.0	22.0	0.0
Other Unclass. Positions	0.0	0.0	0.0
TOTAL	<u><u>22.0</u></u>	<u><u>22.0</u></u>	<u><u>0.0</u></u>

Agency/Governor's Recommendation

The State Fair requests \$3,982,618 for FY 2002 operating expenditures. This is an increase of \$176,404 (4.6 percent) above the FY 2001 estimate. Specifically, the agency requests \$134,000 from the Economic Development Initiatives Fund (EDIF) for marketing and promotion of the Fair, and \$1,350,605 for salaries and wages of 22.0 FTE positions, which is an increase of \$64,260 (5.0 percent) over the FY 2001 estimate.

The Governor recommends \$3,887,703 for FY 2002 operating expenditures. This is an increase of \$87,071 (2.3 percent) from the FY 2001 recommendation and a decrease of \$94,915 (2.4 percent) from the agency's FY 2002 request. The Governor recommends a \$4,519 reduction for fringe benefit calculations, a \$2,158 reduction for the removal of unclassified merit payments, and a \$13,466 reduction to increase shrinkage from an agency average of 1.8 percent to 2.8 percent. The Governor also recommends shifting \$134,000 from the EDIF to the State General Fund and adding \$16,288 from the agency's fee fund for the Governor's Pay Plan.

FY 2002 Enhancements							
Enhancement	Agency Request			Governor's Recommendation			
	SGF	All Funds	FTE	SGF	All Funds	FTE	
Marketing and Promotion - EDIF	\$ 0	\$ 91,000	0.0	\$ 0	0	0.0	
Official Hospitality	\$ 0	\$ 5,000	0.0	\$ 0	5,000	0.0	
TOTAL	\$ 0	\$ 96,000	0.0	\$ 0	5,000	0.0	

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation with the following recommendations and observations.

1. The Budget Committee realizes that the current Economic Development Initiatives Fund (EDIF) balance is negative, but recommends—provided that a positive balance exists—shifting the funding source from the State General Fund to EDIF *during omnibus* for the state's support (\$134,000) of the Fair's operations. For the past several years, the Legislature has alternated the funding source for the state's support between the State General Fund and EDIF. The Budget Committee believes that the State Fair is a form of economic development and should be financed accordingly.
2. The Budget Committee notes the amount of the agency's ending fee fund balance. As recommended by the Governor, the ending fee fund balance for FY 2002 will be \$587,464, or 15.7 percent of expenditures. The Budget Committee encourages the agency to maintain its ending balance at or above \$150,000 to be able to meet future cash flow demands, particularly those that may arise from unanticipated natural gas costs.
3. The Budget Committee notes the agency's intention to implement its facilities master plan. The plan is estimated to cost approximately \$36 million over six years. The Committee suggests that the plan should be given consideration in the future, pending the state's financial situation. As a possible source of funding for the master plan, the Committee recommends using EDIF funding for the next fiscal year, and each following year, provided that such funds are available. The agency has received local city and county support of \$300,000 in FY 2002, contingent upon state financing of the master plan, from which the agency requests \$24,000,000 from the State General Fund. If funding is not provided by the state, local funds will not be available. The Committee suggests that one way to fund the master plan would be to bond the required \$24.0 million. Over a 10-year period, the first year's cost would be around \$180,000, and each following year around \$3.3 million. Over a 30-year period, the first year's cost would be around \$198,000, and each following year around \$1.8 million.

House Budget Committee Report

Agency: State Conservation Commission

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 48

Budget Page No. 111

<u>Expenditure Summary</u>	<u>Agency Request FY 2001</u>	<u>Gov. Rec. FY 2001</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 1,516,895	\$ 1,516,374	\$ 0
Aid to Local Units	2,072,750	2,072,750	0
Other Assistance	6,942,573	6,942,573	0
Subtotal - Operating	\$ 10,532,218	\$ 10,531,697	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 10,532,218	\$ 10,531,697	\$ 0
State General Fund:			
State Operations	\$ 594,962	\$ 594,441	\$ 0
Aid to Local Units	0	0	0
Other Assistance	4,500,000	4,500,000	0
Subtotal - Operating	\$ 5,094,962	\$ 5,094,441	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 5,094,962	\$ 5,094,441	\$ 0
FTE Positions	13.5	13.5	0.0
Unclass. Temp. Positions	0.0	0.0	0.0
TOTAL	13.5	13.5	0.0

Agency/Governor's Recommendation

The State Conservation Commission estimates \$10,532,218 for total FY 2001 operating expenditures. This is an increase of \$5,270 from the approved budget, which results from the agency's request for a supplemental request from the Land Reclamation Fee Fund for monitoring the status of reclamation sites.

The Governor recommends \$10,531,697 for FY 2001 operating expenditures, which includes \$5,270 over the approved amount from the Land Reclamation Fee Fund. This is \$521 below the approved State General Fund amount to account for a technical adjustment to salary expenditures.

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation.

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House Budget Committee Report

Agency: State Conservation Commission

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 48

Budget Page No. 111

Expenditure Summary	Agency Request FY 2002	Gov. Rec. FY 2002	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 1,698,761	\$ 1,545,975	\$ 50,000
Aid to Local Units	2,665,200	2,144,683	0
Other Assistance	7,589,523	7,277,707	0
Subtotal - Operating	\$ 11,953,484	\$ 10,968,365	\$ 50,000
Capital Improvements	0	0	0
TOTAL	\$ 11,953,484	\$ 10,968,365	\$ 50,000
State General Fund:			
State Operations	\$ 658,337	\$ 614,765	\$ 0
Aid to Local Units	0	0	0
Other Assistance	6,000,000	6,250,000	0
Subtotal - Operating	\$ 6,658,337	\$ 6,864,765	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 6,658,337	\$ 6,864,765	\$ 0
FTE Positions	14.5	13.5	0.0
Other Unclass. Positions	0.0	0.0	0.0
TOTAL	14.5	13.5	0.0

Agency/Governor's Recommendation

The Commission requests \$11,953,484 for total FY 2002 expenditures. This is an increase of \$1,421,266 (13.5 percent) above the FY 2001 estimate. The agency requests \$1,414,427 for six enhancement requests, of which \$42,477 comes from the State General Fund. Absent enhancements, the agency's FY 2002 request would be \$10,539,057.

The Governor recommends \$10,968,365 for total FY 2002 operating expenditures. This is a net increase of \$436,668 (4.1 percent) from the FY 2001 recommendation and a decrease of \$985,119 from the agency's FY 2002 request. The Governor recommends \$6,000,000 for the State General Fund demand transfer to the State Water Plan Fund to provide needed funding to address Total Maximum Daily Loads and other water issues. The Governor also recommends an additional \$250,000 transfer from the State General Fund to the State Water Plan Fund.

FY 2002 Enhancements						
Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Total Maximum Daily Loads	\$ 42,477	\$ 762,477	1.0	\$ 0	\$ 335,134	0.0
Watershed Dam Construction Subprogram		50,000	0.0		0	0.0
Water Resources Cost Share Subprogram		50,000	0.0		0	0.0
Multipurpose Small Lakes Subprogram		192,750	0.0		0	0.0
Water Rights Purchase Subprogram	0	347,200	0.0	0	69,433	0.0
Land Reclamation Subprogram	0	12,000	0.0	0	12,000	0.0
TOTAL—FY 2002 Enhancement Request	\$ 42,477	\$ 1,414,427	1.0	\$ 0	\$ 416,567	0.0

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation, with the following adjustments, recommendations, and observations.

1. Add a proviso capturing lapsed State Water Plan Funds from the Water Resources Cost Share program and the Non-Point Source Pollution program, and utilize those funds for enhancements to the Water Resources Cost Share program. The Committee notes that this proviso is a proactive way to enhance water conservation. The Committee also notes that the agency observes that over \$300,000 could be captured in lapsed funds. The language of the proviso might read: "That an amount not to exceed \$850,000 be allocated for fiscal year 2002 to conservation districts for cost-sharing grants to reduce water use and improve irrigation water use efficiency, with 50 percent of the total amount provided to projects capable of achieving a water use efficiency level of 92 percent or greater."
2. Add \$50,000 from the State Water Plan Fund for the agency's request for the Riparian and Wetland Program, from \$190,000 to \$240,000. This is an increase of \$50,000 (26.3 percent) from the FY 2001 recommendation. The funds will be used to restore riparian areas, wetlands, and associated habitats by providing technical, educational, and financial assistance to landowners and the public.

HOUSE BUDGET COMMITTEE REPORT

Agency: Kansas Water Office

Bill No. --

Bill Sec. --

Analyst: Chapman

Analysis Pg. No. 63

Budget Pg. No. 455

<u>Expenditure Summary</u>	<u>Agency Request FY 2001</u>	<u>Governor Recommendation FY 2001</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
State Operations	\$ 6,101,751	\$ 6,018,624	\$ 8,500
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 6,101,751	\$ 6,018,624	\$ 8,500
Capital Improvements	0	0	0
TOTAL	\$ 6,101,751	\$ 6,018,624	\$ 8,500
State General Fund:			
State Operations	\$ 1,654,839	\$ 1,447,004	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 1,654,839	\$ 1,447,004	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 1,654,839	\$ 1,447,004	\$ 0
FTE Positions	23.5	23.5	0.0
Other Unclass. Positions	5.0	5.0	0.0
TOTAL	28.5	28.5	0.0

Agency Request/Governor's Recommendation

The Water Office estimates \$6,101,751 for FY 2001 total operating expenditures. This is a net decrease of \$31,398 from the approved budget. The net decrease results from: (1) the absence of \$150,000 from the State Water Plan Fund, approved by the State Finance Council to address water management issues on the Kansas River and included in the approved budget; (2) a \$207,835 supplemental request from the State General Fund which includes 1.0 FTE Accountant I position (\$22,080 salary) to assist with State Water Plan projects; (3) a \$25,292 supplemental increase in the State Water Plan Fund expenditure limitation; (4) a \$141,349 increase due to the Governor's Executive Directive No. 00-303; and, (5) a \$114,525 decrease in other funds. The agency requests \$1,286,943 in salaries and wages for 23.5 FTE positions and 5.0 other unclassified positions, of which 2.0 FTE positions are above the approved amount and are to provide technical assistance to water users.

The Governor recommends \$6,018,624 for FY 2001 operating expenditures. This is a decrease of \$114,525 from the approved budget and of \$83,127 from the agency's revised estimate. The recommendation removes the \$207,835 supplemental request—but not the 1.0 FTE Accountant I position—from the State General Fund and the \$25,292 supplemental increase in the State Water Plan Fund expenditure limitation. The recommendation also includes a technical downward adjustment of \$9,860 to salaries and wages. The Governor concurs with the agency's request for 2.0 other unclassified positions. The Governor recommends the 1.0 FTE Accountant I position that started September 3, 2000, as a position that would assist with the agency's budget preparation activities.

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation with the following adjustments, recommendations, and observations.

1. Add \$8,500 from the State Water Plan Fund to correspond with the agency's supplemental request for travel, lodging, and printing expenses related to approximately 30 High Plains Aquifer stakeholder meetings in western Kansas. The Budget Committee notes that stakeholders would include any person or organization impacted by changes in practices in irrigation related to the High Plains Aquifer, formerly known as the Ogallala aquifer. The Committee also notes that according to K.S.A. 82a-951, moneys from the State Water Plan Fund can be used for water-related activities.

33376(2/6/1{9:06AM})

HOUSE BUDGET COMMITTEE REPORT

Agency: Kansas Water Office

Bill No. --

Bill Sec. --

Analyst: Chapman

Analysis Pg. No. 63

Budget Pg. No. 455

Expenditure Summary	Agency Request FY 2002	Governor Recommendation FY 2002	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 6,502,381	\$ 6,001,219	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 6,502,381	\$ 6,001,219	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 6,502,381	\$ 6,001,219	\$ 0
State General Fund:			
State Operations	\$ 1,866,236	\$ 1,424,681	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal - Operating	\$ 1,866,236	\$ 1,424,681	\$ 0
Capital Improvements	0	0	0
TOTAL	\$ 1,866,236	\$ 1,424,681	\$ 0
FTE Positions	23.5	23.5	0.0
Other Unclass. Positions	5.0	5.0	0.0
TOTAL	28.5	28.5	0.0

Agency Request/Governor's Recommendation

The Water Office requests \$6,502,381 for FY 2002 operating expenditures. This is an increase of \$400,630 (6.6 percent) above the FY 2001 estimate. The increase is due to enhancement requests totaling \$446,000. The request includes \$1,866,236 from the State General Fund, \$2,731,097 from the State Water Plan Fund, and \$1,687,315 from the Water Marketing Fund. The agency requests \$1,383,070 in salaries and wages for 23.5 FTE positions and 5.0 other unclassified positions, an increase of \$96,127 (7.5 percent) over the FY 2001 estimate.

The Governor recommends \$6,001,219 for operating expenditures in FY 2002. This is a decrease of \$17,405 (0.3 percent) from the FY 2001 recommendation, and a decrease of \$501,162 from the agency's FY 2002 request. The Governor recommends \$1,424,681 from the State General Fund, \$2,670,392 from the State Water Plan Fund, and \$1,688,413 from the Water Marketing Fund. The

recommendation includes \$1,389,408 in salaries and wages for 23.5 FTE positions and 5.0 other unclassified positions, which is an increase of \$112,325 (8.8 percent) from the FY 2001 recommendation and an increase of \$6,338 over the agency's FY 2002 request.

Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Funding Shift - Stream Gauging Station Contract	\$ 416,000	\$ 416,000	0.0	\$ 0	\$ 416,000	0.0
Public Participation Process	30,000	30,000	0.0	0	0	0.0
TOTAL	<u>\$ 446,000</u>	<u>\$ 446,000</u>	<u>0.0</u>	<u>\$ 0</u>	<u>\$ 416,000</u>	<u>0.0</u>

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation with the following adjustments, recommendations, and observations.

1. Add a proviso that prohibits purchasing more water storage. The Committee notes the concern regarding the water storage space in the Milford and Perry Lakes. The Corps of Engineers could use a maximum of six feet of water from these lakes for navigational purposes so long as the State of Kansas, through the Kansas Water Office, has not called the remaining storage space into service. As a means to remind the Corps of Engineers of the State's potential to exercise its right to this water, the Water Office has requested over the past several years funds to call the water into use in case of drought. Neither the Kansas Water Authority nor the Governor has recommended funding for this water storage space. The Committee is concerned that the agency's annual request is not enough to convince the Corps of the State's interest in this water storage space. Therefore, the Committee wishes to state that should the Corps notify the Kansas Water Office of its intent to use water for navigational purposes on the Missouri River, the agency should take steps to protect the State's interests and, if necessary, notify the Legislature of the need for appropriate action.
2. Add a proviso authorizing the Water Office to transfer money from the sub-accounts of the Water Supply Storage Assurance District Fund to the Water Marketing Fund. Each year the agency receives money from the water assurance districts to repay the State General Fund for the amortized cost of purchasing storage space in federal reservoirs. For accounting purposes, these funds are credited to the district sub-accounts. The money is then transferred to the Water Marketing Fund in order to make repayments to the State General Fund for moneys previously advanced for the payment of water storage space which has been transferred to the Water Assurance Program. The Water Office has routinely made these transfers each fiscal year for the past several years. However, the Division of Accounts and Reports has determined that the agency does not have specific authority to make these transfers. This proviso is necessary for the agency to track the transfer of money, and to be able to make these transfers for more reasons than simply the repayment of the State General Fund (e.g., administration and enforcement expenses). The Committee

supports the introduction of legislation (HB 2199) that essentially accomplishes the same thing.

3. Add a proviso authorizing the agency to borrow money from the Pooled Money Investment Board (PMIB) for a temporary shortage in the water marketing fund. The Water Marketing Program supplies water to municipal and industrial users. The Water Marketing Fund receives the water fees from this program and makes payments to the U.S. Corps of Engineers for water storage and to the State General Fund for capital and interest payments. This transfer is a partial prepayment on the loan from the State General Fund. Over time the Water Marketing Fund has been collecting an internal reserve to reduce the effect of any dramatic water rate increases. By making a prepayment, the future cost of paying off the loan will decrease and could cause a small decrease in water rates. Since the Water Marketing Program operates on a calendar year rather than a fiscal year, this transfer could cause some short term cash flow difficulties. To help alleviate this concern, the Committee recommends allowing the Water Office to obtain a short term loan from the Pooled Money Investment Board to meet the financial obligations of the Water Marketing Program.
4. Add a proviso creating a fund for receiving and passing through local match funds for federal cost-share programs. These are federal programs which provide planning assistance to states and other entities and technical assistance to state, tribes, and other entities. A one-to-one match of state to federal dollars is required.
5. The Budget Committee recommends that the planning process should not continue for the Cedar Bluff Reservoir and that it should not continue to be recognized as a public water supply. The Committee affirms the Governor's recommendation that no funds be used for payment of the state's obligation to reimburse operation and maintenance costs associated with Cedar Bluff Reservoir.
6. The Budget Committee recommends that the Governor and the State Water Authority shift certain State Water Plan Fund expenditures to the State General Fund in FY 2003. The Budget Committee notes the following programs or projects, totaling \$640,342, that the Governor recommended be funded in FY 2002 with State Water Plan Funds, which the Committee believes are in violation of KSA 82a-951, which statute became law in 1989. The Committee has requested from the agency a supporting document detailing when each of the following projects began and how much they have been funded.
 - Data Access and Support Center office at Kansas University - \$143,773.
 - Geographic Information System administration - \$10,000.
 - Cedar Bluff Reservoir Operation and Maintenance costs - \$50,000 for payment of the state's obligation to reimburse operation and maintenance costs associated with Cedar Bluff Reservoir. The Kansas Water Office contracts with the Corps of Engineers for operation and maintenance at this reservoir, where the state owns water storage space which is not currently used by water marketing customers. The agency had estimated \$50,000 from the State Water Plan Fund for this bill. In FY 2001, this program is to be funded with \$59,000 from the State Water Plan Fund. Prior to FY 2001, this expense was paid from the State General Fund.

- Technical Assistance to water users (two part-time, classified temporary positions, 2.0 Environmental Scientist II positions; these two positions are funded from the State Water Plan Fund, which is appears to be contrary to Kansas Water Authority policy) - \$30,569 (salary).
 - Stream Gaging program - \$416,000.
7. The Budget Committee notes that funding River Recreation projects, or Boat Access Ramps, linked to the Lewis and Clark Bicentennial in 2004, does not fulfill requirements listed in KSA 82a-951. Funding for such Access Ramps should come from the Wildlife and Parks Boating Fee Fund.
 8. The Budget Committee recommends introduction of legislation that would codify items 3 and 4, discussed above.

33377(2/6/1{9:09AM})

House Budget Committee Report

Agency: Animal Health Department

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 19

Budget Page No. 63

Expenditure Summary	Agency Request FY 2001	Gov. Rec. FY 2001	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 1,916,961	\$ 1,918,902	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 1,916,961</u>	<u>\$ 1,918,902</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 1,916,961</u></u>	<u><u>\$ 1,918,902</u></u>	<u><u>\$ 0</u></u>
State General Fund:			
State Operations	\$ 631,338	\$ 631,338	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	<u>\$ 631,338</u>	<u>\$ 631,338</u>	<u>\$ 0</u>
Capital Improvements	0	0	0
TOTAL	<u><u>\$ 631,338</u></u>	<u><u>\$ 631,338</u></u>	<u><u>\$ 0</u></u>
FTE Positions	31.0	31.0	0.0
Unclass. Temp. Positions	0.0	0.0	0.0
TOTAL	<u><u>31.0</u></u>	<u><u>31.0</u></u>	<u><u>0.0</u></u>

Agency/Governor's Recommendation

The Animal Health Department estimates \$1,916,961 for FY 2001 operating expenditures, which is the amount approved by the 2000 Legislature.

The Governor recommends \$1,918,902 for FY 2001 operating expenditures. This is an increase of \$1,941 from the approved budget. The increase is due to a fringe benefits technical adjustment that is funded through the Animal Disease Control Fund.

House Budget Committee Recommendations

The Budget Committee concurs with the Governor's recommendation.

33385(2/6/1{11:45AM})

House Budget Committee Report

Agency: Animal Health Department

Bill No. –

Bill Sec. –

Analyst: Chapman

Analysis Pg. No. 19

Budget Page No. 63

Expenditure Summary	Agency Request FY 2002	Gov. Rec. FY 2002	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 2,074,424	\$ 2,010,935	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 2,074,424	\$ 2,010,935	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 2,074,424</u>	<u>\$ 2,010,935</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 776,438	\$ 632,028	\$ 0
Aid to Local Units	0	0	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 776,438	\$ 632,028	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 776,438</u>	<u>\$ 632,028</u>	<u>\$ 0</u>
FTE Positions	33.0	31.0	0.0
Unclass. Temp. Positions	0.0	0.0	0.0
TOTAL	<u>33.0</u>	<u>31.0</u>	<u>0.0</u>

Agency/Governor's Recommendation

The Animal Health Department requests \$2,074,424 for FY 2002 operating expenditures. This is an increase of \$157,463 (8.2 percent) above the FY 2001 estimate. Specifically, the agency requests \$776,438 from the State General Fund, which is 37.4 percent of the total FY 2002 operating expenditures request, and \$1,297,986 from special revenue funds, which is 62.6 percent of the total request. The request also includes \$1,276,583 for salaries and wages for 33.0 FTE positions, which is an increase of \$85,722 (7.2 percent) over the FY 2001 estimate; the agency requests 2.0 new FTE Animal Facility Inspectors and \$87,432 from the State General Fund for the salaries (including benefits).

The Governor recommends \$2,010,935 for FY 2002 operating expenditures. This is an increase of \$92,033 (4.8 percent) from the FY 2001 recommendation, and a decrease of \$63,489 (3.1 percent) from the agency's FY 2002 request. Specifically, the Governor recommends \$632,028 from the State General Fund, which is 31.4 percent of the total FY 2002 operating expenditures recommendation, and \$1,378,907 from special revenue funds, which is 68.6 percent of the total recommendation. The

recommendation also includes \$1,238,129 for salaries and wages for 31.0 FTE positions, which is an increase of \$48,225 (4.1 percent) over the FY 2001 recommendation. The Governor does not recommend the agency's enhancement request of 2.0 new FTE Animal Facility Inspectors.

FY 2002 Enhancements						
Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Salaries and Wages Funding Shift	\$ 46,574	\$ 0	0.0	\$ 0	\$ 0	0.0
Animal Facility Inspectors	87,432	87,432	2.0	0	0	0.0
Animal Pound and Shelter Relinquishment Fee	3,500	3,500	0.0	0	0	0.0
TOTAL	\$ 137,506	\$ 90,932	2.0	\$ 0	\$ 0	0.0

House Budget Committee Recommendations

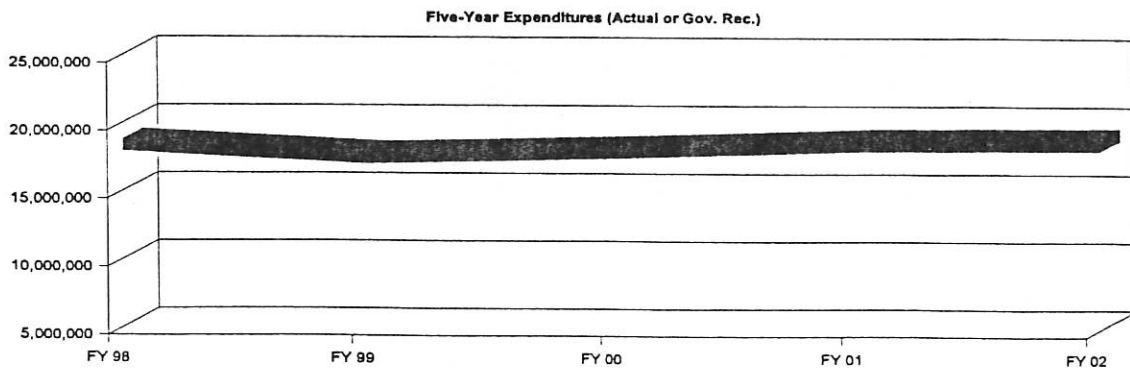
The Budget Committee concurs with the Governor's recommendation with the following adjustments, recommendations, and observations.

1. The Budget Committee recommends that no shifting of expenditures to the Animal Disease Control Fund from the State General Fund occur after FY 2002. The Budget Committee notes that long term trends may have an impact on the agency's funding levels for its Animal Disease Control Fund. The Governor recommends shifting \$12,779 from the State General Fund to the Animal Disease Control Fund, thereby decreasing the fund's ending balance. The primary source of revenue to the fund is the \$0.15 per head that is collected at licensed livestock markets. The Committee notes that the long term trend for those numbers is to diminish. It is the Committee's observation that if fee fund levels fall below historically proven levels, shifting expenditures from the State General Fund to this fund could undermine the primary function of this agency and potentially harm the integrity of the fund in the future. The Governor's recommended fee fund ending balance in FY 2001 is \$596,523, or 100.9 percent of expenditures, and in FY 2002 is \$511,002, or 79.3 percent of expenditures.
2. The Budget Committee notes that in the agency's budget document, around 1,700 "no-contact" inspections are recorded. No-contact inspections are those visits to animal breeders by inspectors where the breeders are not present. The Committee encourages the agency to try to schedule animal breeder inspections with breeders who have a prior record of passing inspections, and to continue to make surprise, unannounced inspection visits for those breeders who do not have a history of passing inspections.

STATE WATER PLAN FUND

The State Water Plan Fund (SWPF) was created by the 1989 Legislature for the purpose of implementing the State Water Plan (KSA 82a-903). Subject to appropriations acts, the fund may be used for the establishment and implementation of water-related projects or programs and related technical assistance. KSA 82a-951(a) provides that the fund may not be used for replacing full-time FTE positions of any state agency, or for any recreational projects which do not meet the goals and objectives set forth in the State Water Plan. The fund is supported by a water protection fee levied on public, industrial, and stock water users; a per ton tax on fertilizer; a registration fee on pesticides; certain fines levied by the Department of Health and Environment; sand royalties (beginning in FY 1996); and annual demand transfers of \$6,000,000 from the State General Fund and \$2,000,000 from the Economic Development Initiatives Fund. The table below summarizes the status of the SWPF.

	Actual FY 2000	Gov. Rec. FY 2001	Gov. Rec. FY 2002
Beginning Balance	\$ 1,240,678	\$ 2,431,325	\$ 961,788
Add Receipts:			
State General Fund Demand Transfer	\$ 6,000,000	\$ 4,500,000	\$ 6,250,000
Economic Development Fund Transfer	2,000,000	2,000,000	2,000,000
Municipal Water Fees	3,424,725	3,685,000	3,500,000
Industrial Water Fees	1,116,221	1,300,000	1,150,000
Stock Water Fees	325,570	290,000	300,000
Pesticide Registration Fees	920,000	920,000	920,000
Fertilizer Registration Fees	3,077,292	2,997,618	2,968,000
Pollution Fines	61,525	70,000	100,000
Sand Royalty Receipts	387,547	375,000	405,000
Returned Funds/Transfers In	1,797,752	860,086	0
Subtotal—Receipts	\$ 19,110,632	\$ 16,997,704	\$ 17,593,000
TOTAL AVAILABLE	\$ 20,351,310	\$ 19,429,029	\$ 18,554,788
Less: Expenditures			
Kansas Water Office	\$ 2,729,464	\$ 3,046,500	\$ 2,670,392
State Conservation Commission	9,831,785	9,800,500	10,207,567
University of Kansas	0	0	50,000
Department of Wildlife and Parks	50,000	50,000	50,000
Department of Health and Environment	4,089,209	4,136,452	4,136,841
Department of Agriculture	819,527	1,033,789	1,032,149
Corporation Commission	400,000	400,000	400,000
Subtotal: Expenditures	\$ 17,919,985	\$ 18,467,241	\$ 18,546,949
ENDING BALANCE	\$ 2,431,325	\$ 961,788	\$ 7,839



HOUSE APPROPRIATIONS

DATE 2/07/01
ATTACHMENT #2

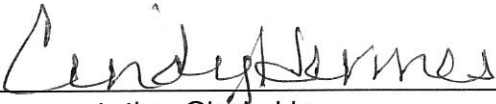
State Water Plan Fund Expenditures

Expenditures	Actual FY 2000	Agency Est. FY 2001	Gov. Rec. FY 2001	Agency Req. FY 2002	Gov. Rec. FY 2002
Agency/Program					
<i>State Conservation Commission</i>					
Buffer Initiative	\$ 51,731	\$ 80,000	\$ 80,000	\$ 150,000	\$ 265,134
Conservation District Aid	1,032,748	1,035,500	1,035,500	1,038,000	1,038,000
Multipurpose Small Lakes	231,000	230,000	230,000	422,750	230,000
Nonpoint Source Pollution Asst.	3,017,879	3,000,000	3,000,000	3,500,000	3,150,000
Riparian and Wetland Program	124,148	200,000	200,000	250,000	200,000
Water Resources Cost Share	4,473,570	4,450,000	4,450,000	4,600,000	4,450,000
Watershed Dam Construction	900,709	805,000	805,000	855,000	805,000
Water Rights Purchase	-	-	-	416,633	69,433
Total-Conservation Commission	<u>\$ 9,831,785</u>	<u>\$ 9,800,500</u>	<u>\$ 9,800,500</u>	<u>\$ 11,232,383</u>	<u>\$ 10,207,567</u>
<i>Kansas Water Office</i>					
Assessment and Evaluation	\$ -	\$ 250,000	\$ 200,000	\$ 250,000	\$ 200,000
Basin Assessment	33,281	-	-	-	-
Cedar Bluff Reservoir-Oper. and Maint.	-	50,000	-	-	-
Cheney Agricultural Nonpoint Source	25,000	-	-	-	-
Federal Cost-Share Programs	100,000	250,000	250,000	250,000	250,000
GIS Data Access and Support Center	177,302	143,773	177,300	143,773	143,773
GIS Data Base Development	214,588	250,000	250,000	250,000	250,000
Groundwater Condition Evaluation	75,000	75,000	70,000	-	-
Kansas Water Resource Institute	-	140,000	-	140,000	-
Kansas River Study	-	150,000	150,000	-	-
MOU-Storage Operations & Maintenance	488,122	387,833	429,787	437,833	437,833
PMIB Loan Payment for Storage	258,982	263,991	270,413	263,991	263,991
Public Information	35,933	56,500	30,000	56,500	30,000
Stream Team	-	50,000	-	50,000	-
Stream Gauging Program	417,493	-	370,000	-	416,000
Technical Assistance to Water Users	401,356	440,000	440,000	440,000	440,795
Water Resource Education	70,907	100,000	60,000	100,000	60,000
Water Quality in Upper Arkansas	70,500	-	-	-	-
Weather Modification	361,000	349,000	349,000	349,000	178,000
Total-Kansas Water Office	<u>\$ 2,729,464</u>	<u>\$ 2,956,097</u>	<u>\$ 3,046,500</u>	<u>\$ 2,731,097</u>	<u>\$ 2,670,392</u>
<i>Wildlife and Parks</i>					
River Recreation	\$ -	\$ -	\$ -	\$ 100,000	\$ -
Stream Monitoring	50,000	50,000	50,000	50,000	50,000
Total-Wildlife & Parks	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 150,000</u>	<u>\$ 50,000</u>
KSU-Western KS Irrigation Research Proj.	\$ -	\$ -	\$ -	\$ -	\$ -
<i>Department of Agriculture</i>					
Floodplain Management	\$ 111,383	\$ 126,409	\$ 126,409	\$ 135,576	\$ 136,647
Best Management Practices	-	46,792	46,792	-	-
Interstate Water Issues	125,908	226,048	226,048	241,073	243,905
Subbasin Water Resources Management	582,236	634,540	634,540	643,255	651,597
Total-Dept. of Agriculture	<u>\$ 819,527</u>	<u>\$ 1,033,789</u>	<u>\$ 1,033,789</u>	<u>\$ 1,019,904</u>	<u>\$ 1,032,149</u>
<i>Health and Environment</i>					
Assessment of Sediment Quality	\$ -	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Contamination Remediation	1,375,727	1,397,023	1,397,023	1,397,023	1,397,506
Local Environmental Protection Program	1,866,618	1,800,000	1,800,000	1,800,000	1,800,000
Nonpoint Source Program	538,654	482,529	482,529	492,932	482,435
TMDL Initiatives	308,210	406,900	406,900	406,900	406,900
Total-Health & Environment	<u>\$ 4,089,209</u>	<u>\$ 4,136,452</u>	<u>\$ 4,136,452</u>	<u>\$ 4,146,855</u>	<u>\$ 4,136,841</u>
KCC-Well Plugging	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000
University of Kansas-Geological Survey	\$ -	\$ -	\$ -	\$ -	\$ 50,000
Total Water Plan Expenditures	<u>\$ 17,919,985</u>	<u>\$ 18,000,000</u>	<u>\$ 18,467,241</u>	<u>\$ 19,680,239</u>	<u>\$ 18,546,949</u>

**2001 TAX, JUDICIAL, AND TRANSPORTATION
BUDGET COMMITTEE**

FY 2001 and FY 2002

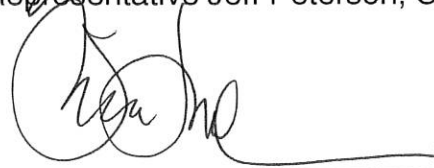
Kansas Guardianship Program



Representative Cindy Hermes



Representative Jeff Peterson, Chairperson



Representative Ward Loyd



Representative Doug Spangler



Representative Dan Thimesch

HOUSE APPROPRIATIONS

DATE 2/07/06
ATTACHMENT # 3

Budget Committee Report

Agency: Kansas Guardianship Program

Bill No. –

Bill Sec. –

Analyst: Kramer

Analysis Pg. No. 360

Budget Page No. 177

<u>Expenditure Summary</u>	<u>Agency Est. FY 01</u>	<u>Gov. Rec. FY 01</u>	<u>Budget Committee Adjustments</u>
State Operations:			
State General Fund	\$ 1,113,421	\$ 1,098,421	\$ 0
Employee Positions*	13.0	13.0	0.0

* Employees of the Kansas Guardianship Program are not state employees, but are listed for informational purposes.

Agency Estimate/Governor's Recommendation

The agency estimates expenditures for FY 2001 of \$1,113,421 which is an increase of \$37,032 (3.4 percent) from the FY 2000 actual amount. The request includes \$482,828 for salaries and wages, \$616,609 for contractual services, and \$13,984 for commodities.

The Governor recommends expenditures for FY 2001 of \$1,098,421 which is an increase of \$22,032 (2.0 percent) from the FY 2001 actual amount. The recommendation includes \$482,828 for salaries and wages, \$571,720 for contractual services, \$13,984 for commodities, and \$29,889 for capital outlay.

House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

Budget Committee Report

Agency: Kansas Guardianship Program

Bill No. –

Bill Sec. –

Analyst: Kramer

Analysis Pg. No. 360

Budget Page No. 177

Expenditure Summary	Agency Req. FY 02	Gov. Rec. FY 02	Budget Committee Adjustments
State Operations:			
State General Fund	\$ 1,181,959	\$ 1,084,217	\$ 0
Employee Positions*	15.0	13.0	0.0

* Employees of the Kansas Guardianship Program are not state employees, but are listed for informational purposes.

Agency Request/Governor's Recommendation

The agency requests expenditures for FY 2002 of \$1,181,959 which is an increase of \$68,538 (6.2 percent) from the FY 2001 estimate. The request includes \$543,814 for salaries and wages, \$614,030 for contractual services, \$16,515 for commodities, and \$7,600 for capital outlay. The request includes an enhancement package of \$90,097 for two recruiter/facilitator positions (\$63,897) and related operating expenses (\$26,200).

The Governor recommends expenditures for FY 2002 of \$1,084,217 which is a decrease of \$14,204 (1.3 percent) from the FY 2001 estimate. The recommendation includes \$489,272 for salaries and wages, \$580,430 for contractual services, and \$14,515 for commodities. The Governor does not recommend the enhancement.

House Budget Committee Recommendation

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

1. The Budget Committee notes that liability protection is a concern for many of the agency's volunteers, and liability issues may hinder the agency's volunteer recruitment effort. The Budget Committee recommends the introduction of legislation to amend the Kansas Tort Claims Act (K.S.A. 75-6101 et seq.), to provide liability protection to Kansas Guardianship Program volunteers.
2. The Budget Committee notes that agency volunteers are required to be bonded, and the Department of Social and Rehabilitation Services holds the surety on the bond.

The Judicial Council is reviewing the statutes related to the agency, and legislation may be introduced to transfer the surety on the bond from SRS to the Kansas Guardianship Program. The transfer of the bond would have a fiscal impact on the agency. Estimated costs for bondedness through the Kansas Guardianship Program is \$130,000. The Budget Committee notes that this issue may require further review.

3. The Budget Committee calls attention to the following enhancement requests:

FY 2002 Enhancements						
Enhancement	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Salaries and Wages for two additional Recruiter/Facilitator positions	\$ 63,897	\$ 63,897	2.0	\$ 0	0	0.0
Travel and Communication expenses related to new positions	18,600	18,600	0.0	0	0	0.0
Office furniture and computer equipment for new positions	7,600	7,600	0.0	0	0	0.0
TOTAL—FY 2002 Enhancement Request	\$ 90,097	\$ 90,097	2.0	\$ 0	0	0.0

The Budget Committee does not recommend the enhancement requests, but recommends further review during the omnibus session.

4. The Budget Committee notes that approximately 200 individuals are on a waiting list to receive services from the agency. The Budget Committee notes the following performance measures.

Waiting List Statistics	FY 1996	FY 1997	FY 1998	FY 1999	FY 2000
New Referrals at end of fiscal year*	194	172	198	210	183
Successorship referrals at end of fiscal year**	121	106	96	96	84
TOTAL	315	278	294	306	267

* New referrals are possible wards and/or conservatees who were referred to the agency, but a proposed guardian and/or conservator has not been nominated.
 ** Successorships Referrals are wards and/or conservatees already served through the agency, but the guardian and/or conservator is unable to continue, or, the ward and/or conservatee has moved to a new community.

Service Statistics	FY 1996	FY 1997	FY 1998	FY 1999	FY 2000
Total Wards and/or Conservatees Served throughout the fiscal year	1662	1633	1676	1672	1692
Total Guardians and/or Conservators Serving at the end of the fiscal year	722	732	776	794	800

Economic Development Initiatives Fund

<u>Agency/Program</u>	<u>Governor's Recommendation FY 2001</u>	<u>Legislative Adjustments FY 2001</u>
Department of Commerce and Housing ⁽¹⁾		
Agency Operations	\$ 8,596,578	
Small Business Development Centers	485,000	
Certified Development Companies	400,000	
Kansas Industrial Training/Retraining	3,600,000	
Trade Show Promotion Grants	150,000	
Community Capacity Building Grants	197,000	
Economic Opportunity Initiative Fund	3,500,000	
Existing Industry Expansion	500,000	
Tourism Promotion Grants	1,052,100	
Mid-America World Trade Center	42,000	
Mainstreet Grant and Development Prog.	216,800	
Agriculture Product Development	540,000	
Training Equipment Grants	277,500	
Travel Information Centers	15,000	
Motion Picture and Television Rebate	75,000	
Eisenhower Museum Grant	300,000	
National Teachers Hall of Fame	100,000	
HOME Program	533,022	
Subtotal - KDCH	<u>\$ 20,580,000</u>	
Kansas Technology Enterprise Corporation ⁽¹⁾		
Agency Operations	\$ 1,308,863	
Centers of Excellence	4,325,000	
Research Matching Grants	1,246,000	
Business Innovative Research Grants	76,000	
State Small Business Innovation Research	440,000	
Special Projects	79,303	
Commercialization Grants	1,156,664	
Mid-America Manufact. Tech. Center	950,931	
EPSCoR	3,200,000	
Subtotal - KTEC	<u>12,782,761</u>	
Kansas, Inc. ⁽¹⁾	\$ 336,137	
Board of Regents ⁽¹⁾		
Matching Grants - AVTS	\$ 200,000	
Post-secondary Aid - AVTS	6,882,981	
Capital Outlay Aid - AVTS	2,700,000	
Comprehensive Grant Program	250,000	
Subtotal - Regents	<u>\$ 10,032,981</u>	
Department of Education		
Ag in the Classroom	\$ 30,000	
Challenger Learning Center	50,000	
Subtotal - Dept. of Education	<u>\$ 80,000</u>	
Historical Society	\$ 95,000	
Department of Administration		
Public Television Grants	\$ 350,000	
State Water Plan Fund	\$ 2,000,000	
Wildlife and Parks - Local Gov. Outdoor Recreation	\$ 500,000	
State Fair		
Capital Improvements	\$ 100,000	
Operating Expenses	134,000	
Subtotal - State Fair	<u>\$ 234,000</u>	
Adjutant General - Kansas National Guard Educational Asst.	\$ 50,000	
Arts Commission - Operating Expenses	\$ 119,110	
State Library - Grants to Local Libraries	\$ 170,000	
TOTAL TRANSFERS AND EXPENDITURES	\$ 47,329,989	\$ -

EDIF Resource Estimate

	Revised Gov. Rec. FY 2001	Legislative Adjustments FY 2001
Beginning Balance	\$ 3,779,114	--
Gaming Revenues	42,500,000	--
Other Income ⁽²⁾	1,150,000	--
Total Available	<u>\$ 47,429,114</u>	
Less: Expenditures and Transfers	47,329,989	
ENDING BALANCE	\$ 99,125	\$ -

1) Does not include expenditures from prior year EDIF allocations.
 2) Other Income includes \$400,000 transferred from the Partnership Fund and \$750,000 of interest earnings.

HOUSE APPROPRIATIONS
 DATE 2/07/01
 ATTACHMENT #4

Economic Development Initiatives Fund

<u>Agency/Program</u>	<u>Governor's Recommendation 2002</u>	<u>Legislative Adjustments FY 2002</u>
Department of Commerce and Housing⁽¹⁾		
Agency Operations	\$ 8,729,936	
Small Business Development Centers	485,000	
Certified Development Companies	400,000	
Kansas Industrial Training/Retraining	3,600,000	
Trade Show Promotion Grants	150,000	
Community Capacity Building Grants	197,000	
Economic Opportunity Initiative Fund	3,500,000	
Existing Industry Expansion	500,000	
Tourism Promotion Grants	1,052,100	
Mid-America World Trade Center	0	
Mainstreet Grant and Development Prog.	216,800	
Agriculture Product Development	540,000	
Training Equipment Grants	277,500	
Travel Information Centers	115,000	
Motion Picture and Television Rebate	75,000	
Eisenhower Museum Grant	0	
National Teachers Hall of Fame	0	
HOME Program	530,000	
Subtotal - KDCH	<u>\$ 20,368,336</u>	
Kansas Technology Enterprise Corporation⁽¹⁾		
Agency Operations	\$ 1,431,781	
Centers of Excellence	4,350,000	
Research Matching Grants	1,216,000	
Business Innovative Research Grants	76,000	
State Small Business Innovation Research	440,000	
Special Projects	79,303	
Commercialization Grants	1,450,000	
Mid-America Manufact. Tech. Center	1,000,059	
EPSCoR	3,000,000	
Subtotal - KTEC	<u>\$ 13,043,143</u>	
Kansas, Inc.⁽¹⁾	\$ 343,267	
Board of Regents⁽¹⁾		
Matching Grants - AVTS	\$ 200,000	
Post-secondary Aid - AVTS	6,882,965	
Capital Outlay Aid - AVTS	2,700,000	
Comprehensive Grant Program	250,000	
Subtotal - Regents	<u>\$ 10,032,965</u>	
Department of Education		
Ag in the Classroom	\$ -	
Challenger Learning Center		
Subtotal - Dept. of Education	<u>\$ -</u>	
Historical Society	\$ -	
Department of Administration		
Public Television Grants	\$ -	
State Water Plan Fund	\$ 2,000,000	
Wildlife and Parks - Local Gov. Outdoor Recreation	\$ 500,000	
State Fair		
Capital Improvements		
Operating Expenses		
Subtotal - State Fair	<u>\$ -</u>	
Adjutant General - Kansas National Guard Educational Asst.	\$ -	
Arts Commission - Operating Expenses	\$ -	
State Library - Grants to Local Libraries	\$ -	
TOTAL TRANSFERS AND EXPENDITURES	\$ 46,287,711	\$ -

EDIF Resource Estimate

	Governor's Recommendation FY 2002	Legislative Adjustments FY 2002
Beginning Balance	\$ 99,125	-
Gaming Revenues	42,500,000	-
Other Income	750,000	-
Total Available	<u>\$ 43,349,125</u>	
Less: Expenditures and Transfers	46,287,711	
ENDING BALANCE	\$ (2,938,586)	\$ -

1) Does not include expenditures from prior year EDIF allocations.

4-2