

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson Representative Kenny Wilk at 9:00 a.m. on March 18, 2002, in Room 514-S of the Capitol.

All members were present except: Representative Lloyd Stone, Excused

Committee staff present: Amy Kramer, Legislative Research
Leah Robinson, Legislative Research
Julian Efird, Legislative Research
Deb Hollon, Legislative Research
Carolyn Rampey, Legislative Research
Robert Waller, Legislative Research
Paul West, 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 Toplikar, Member of the Education Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Kansas Historical Society for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 (Attachment 1). Motion was seconded by Representative Shultz. Motion carried.

Representative Toplikar, Member of the Education Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Kansas Historical Society for FY 2003 and moved for the adoption of the Budget Committee recommendations for FY 2003 with exceptions (Attachment 1). Motion was seconded by Representative Shultz.

It was pointed out that the \$50,000 in Item 1 is slated for the planning phase of the Kansas Territorial Sesquicentennial Commission which was enacted by the 2001 Legislature and should have the support of the current Legislature.

Representative Neufeld moved to strike the \$50,000 from the State General Fund in Item 1 of the FY 2003 Education Budget report and make it mandatory that the proposed \$50,000 be funded from the existing Kansas Historical Society Budget for FY 2003 (Attachment 1). Motion was seconded by Representative Campbell. Motion carried.

Representative Neufeld moved to amend the report by striking Items 2 and 3 from the Budget Committee report for the Kansas Historical Society for FY 2003 (Attachment 1). Motion was seconded by Representative Campbell.

Division of the question was requested by Representative Light.

Representative Neufeld moved to amend the report by striking Item 2 from the Budget Committee report for the Kansas Historical Society for FY 2003 (Attachment 1). Motion was seconded by Representative Campbell. Motion carried.

Representative Neufeld moved to amend the report by striking Item 3 from the Budget Committee report for the Kansas Historical Society for FY 2003. (Attachment 1) Motion was seconded by Representative Campbell. Motion carried.

Representative Neufeld moved to amend the report by striking Item 5 and that funding for the Kansas Chautauqua, Kansas Territorial Sesquicentennial Commission, and emergency repairs for construction and

other costs necessary to keep building components and systems in good working order be revisited at Omnibus. Motion was seconded by Representative Light. Motion carried.

Representative Shriver moved to amend the report by adding a statement commending Dr. Ramon Powers for his 29 years of service and commitment. Motion was seconded by Representative Shultz. Motion carried.

Representative Campbell moved to amend the report by adding a recommendation that the \$250,000 earmarked in the Governor's budget recommendations for participation in the Lewis and Clark anniversary be revisited at Omnibus. Motion was seconded by Representative Neufeld. Motion carried.

The Committee recognized the significance of the Lewis and Clark anniversary and noted the planned participation by Atchison, Leavenworth and other communities in Northeast Kansas for the signature event.

The Budget Committee reported that they had not discussed proposed Civil War re-enactment regulations as prescribed by the Kansas Historical Society's Executive Director.

Representative Neufeld moved to amend the budget report by adding a recommendation to reduce the State General Fund portion of the budget for the Kansas Historical Society by 10 percent until such time as the Legislature is notified that Civil War re-enactment will be allowed on Kansas Historical Society controlled sites. Motion was seconded by Representative Landwehr.

The Committee acknowledged that the proposed budget reduction of \$616,000 would be an attempt to persuade the Kansas Historical Society to "maintain history" rather than trying to "re-invent history." Re-enactments are considered educational and enjoyed by many tourists and local citizens.

Representative Neufeld withdrew his motion with the permission of the second, Representative Landwehr.

Representative Klein moved to amend the Budget Committee report by adding a proviso that a ten percent hold will be put on all funding through the state general fund for the Kansas Historical Society until such time as there is a change in policy regarding Civil War re-enactments. Motion was seconded by Representative Toplikar. Motion carried.

Chairman Shultz stated that the Education Budget Committee will discuss the re-enactment issue further in their Committee meetings.

Representative Toplikar, member of the Education Budget Committee, renewed his motion to adopt the Budget Committee for the Kansas Historical Society for FY 2003 with exceptions and as amended (Attachment 1). Motion was seconded by Representative Shultz. Motion carried.

Paul West, Legislative Research Department, presented a Capital Budget Summary (Attachment 2). He reminded the Committee of their removal of \$75,000 for emergency repairs from the State Historical Society budget for FY 2003.

Representative Landwehr moved to add a proviso to the Capital Budget Summary that the proposed dome reinforcement for the Ad Astra Cap in the amount of \$750,000 be removed from the Department of Administration Capital Improvements budget and that the funding should come from non-state general fund sources. Motion was seconded by Representative Neufeld. Motion carried.

Representative Campbell moved to amend the Education Budget Committee report for the Kansas State School for the Deaf for FY 2003 to include funding for five projects in the amount of \$1,023,512 with financing by the State Institutions Building Fund. Motion was seconded by Representative Feuerborn. Motion carried.

Representative Shriver moved to amend the General Government and Human Resources Budget Committee report for the Department of Human Resources for FY 2003 by eliminating \$167,837 of the special revenue fund financing for the planning of a new agency facility. Motion was seconded by Representative Pottorff. Motion carried.

Representative Shriver moved to amend the Tax, Judiciary and Transportation Budget Committee report on the Judiciary Branch for FY 2003 by removing appellate court funding in the amount of \$114,400. Motion was seconded by Representative Campbell. Motion failed.

Chairman Wilk recessed the Appropriations Meeting at 10:45 a.m. and announced that the Committee would reconvene at 2:00 p.m.

Staff distributed copies of the House Adjustments to the Governor's Recommendation (Attachment 3)

Discussion on HB 2991—Kansas fire service training commission

Representative Campbell explained that this bill does not establish a funding source but only puts legislation in place to allow for planning and for a more uniform firefighter training program. The anticipated cost is \$1.5 million with funding to come from non-state sources.

Representative Campbell, Chairman of the Public Safety Budget Committee, presented the Budget Committee report on HB 2991 and moved for the adoption of the Budget Committee recommendations (Attachment 4). Motion was seconded by Representative Minor. Motion carried.

Discussion on HB 364—Fees for certificates of title

Representative Peterson, Chairman of the Tax, Judiciary, and Transportation Budget Committee, moved for the adoption of the Budget Committee report on SB 364 with technical corrections. Motion was seconded by Representative Hermes. Motion carried.

Discussion on SB 499—Establishing the technology communications fee fund

Janet Chubb, Assistant Secretary of State, reviewed her letter of March 13, 2002, with the Committee (Attachment 5).

Representative Peterson, Chairman of the Tax, Judiciary and Transportation Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Department of Transportation for FY 2002 and moved for the adoption of the Budget Committee recommendations for FY 2002 (Attachment 6). Motion was seconded by Representative Feuerborn. Motion carried.

Representative Peterson, Chairman of the Tax, Judiciary and Transportation Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Kansas Department of Transportation for FY 2003 with the noted adjustments (Attachment 6).

Representative Peterson moved for a bill introduction in Item 3 including "a, b, c, and d" as recommended by the Tax, Judiciary and Transportation Budget Committee in their Budget Committee Report for the Kansas Department of Transportation for FY 2003 (Attachment 6). Motion was seconded by Representative Hermes. Motion carried.

The Budget Committee explained that the Select Committee on Transportation recommended the above-mentioned legislation as a possible solution for removing the State Highway Fund from a competitive role for SGF funding with other agencies. The proposed legislation would establish a separate revenue source for the State Highway Fund. They also pointed out that KDOT had prepared the language for the \$150 million reduction and made their own decisions on what projects were cut or delayed. DOT will prepare a facts sheet on federal funding during the "out years." The proposed increase of two cents per gallon for motor fuel tax is comparable to that charged by surrounding states. Also reported was the information being received from asphalt companies about not getting more business from the state due to the increased use of concrete. A life-cycle cost analysis study is being done at this time on concrete and asphalt. The report of the Select Committee on Transportation is being drafted and will be distributed upon approval by the Select Committee.

Representative Shriver moved to amend the Tax, Judiciary and Transportation Budget Committee report on the Department of Transportation for FY 2003 by striking Items 1, 2 and 3 and leaving a, b, c, and d as a bill introduction. Motion was seconded by Representative Feuerborn. Motion failed.

Representative Peterson renewed his motion to adoption the Budget Committee recommendations for FY 2003 with the noted adjustments as amended (Attachment 6). Motion was seconded by Representative Hermes. Motion carried.

Staff distributed copies of the Consensus Caseload Estimates as of March 15, 2002 (Attachment 7).

The meeting was adjourned at 3:15 p.m. The next meeting is scheduled for March 19, 2002.

APPROPRIATIONS COMMITTEE GUEST LIST

DATE: 3/18/02

NAME	REPRESENTING
Russ Keywocass	DHR
Terry Marmel	Ks St Hist Soc
Jennie Chinn	Ks St Hist Soc
Marcia Cott	K H C
Dave Wilson	K A C
Dick Koerth	KIDWP
JOE FRITTON	DOFA / DAM
Dan Etzel	DOFA / DAM
Bob Bolch	DOFA / DAM
GARY HIBBS	DOFA / DAM
Mary Shivers	KDOT
Rae Anne Davis	KDOCH
Jennifer Light	
Sarah M. Light	
J. Chubb	SOS
Stuart Little	Kate Damon & Assoc
Warren L. Aute	K.P.O.T.
Bill Watts	KDOT
Nancey Bogina	

APPROPRIATIONS COMMITTEE GUEST LIST

DATE:

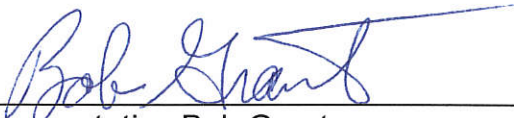
NAME	REPRESENTING
Dean Carlson	KDOT
Don Repoz	S.E.A.K
Keith Haxton	S.E.A.K
Michael White	Hearny Law

2002 EDUCATION BUDGET COMMITTEE

Kansas Historical Society



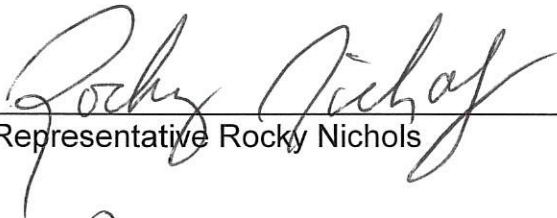
Representative Clark Shultz, Chairperson



Representative Bob Grant



Representative Bill Light



Representative Rocky Nichols



Representative Bill Reardon



Representative Ralph Tanner

Representative John Toplikar



Representative Thomas C. Owens

Representative Kenny Wilk

HOUSE APPROPRIATIONS

DATE 3/18/02

ATTACHMENT 1

Senate Subcommittee Report

Agency: State Historical Society

Bill No. --

Bill Sec. --

Analyst: Rampey

Analysis Pg. No. Vol. I - 1308

Budget Page No. 221

Expenditure Summary	Agency Est. FY 02	Governor's Recommendation FY 02	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 7,123,309	\$ 7,020,046	\$ 0
Aid to Local Units	1,013,000	1,013,000	0
Other Assistance	0	0	0
Subtotal—Operating	\$ 8,136,309	\$ 8,033,046	\$ 0
Capital Improvements	285,473	285,473	0
TOTAL	<u>\$ 8,421,782</u>	<u>\$ 8,318,519</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 5,840,464	\$ 5,837,370	\$ 0
Aid to Local Units	13,000	30,000	0
Other Assistance	115,000	0	0
Subtotal—Operating	\$ 5,968,464	\$ 5,867,370	\$ 0
Capital Improvements	129,381	129,381	0
TOTAL	<u>\$ 6,097,845</u>	<u>\$ 5,996,751</u>	<u>\$ 0</u>
FTE Positions	136.5	136.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>136.5</u>	<u>136.5</u>	<u>0.0</u>

Agency Est./Governor's Recommendation

The Historical Society estimates expenditures of \$8,432,782 in FY 2002. Included in the total is \$100,000 from the State General Fund requested as a supplemental appropriation to meet a projected shortfall in salaries. (Since submitting its budget, the shortfall has been revised downward to between \$60,000 and \$70,000.) Although the agency is holding some vacant positions open six months to a year, it still is experiencing a shortfall of between \$3,000 and \$4,000 on each payroll. The estimate for FY 2002 also includes requested expenditure limitation increases of \$10,000 on expenditures from the Microfilm Fees Fund for a project to copy negatives from the master microfilm archives and an increase of \$14,217 from the Heritage Trust Fund for operating expenditures.

The Governor recommends expenditures of \$8,515,762, which includes requested increases in expenditures limitations on the Microfilm Fees Fund and the Heritage Trust Fund. The Governor does not approve a supplemental appropriation for salaries.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor.

Senate Committee Recommendation

The Senate Committee concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: State Historical Society

Bill No. HB 2743

Bill Sec. 37

Analyst: Rampey

Analysis Pg. No. Vol. I - 1308

Budget Page No. 221

<u>Expenditure Summary</u>	<u>Agency Est. FY 02</u>	<u>Governor's Recommendation FY 02</u>	<u>House Budget Committee Adjustments</u>
All Funds:			
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Aid to Local Units	1,013,000	1,013,000	0
Other Assistance	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal—Operating	\$ 8,136,309	\$ 8,033,046	\$ 0
Capital Improvements	<u>285,473</u>	<u>285,473</u>	<u>0</u>
TOTAL	<u>\$ 8,421,782</u>	<u>\$ 8,318,519</u>	<u>\$ 0</u>
State General Fund:			
State Operations	\$ 5,840,464	\$ 5,837,370	\$ 0
Aid to Local Units	13,000	30,000	0
Other Assistance	<u>115,000</u>	<u>0</u>	<u>0</u>
Subtotal—Operating	\$ 5,968,464	\$ 5,867,370	\$ 0
Capital Improvements	<u>129,381</u>	<u>129,381</u>	<u>0</u>
TOTAL	<u>\$ 6,097,845</u>	<u>\$ 5,996,751</u>	<u>\$ 0</u>
FTE Positions	136.5	136.5	0.0
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The Governor recommends expenditures of \$8,515,762, which includes requested increases in expenditures limitations on the Microfilm Fees Fund and the Heritage Trust Fund. The Governor does not approve a supplemental appropriation for salaries.

House Budget Committee Recommendation

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

Senate Subcommittee Report

Agency: State Historical Society

Bill No. --

Bill Sec. --

Analyst: Rampey

Analysis Pg. No. Vol. I - 1308

Budget Page No. 221

Expenditure Summary	Agency Req. FY 03	Governor's Recommendation FY 03	Senate Subcommittee Adjustments
All Funds:			
State Operations	\$ 7,493,639	\$ 7,013,670	\$ 80,000
Aid to Local Units	1,113,000	1,263,000	0
Other Assistance	0	0	0
Subtotal—State Operations	\$ 8,606,639	\$ 8,294,670	\$ 80,000
Capital Improvements	1,486,174	221,092	75,000
TOTAL	<u>\$ 10,092,813</u>	<u>\$ 8,515,762</u>	<u>\$ 155,000</u>
State General Fund:			
State Operations	\$ 6,369,972	\$ 6,131,969	\$ 80,000
Aid to Local Units	30,000	30,000	0
Other Assistance	300	0	0
Subtotal—State Operations	\$ 6,399,972	\$ 6,161,969	\$ 80,000
Capital Improvements	1,265,082	0	75,000
TOTAL	<u>\$ 7,665,054</u>	<u>\$ 6,161,969</u>	<u>\$ 155,000</u>
FTE Positions	136.5	136.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>136.5</u>	<u>136.5</u>	<u>0.0</u>

Agency Req./Governor's Recommendation

For FY 2003, the Historical Society requests a total of \$8,606,639 for state operating expenditures. The amount includes \$1,347,377 for enhancements, of which \$778,869 is for capital improvements.

The Governor recommends a total of \$8,294,670 for state operations, of which \$6,161,960 is from the State General Fund. The only capital improvement recommended by the Governor is \$221,092 in federal funds for restoration of the William Allan White Home.

Senate Subcommittee Recommendations

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

- Add \$30,000 from the State General Fund to reduce shrinkage on salaries in FY 2003 from 11.2 percent to 10.7 percent, which is the rate for FY 2002. Even the lower rate of 10.7 percent, which is being forced in order to stay within available resources, is causing a shortfall of between \$3,000 and \$4,000 each payroll period, has resulted in a hiring freeze of between six months to a year on vacant positions, and could cause a furlough of employees by the end of the year. Despite this, the Subcommittee believes the 10.7 percent rate is preferable to the higher rate of 11.2 percent.
- Add \$50,000 from the State General Fund for the Kansas Territorial Sesquicentennial Commission. The 2001 Legislature enacted legislation (HB 2532) to create the Kansas Territorial Sesquicentennial Commission consisting of nine members appointed by the Governor. The legislation also creates a 31-member advisory board to the Commission comprised of five *ex officio* state agency representatives, 15 appointees of the Governor, eight appointees of the Legislature, and three other appointees. The Commission is charged with making recommendations to the Governor by July 1, 2002, regarding the Sesquicentennial.

The Subcommittee considers commemoration in 2004 of the anniversary of Kansas becoming a territory a milestone in our state's history and believes the Legislature should honor its commitment to fund a commission it created.

- Add \$75,000 from the State General Fund for emergency repairs for construction and other costs necessary to keep building components and systems in good working order. Historical Society officials cannot recall a year in which no funding has been made available for repairs. The Subcommittee believes it is regrettable enough when any public building is damaged, but, in the case of the Historical Society, most of its facilities are part of the state's heritage and damage to some of them literally is irreparable.
- The Historical Society contracts with the Highway Patrol for to provide security at the Kansas History Center. The cost of the contract has increased each year and one reason is that, whatever salary increase members of the Highway Patrol receive, the same increase has to be given to the Highway Patrol security officers at the History Center. This increase, over which the Historical Society has no control, causes difficulty because even after the Historical Society negotiates a contract, more money has to be added for salaries. To address the situation, the Subcommittee recommends that whatever salary increase is approved by the 2002 Legislature for members of the Highway Patrol, the same increase should be added to the Historical Society's budget in the Omnibus Bill in order to increase the salaries of the officers who are assigned to the Kansas History Center.
- Recommend that those subcommittees that consider appropriations from the Economic Developments Initiatives Fund (EDIF) consider appropriating a grant of \$50,000 to the Kansas Humanities Council for the "Kansas Chautauqua," a

commemoration of the 150th anniversary of Kansas becoming a territory. Events will take place in Junction City, Colby, Fort Scott, and Lawrence. The state appropriation would be used to hire scholars, develop educational materials, market the event, and develop ancillary programs. It would be used to leverage private grants in order to pay for the commemorative activities, which are expected to total \$150,000.

Senate Committee Recommendation

The Senate Committee concurs with the recommendations of the Subcommittee.

House Budget Committee Report

Agency: State Historical Society **Bill No.** HB 3008 **Bill Sec.** 38

Analyst: Rampey **Analysis Pg. No.** Vol. I - 1308 **Budget Page No.** 221

Expenditure Summary	Agency Req. FY 03	Governor's Recommendation FY 03	House Budget Committee Adjustments
All Funds:			
State Operations	\$ 7,493,639	\$ 7,013,670	\$ 50,000
Aid to Local Units	1,113,000	1,263,000	0
Other Assistance	0	0	50,000
Subtotal—State Operations	\$ 8,606,639	\$ 8,294,670	\$ 100,000
Capital Improvements	1,486,174	221,092	75,000
TOTAL	<u>\$ 10,092,813</u>	<u>\$ 8,515,762</u>	<u>\$ 175,000</u>
State General Fund:			
State Operations	\$ 6,369,972	\$ 6,131,969	\$ 50,000
Aid to Local Units	30,000	30,000	0
Other Assistance	300	0	50,000
Subtotal—State Operations	\$ 6,399,972	\$ 6,161,969	\$ 100,000
Capital Improvements	1,265,082	0	75,000
TOTAL	<u>\$ 7,665,054</u>	<u>\$ 6,161,969</u>	<u>\$ 175,000</u>
FTE Positions	136.5	136.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>136.5</u>	<u>136.5</u>	<u>0.0</u>

Agency Req./Governor's Recommendation

For FY 2003, the Historical Society requests a total of \$8,606,639 for state operating expenditures. The amount includes \$1,347,377 for enhancements, of which \$778,869 is for capital improvements.

The Governor recommends a total of \$8,294,670 for state operations, of which \$6,161,960 is from the State General Fund. The only capital improvement recommended by the Governor is \$221,092 in federal funds for restoration of the William Allan White Home.

House Budget Committee Recommendations

The House Budget Committee concurs with recommendation of the Governor, with the following exceptions:

1. Add \$50,000 from the State General Fund for the Kansas Territorial Sesquicentennial Commission. The 2001 Legislature enacted legislation (HB 2532) to create the Kansas Territorial Sesquicentennial Commission consisting of nine members appointed by the Governor. The legislation also creates a 31-member advisory board to the Commission comprised of five *ex officio* state agency representatives, 15 appointees of the Governor, eight appointees of the Legislature, and three other appointees. The Commission is charged with making recommendations to the Governor by July 1, 2002, regarding the Sesquicentennial.

The Budget Committee considers commemoration in 2004 of the anniversary of Kansas becoming a territory a milestone in our state's history and believes the Legislature should honor its commitment to fund a commission it created.

2. Add \$75,000 from the State General Fund for emergency repairs for construction and other costs necessary to keep building components and systems in good working order.
3. Add \$50,000 from the State General Fund for a grant to the Kansas Humanities Council for the "Kansas Chautauqua," a commemoration of the 150th anniversary of Kansas becoming a territory. Events will take place in Junction City, Colby, Fort Scott, and Lawrence. The state appropriation would be used to hire scholars, develop educational materials, market the event, and develop ancillary programs. It would be used to leverage private grants in order to pay for the commemorative activities, which are expected to total \$150,000.
4. The Budget Committee calls attention to the importance of programs offered by the Kansas Historical Society to the state's overall economic development and to the enrichment of the lives of Kansans. The Budget Committee considers the programs and services offered by the Historical Society worthwhile and regrets that the state's present financial condition prevents the Budget Committee from recommending greater support for the Society's activities.

5. The Budget Committee notes that it has recommended a total of \$175,000 from the State General Fund for three items that are not in the Governor's budget. The decision to add enhancements funded from the State General Fund was made with deliberation and reflects the Budget Committee's strong belief that the items are important because they will help us celebrate a unique event in our state's history or because they will help preserve our heritage. In the event State General Fund money is not available, the Budget Committee recommends that funding from the Economic Development Initiatives Fund be considered as an alternative funding source for events and programs that attract visitors and contribute to the economic development of Kansas communities.

6. The Budget Committee was informed that there was a 51 percent increase in visitation at the historic sites last year, attributable to the aggressive promotion of Society resources and programs, according to the Society's Executive Director. This statistic underscores the value of the Society, its programs, and the historic sites as tourist attractions and as an educational resource in Kansas. The Budget Committee believes money appropriated to the Society and its programs is an investment that pays off, not only in educational and life-enriching benefits, but in actual dollars returned to the community as the result of increased numbers of people participating in the Society's programs and using its services.

Capital Budget

HOUSE APPROPRIATIONS

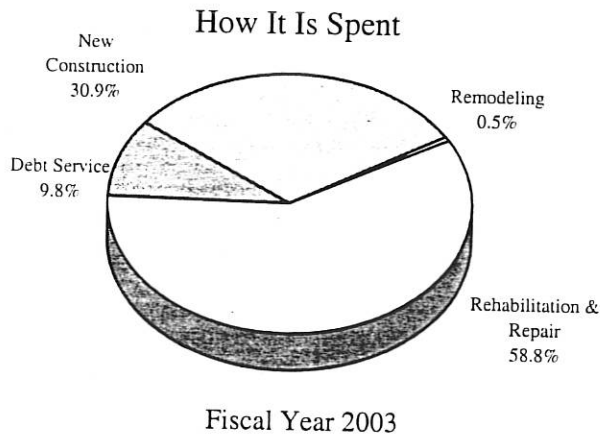
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ATTACHMENT 2

Capital Budget Summary

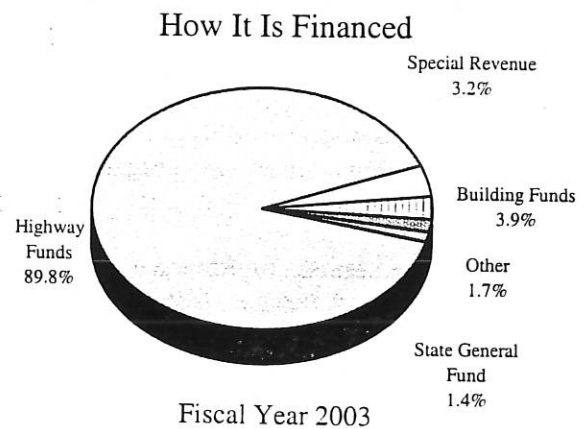
Summary of Governor's Recommendation. The capital improvement recommendations included in the Governor's budget for FY 2002 total \$588.5 million. This amount is 6.2 percent of the total state budget financed from all funding sources. The Governor's recommendation for FY 2003 totals \$812.1 million from all funding sources, or 8.4 percent of the total state budget.

The capital budget, by project classification, is illustrated in the pie chart below. Rehabilitation and repair, the largest category, accounts for 58.8 percent of total capital projects. New construction accounts for 30.9 percent, and debt service is 9.8 percent. Remodeling is the smallest at 0.5 percent.



Total capital expenditures in the Governor's recommendation increase by \$223.6 million, or 38.0 percent, from FY 2002 to FY 2003. However, this large net increase is mostly attributable to the Department of Transportation bonding less in FY 2003 than previously anticipated. Reduced bonding in FY 2003 has the effect of increasing reportable expenditures in FY 2003 when compared to FY 2002. The increase in reportable expenditures in FY 2003 occurs because when bond proceeds are spent, they are treated as non-reportable expenditures until the bonds are paid through reportable debt service expenditures. Less bonding, while maintaining the total level of expenditures, requires more cash to be spent in FY 2003. This creates the majority of the difference

between FY 2002 and FY 2003 in the Governor's recommendation for the capital budget. In general, the current fiscal year contains a significant amount of funds that were not spent in FY 2001 but the expenditure authority "shifted" into FY 2002. That fact increases total expenditures for FY 2002 and bridges some of the distance between FY 2002 and FY 2003.



The largest increase, \$269.7 million, occurs in KDOT, reflecting mostly the increased reportable expenditures from the Comprehensive Transportation Program resulting from less bonding. Other notable increases are experienced at the Commission on Veterans' Affairs.

Notable decreases for FY 2003 occur in Kansas State University, University of Kansas, Ellsworth Correctional Facility, the Juvenile Justice Authority, and the Department of Wildlife and Parks. Each of these five agencies is experiencing a tapering off of major construction projects in FY 2003.

Capital Budget Process. Agencies requesting expenditure authority for capital projects submit a five-year facilities plan each July 1, consisting of the forthcoming fiscal year and the following four years. Capital projects are reviewed by the Division of the Budget for development of the Governor's recommendations. They are also reviewed by the Fiscal Section of the Kansas Legislative Research

Department as staff to the Joint Committee on State Building Construction as well as the "appropriation" committees of the Kansas House and Senate. In addition, the Division of Architectural Services in the Department of Administration provides technical support to the State Building Advisory Commission, an Executive Branch body responsible for reviewing the cost estimates and technical aspects of projects.

As a matter of policy, the state gives priority to maintaining its existing facilities before considering new construction. The use of revenue bonds for financing capital projects has increased in recent years. Other criteria for assessing the priority of capital projects include safety for state employees and visitors, compliance with prevailing building codes, modifications to enhance accessibility for the disabled, physical modifications caused by program changes, and cost effectiveness.

Financing. Transportation projects are a major part of the state's total capital budget. Approximately 78.1 percent of FY 2002 and 89.8 percent of FY 2003 capital expenditures are for transportation projects.

The State Highway Fund is the single largest source of funding for capital improvements in the state budget. The fund receives its revenues primarily through highway user fees on motor fuel, vehicle registrations, and a one-fourth percent dedicated sales tax.

The three dedicated funding sources that make up most of the remainder of the capital budget are the Educational Building Fund (EBF), the State Institutions Building Fund (SIBF), and the Correctional Institutions Building Fund (CIBF). The EBF and the SIBF receive revenues from a mill tax levy based on the assessed valuation of all tangible taxable property in the state as of January 1 of each year. The CIBF receives its revenues from lottery and racing activities.

The status of the building funds is presented below, showing beginning balances, receipts, and expenditures. Interest on the debt service for Crumbling Classrooms is included in expenditures for the Educational Building Fund. In addition, expenditures from the State Institutions Building Fund include funding for new juvenile correctional

Status of State Building Funds

	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Educational Building Fund						
Beginning Balance	\$15,173,999	\$15,302,678	\$ 4,959,941	\$ 6,470,073	\$18,953,038	\$ 32,444,679
Second Payment of Tax Levy	7,934,957	9,001,388	9,319,388	9,668,865	10,031,447	10,407,626
First Payment of Tax Levy	12,195,357	13,832,550	14,351,272	14,889,443	15,447,797	16,027,090
Motor Vehicle Taxes	2,676,476	2,756,770	2,839,473	2,924,657	3,012,397	3,102,769
Resources Available	\$37,980,789	\$40,893,385	\$31,470,073	\$33,953,038	\$47,444,679	\$ 61,982,164
Estimated Expenditures	\$22,678,111	\$35,933,444	\$25,000,000	\$15,000,000	\$15,000,000	\$ 15,000,000
Correctional Institutions Building Fund						
Beginning Balance	\$ 1,896,717	\$ 3,044,772	\$ --	\$ --	\$ --	\$ --
Gaming Revenues	4,992,391	5,242,472	5,000,000	5,000,000	5,000,000	5,000,000
Resources Available	\$ 6,889,108	\$ 8,287,244	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Estimated Expenditures	\$ 3,844,336	\$ 8,287,244	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
State Institutions Building Fund						
Beginning Balance	\$10,606,289	\$13,153,829	\$ 8,782,313	\$12,455,785	\$ 3,980,858	\$ --
Second Payment of Tax Levy	3,967,479	4,500,694	4,659,694	4,834,432	5,015,723	5,203,813
First Payment of Tax Levy	6,098,849	6,916,275	7,175,634	7,444,722	7,723,899	8,013,545
Motor Vehicle Taxes	1,338,238	1,378,385	1,419,736	1,462,329	1,506,196	1,551,384
Resources Available	\$22,010,855	\$25,949,183	\$22,037,377	\$26,197,268	\$18,226,676	\$ 14,768,742
Estimated Expenditures	\$ 8,857,026	\$17,166,870	\$ 9,581,592	\$22,216,410	\$18,226,676	\$ 14,768,742

facilities' initial construction costs in FY 2001 and debt service in FY 2002 and thereafter and expenditures related to projects taking place at Larned State Hospital.

Effect on Operating Budgets

This section includes a description of the operating costs that will accompany the completion of new facilities as they become operational.

Juvenile Correctional Facilities. The new Larned Juvenile Correctional Facility is scheduled to open in December 2002. The 152-bed facility will replace the existing 116 beds, currently located in three buildings on the Larned State Hospital grounds. Included in the Governor's FY 2003 recommendation is funding of approximately \$1.7 million from the State General Fund for an additional 19.0 FTE positions, 4.0 non-FTE unclassified permanent positions, and operating

expenditures. The recommendation also includes funding for a partial year school contract and other services currently provided by Larned State Hospital. The total operating cost for FY 2003 is \$6,794,423, with \$6,419,187 from the State General Fund. To fund this project and the new Kansas Juvenile Correctional Complex at Topeka, the 2000 Legislature approved a bond issuance. Debt Service is financed from the State Institutions Building Fund. The Complex is expected to open in March 2004.

200-Bed Medium-Security Unit at Ellsworth Correctional Facility. Included in the Ellsworth Correctional Facility recommendation the Governor is funding 40.5 FTE positions and operating costs associated with the new housing unit. This unit will go on-line in April 2002. Funding for three months of operations was provided by the 2001 Legislature for FY 2002. For FY 2003, the Governor recommends approximately \$1.25 million to finance operating and personnel costs associated with the new unit.

Recommendations

Following is a description of capital improvement projects by agency that are included in the Governor's recommendations. Capital expenditures are listed by agency in Schedules 13 and 14 and by project in the table at the end of this section.

General Government

Department of Administration

Rehabilitation & Repair. The Governor's recommendation for FY 2002 includes estimated expenditures totaling \$506,776 for rehabilitation and repair, of which \$225,000 is from the State General Fund and \$281,776 is from the State Buildings Depreciation Fund. The \$225,000 from the State General Fund consists of \$100,000 for maintaining the Judicial Center, \$54,596 of unspent monies from FY 2001, and new funds totaling \$70,404. The latter two total \$125,000 for maintaining the Statehouse and Cedar Crest. The \$281,776 from the State Buildings Depreciation Fund is for Landon, Docking, and Forbes. These amounts provide for the general maintenance and upkeep of the state's buildings in the Capitol Complex and at Forbes. For FY 2003, \$75,000 from the State General Fund is recommended for the Judicial Center and \$200,000 for Landon, Docking, and Forbes.

Statehouse Improvements. The recommendation includes \$94,490 from the State Budget Stabilization Fund and \$381,507 from the State General Fund for FY 2002 to continue a number of improvements related to renovating and improving the Statehouse and its grounds. The project includes the replacement of trees, shrubs, and flowers; restoration and cleaning of monuments; planning for further improvements; installation of a fire detection and suppression system; and planning and installation of security systems.

With the enactment of SB 660, the 2000 Legislature authorized the issuance of \$40.0 million in bonds through the Kansas Development Finance Authority, plus financing costs, to renovate and repair the

Statehouse. The bonds will be repaid from the State General Fund, with the first payment in FY 2002 of \$1,249,742, of which \$849,742 is interest and \$400,000 is principal. The level of payment is based on the issuance of \$16.0 million of the \$40.0 million. For FY 2003, the debt service on this \$16.0 million totals \$1,345,318, \$790,318 in interest and \$555,000 in principal.

In October 2001 the remaining \$24.0 million of the original \$40.0 million was issued. The Governor recommends the addition of \$1,827,830 for debt service on the \$24.0 million. Of this total, \$1,567,830 is interest and \$260,000 is principal. In December 2001, the State Finance Council approved the issuance of \$15.0 million more for the construction of an underground Capitol Complex parking garage, bringing the total level of debt to \$55.0 million. The first debt service payment on this additional \$15.0 million in bonding authority is not expected until FY 2004.

Statehouse Elevator Renovation. The Governor includes \$43,897 from the State Budget Stabilization Fund for FY 2002 to renovate the west passenger elevator and the south freight-passenger elevator in the Statehouse. The amount will provide for the upgrade of drive motors and mechanical equipment as well as installation of automated controls and safety features. It will be compliant with ADA standards.

Statehouse Fire Alarm & Security Systems. For FY 2002, the Governor recommends \$224,115 to upgrade the fire and smoke detection systems and install pull stations in the Statehouse. Of the total, \$118,616 is from the State General Fund and \$105,499 is recommended from the State Budget Stabilization Fund. The amount will contribute to a larger project begun in FY 1995.

Judicial Center Improvements. A year ago the Governor proposed a package of improvements to upgrade the Judicial Center consistent with the recent renovation of Cedar Crest and the ongoing restoration of the Statehouse. For FY 2002, a total of \$202,700 is estimated, \$124,730 from the State General Fund and \$77,970 from the State Budget Stabilization Fund.

The projects to be undertaken include \$41,200 for emergency power supply, \$62,000 for porch deck re-caulking, \$25,000 for signage, and \$74,500 for landscaping. The estimated project cost for landscaping actually totals \$154,500; however, the Judiciary in its budget will be contributing \$80,000. The expenditure authority for these projects was actually granted in FY 2001. However, the authority carried over into FY 2002. For FY 2002, \$25,000 is estimated from the State General Fund as a debt service interest payment over 16 years, entirely principal, to finance two projects: replacement of exterior lighting and replacement of two chillers that do not use coolants friendly to the environment. For FY 2003, the debt payment totals \$101,889, \$61,889 in interest and principal of \$40,000.

Judicial Center Renovation of Attorney General's Space. Also included in the Governor's budget recommendation is \$95,000 from the State General Fund for FY 2002 to plan for the renovation of space in the Judicial Center that was vacated when the Attorney General's Office relocated to Memorial Hall. The vacated space is being planned for new appellate court judges.

Landon Electrical Power Supply. The Governor recommends \$887,861 from the State Buildings Depreciation Fund for FY 2002 to undertake improvements to the electrical system in the Landon Building. The project started in FY 2000 after a near power failure occurred during the summer of 1999. The work to be done involves the installation of switches that will allow the transfer of electrical load from any generator to any other generator to maximize flexibility in continuing electrical power if a failure occurs. The project also will permit the discharge of generator exhaust safely above the top of the building, instead of at the third floor level. Finally, the three existing uninterruptable power supply units will be replaced.

Landon Electrical Power System Study. The Governor recommends \$180,000 from the State Buildings Depreciation Fund for FY 2002 to undertake a project to study the electrical power system failure mode in the Landon Building. This project stems from an incident that occurred in July 1999, when a small motor starter short-circuited in a power transformer, causing a power failure in the building. The power failure revealed weaknesses that make the electrical

system's functioning suspect. Unlike the previous project, which includes the implementation of actual improvements, this project is the starting point of a long-term, systematic effort to plan for the upgrade of the electrical system in this building.

Landon Security Improvements. The Governor recommends leaving \$30,000 of current authority from the State Buildings Depreciation Fund for FY 2002 to enhance security in the Landon Building and lapsing the remaining \$165,508 of current authority. The FY 2002 amount will conclude the project. The impetus for the project has been a recommendation contained in the *Threat Analysis*, a report prepared in 1998. The equipment to be installed includes alarm/detection systems, "duress" switches, and monitoring equipment.

Landon & Docking Assessments. The Governor recommends three new projects for FY 2003 related to the future use of the Landon and Docking Buildings. Amounts of \$250,000 from the State Buildings Depreciation Fund for each of Landon and Docking are recommended to undertake a comprehensive building assessment study that will evaluate the need and cost for upgrade and repair of these facilities to ensure their most functional use. Specifically included in the assessment will be electrical, mechanical, and plumbing systems; security; safety; and ADA compliance. These assessments will come in the wake of agencies vacating these facilities to take up residence in the Curtis Building and Security Benefit Group Building. In addition, the Governor recommends \$40,000, also from the State Buildings Depreciation Fund, for FY 2003 to undertake an Electrical Conditions Analysis in the Docking Building. Electrical switch gear and panel boards will be inspected and spare parts inventoried. Then a master plan will be developed to determine what repairs need to be made.

Docking & Landon Fire Suppression Systems. In light of the need for the building assessment studies for the Docking and Landon Buildings described above, the Governor recommends lapsing some of the current authority for the Docking and Landon Fire Suppression Systems project as well as decreasing the scope of the project. The Governor recommends reducing the scope to testing and ensuring that the emergency intercom systems in each of these buildings are audible in all parts of these buildings.

Following testing, additional audio speakers may need to be installed in parts of these two buildings. To accomplish this revised scope, the Governor recommends leaving \$50,000 of current authority from the State Buildings Depreciation Fund for FY 2002 for the Docking Building and lapsing the remaining \$1,103,199 of current authority. Also, the Governor recommends leaving \$50,000 of current authority from the State Buildings Depreciation Fund for FY 2002 for the Landon Building and lapsing the remaining \$1,001,720 of current authority. The building assessment studies may conclude that other alternatives to fire sprinkler systems are better investments of the state's resources.

Docking Re-Roofing. The Governor recommends \$106,000 from State Buildings Depreciation Fund for FY 2002 for replacement of the roof on the south wing of the 11th floor of the Docking State Office Building. The original roof dates back to 1948. In 1990, under a manufacturer's warranty, the roof was replaced. There is now evidence, more than ten years later, that the 1990 replacement was defective.

Improvements to State Facilities. The Governor recommends \$228,031 for FY 2002, all interest, for improvements to state facilities for which the Department of Administration is responsible. The debt service increases to \$771,063 for FY 2003, of which \$456,063 is interest and \$315,000 is principal. The Capitol Complex consolidation (Landon State Office Building "backfill") will involve remodeling the Landon State Office Building after the Department of Health and Environment moves to the Curtis Building. The Capitol Complex steam system will be upgraded by developing a steam heat boiler system for the Curtis Building and upgrading the steam lines for heating the existing buildings in the Capitol Complex.

The Brigham Building at the State Complex—West, which is currently unoccupied, will be remodeled for use as the SRS Staff Development and Training Center. The KDHE lab at Forbes Building #740 will be remodeled to meet the needs of the remaining laboratory operations. The unoccupied Woodward Building at the State Complex—West will be remodeled for Kansas Services for the Blind housing when clients attend training at the Rehabilitation Center for the Blind.

Memorial Hall Parking Construction. The Governor recommends \$52,000 from the Building and Ground Fund for FY 2002 for the construction of parking spaces on the west side and south side of Memorial Hall. The current total of 14 spaces will be increased by 15 to 29. Four of the new spaces will be van accessible for the disabled. The project will be undertaken jointly with the City of Topeka. The total project cost is estimated to be \$104,000, so the state and the city will each pay half.

9th Street Parking for the Disabled. An amount of \$70,000 from the Building and Ground Fund is estimated for FY 2002 to construct parking spaces on the south side of 9th Street between Topeka Boulevard and Harrison Street. The City of Topeka plans to transfer the right-of-way it owns along 9th Street to the Department of Administration as part of a joint effort to design and construct ADA van-accessible parking for the disabled. The city has indicated it will transfer the property without expense to the state.

Repairs for State Parking Lots. The Governor recommends \$95,000 from the Building and Ground Fund for FY 2002 and another \$95,000 for FY 2003 for maintenance and repairs to state parking lots in the Capitol Complex. These amounts are an annual appropriation to undertake a systematic approach in maintaining the lots.

Energy Conservation Improvements Program. The Governor recommends \$2,474,101 for FY 2002 from the State General Fund for the debt service payment on the energy conservation improvement bonds issued by the Kansas Development Finance Authority prior to FY 1999. Of that amount, \$2,080,000 is principal and \$394,101 is interest. For FY 2003, debt service is estimated to total \$2,066,680, \$1,750,000 of which is principal and \$316,680 is interest. Bond proceeds are used to finance energy conservation improvements at state facilities, with the utility savings from these projects to be returned to the State General Fund to pay off the bonds.

The Department of Administration, in addition to budgeting for the entire debt service payment on behalf of all participants, is itself a participant with its own energy conservation projects. The Department's own projects total \$156,391 for FY 2002 from the State Buildings Operating Fund, \$7,091 for interest

and \$149,300 for principal. The debt service payment for FY 2002 is the last for these bonds.

Landon Building Debt Service. The debt service amounts are recommended to finance the 1986 acquisition and the 1987 renovation of the Landon State Office Building. For FY 2002, \$922,197 from the State Buildings Operating Fund is recommended for the principal amount. An additional \$307,719 for the interest payment is included in the operating budget. The FY 2003 principal debt service payment totals \$936,920 and the interest payment \$243,107.

Printing Plant Debt Service. The debt service amount the Governor recommends is \$131,621 for FY 2002 from the Intragovernmental Printing Service Fund to finance the principal payment of the debt incurred to construct the State Printing Plant. The interest portion of the debt service, totaling \$90,241, is recommended as part of the operating budget. For FY 2003, \$138,676 is recommended from the same fund for the principal portion of the debt service. To finance the interest portion, \$83,186 is included in the operating budget.

Memorial Hall Debt Service. The debt service on the renovation of Memorial Hall, all of which is from the State Buildings Depreciation Fund, totals \$429,120 for FY 2002, \$244,120 interest and \$185,000 principal. For FY 2003, the total is \$431,233, of which \$236,233 is interest and \$195,000 principal.

Paint & Grounds Shop Debt Service. The Governor's recommendation contains funding to make debt service payments to the City of Topeka for the old police garage that the Division of Facilities Management planned as a shop for its painters and grounds personnel. However, the Division of Facilities Management has determined that the best use of this property is to demolish the building and construct a surface parking lot. This modified plan was approved by the Topeka City Council on November 27, 2001. Expenditures for debt service total \$38,238 from the Building and Ground Fund in FY 2002. Of this amount, \$24,236 is interest and \$14,002 is principal. For FY 2003, the total payment is also \$38,238, with the interest portion \$22,923 and principal \$15,315.

Motor Pool Shop. The debt service on this facility, also acquired from the City of Topeka, totals \$44,223,

all from the Motor Pool Service Fund, for FY 2002. The motor pool uses these facilities for servicing its vehicles. The principal is \$21,456 and interest is \$22,767. For FY 2003, the total is also \$44,223, \$23,837 for principal and \$20,386 for interest.

Capitol Complex Tunnels. The Governor also recommends \$1,102,260 from the State Buildings Depreciation Fund for FY 2003 for the Department of Administration's part of a system of pedestrian and utility tunnels in the Capitol Complex. The total project is estimated to cost \$11,102,260, \$10,000,000 from federal highway funds and \$1,102,260 from the State Buildings Depreciation Fund to match the federal dollars. The federal funds, which will be spent from KDOT's budget, are being made available because the pedestrian aspect of the tunnels represents an alternative form of transportation.

The project is part of a larger plan for the Capitol Complex. Currently, steam flows from Docking to the Capitol through the tunnel that connects these buildings. From the Capitol, it flows southeast, under Jackson Street to Memorial Hall, where it divides to serve Landon and the Judicial Center. The steam line running under the Capitol grounds is old and earmarked for abandonment. The long-range plan is to have the steam flow from the Capitol to Landon alongside a new pedestrian tunnel. Then the steam would flow from Landon to Memorial Hall through the new tunnel recommended in this project and from Memorial Hall to the Curtis Building and to the Judicial Center in the same line it flows now.

Topeka State Hospital Cemetery Memorial. The Governor recommends \$20,000 from the Memorial Gifts Fund for FY 2003 to serve as seed money to erect a memorial for those buried on the Topeka State Hospital grounds. The 2000 Legislature enacted HB 2355, authorizing an appropriate memorial and setting up the Topeka State Hospital Cemetery Memorial Gift Fund. Capitalization of the fund is expected to be accomplished from private donations. The total cost of the project is anticipated to be \$200,000, with \$20,000 in FY 2003 and \$180,000 in FY 2004. The work to be done includes a memorial, a plaque with the names of those buried in the cemetery, and fencing around the site.

Lapses. The Governor's recommendation lapses unused monies from a number of accounts in FY 2002.

These include \$109,500 for the Docking roof drain line replacement, \$583,983 for the Landon/Forbes chiller conversion, \$18,786 for the Docking switchgear replacement, \$125,900 for the Forbes #740 Building reroofing, \$94,200 for the installation of Landon south economizer, \$1,103,199 for the Docking fire suppression system, \$1,001,720 for the Landon fire suppression system, \$165,508 for Landon security improvements, \$545,000 for the Docking HVAC system renovation, and \$1,000,000 for the Capitol Complex steam distribution. The last item was a duplication of one project within the debt-financed improvements to state facilities. Most of the others are lapsed to allow the Division of Facilities Management to assess the future use of Docking and Landon.

Department of Commerce & Housing

Rehabilitation & Repair. The Department operates travel information centers in Kansas City, Goodland, and Belle Plaine. These centers provide tourism information to travelers throughout the state. The Governor recommends \$15,000 for each of FY 2002 and FY 2003 from the Economic Development Initiatives Fund for rehabilitation and repair of the centers.

Insurance Department

Debt Service. The Governor's recommendation includes \$120,000 in FY 2002 and \$130,000 in FY 2003 for debt service principal payments on the Insurance Building in Topeka. Debt service payments are financed from the agency's Insurance Building Principal and Interest Fund. Interest payments are included in the agency's operating budget and total \$59,925 in FY 2002 and \$52,483 in FY 2003. The Kansas Development Finance Authority issued revenue bonds, totaling \$1,795,000, in 1991 for remodeling the building. Debt service payments will cease in FY 2007.

Rehabilitation & Repair. The Governor recommends \$20,000 for rehabilitation projects for each of FY 2002 and FY 2003 from the agency's Rehabilitation and Repair Fund. The recommendation will finance contingent repairs to the Insurance Department Building. A total of \$17,000 completes the carpet replacement plan in FY 2002.

Judiciary

With the passage of HB 2297 during the 2001 Legislative Session, one new appellate court judge will be added each year for four years starting in FY 2003. As a result, the Governor recommends \$114,400 from the State General Fund for FY 2003 to renovate part of the Judicial Center to create a judicial suite for the first additional judge. The judicial suite will include a portion of the space vacated by the Attorney General as part of the AG's relocation to Memorial Hall.

Human Resources

Social & Rehabilitation Services

Rehabilitation & Repair—Chanute Office Building. The Governor recommends \$166,000 in FY 2002 and \$300,000 in FY 2003 for routine maintenance and rehabilitation and repair projects at the Chanute Office Building. For FY 2002, the recommendation will replace the building's exterior windows. The FY 2003 recommendation will be used for window replacement, re-roofing, and electrical equipment upgrades. Funding in both years is from rent revenues.

Rehabilitation & Repair—State Institutions. The Governor recommends expenditures from the State Institutions Building Fund for rehabilitation and repair projects at the state institutions servicing the mentally ill and developmentally disabled. Recommendations for both FY 2002 and FY 2003 fund the continual rehabilitation and repair needs of the state institutions, including equipment replacement, plumbing repairs, code compliance, renovations, and other major maintenance needs. The Governor recommends \$3,996,950 for FY 2002 and \$3,500,000 for FY 2003.

State Security Hospital. For FY 2002, the Governor recommends \$2.6 million from the State Institutions Building Fund for the architectural and engineering design of a State Security Hospital on the campus of Larned State Hospital. For FY 2003, the Governor recommends issuing bonds totaling \$50,120,884 financed through the State Institutions Building Fund, for the construction of a new State Security Hospital.

However, the Governor recommends that the first payment be delayed until FY 2004. Construction of the facility is estimated to begin in FY 2003 and should be completed in FY 2005. The facility will replace the three separate buildings on the Larned State Hospital campus currently used to treat security patients.

Sex Predator Capacity Expansion. The Governor recommends \$1,085,330 in FY 2002 and \$356,306 for FY 2003 from the State Institutions Building Fund for planning and construction of phase two of a 20-bed modular building on the campus of Larned State Hospital. The building will accommodate the growing census in Social and Rehabilitation Services' Sexual Predator Treatment Program. Phase one design has been completed, and construction is estimated to be completed by March 2002.

Larned State Hospital

Rehabilitation & Repair. The Governor recommends \$471,607 from the State Institutions Building Fund for FY 2002 for rehabilitation and repair projects, including remodeling a ward in Jung Building, removing and replacing utility tunnel piping, and resurfacing street pavement.

Osawatomie State Hospital

Rehabilitation & Repair. To complete general maintenance and repair projects that were begun in FY 2000, the Governor recommends \$15,026 in expenditures from the State Institutions Building Fund for FY 2002.

Parsons State Hospital & Training Center

Rehabilitation & Repair. The Governor recommends \$20,958 from the State Institutions Building Fund in FY 2002 for rehabilitation and repair projects. The amount recommended is a balance carried forward from FY 2001 and will be used to cover contractual services costs associated with general maintenance and repair projects that will begin in FY 2002.

Rainbow Mental Health Facility

Rehabilitation & Repair. For FY 2002, expenditures of \$2,604 is recommended from the State Institutions Building Fund for rehabilitation and repair projects. These are unspent funds from FY 2001.

Department of Human Resources

Rehabilitation & Repair—Reed Act. For FY 2002, the Governor recommends \$50,000 to make general repairs, including roofing, overlaying parking lots, mudjacking or replacing sidewalks, painting, and carpeting. In FY 2003, the Governor also recommends \$50,000 for general repairs.

New Office Building at 427 SW Topeka Boulevard. For FY 2003, the Governor recommends that the Department of Human Resources use \$210,000 from the agency's Employment Security Fund for the planning expenses of a new office building. The planning costs include architectural services and costs for the purchase of land, buildings, and razing of existing structures. The total cost of the project is estimated to be \$3,376,000.

1430 SW Topeka Boulevard. The agency is purchasing the building at 1430 SW Topeka. For FY 2002, the interest payment is \$52,000 from the Special Employment Security Fund, and there is no principal payment. For FY 2003, the interest payment will be \$85,000 and the principal will be \$55,000, for a total of \$140,000.

Building Renovation of 401 SW Topeka Boulevard. For FY 2001, the Governor recommended the issuance of bonds in the amount of \$1,905,000 to redesign and remodel the agency headquarters at 401 SW Topeka Boulevard. The building was built in 1951, with the last major renovation in 1978. Included in the renovation will be installation of a new HVAC system, replacement of the electrical service entrance and distribution to the building, extensive plumbing work, and improvements to the elevator. The Governor further recommended using \$248,707 in penalty and interest funds to pay back the bonds in FY 2001 and FY 2002. Starting in FY 2003, the bonds will be paid from federal funds. The agency will continue with renovation of the building and estimates the cost of the

debt service to be \$260,000, including principal of \$130,000 and interest of \$130,000.

Commission on Veterans' Affairs

Rehabilitation & Repair. The Governor recommends \$100,000 in both FY 2002 and FY 2003 from the State Institutions Building Fund for rehabilitation and repair at the Kansas Soldiers' Home. The funding will be used to renovate cottages, complete projects to meet ADA requirements, and make general repairs throughout the facility. The SIBF recommendation for the Kansas Veterans' Home is \$79,008 in FY 2002 and \$147,733 in FY 2003. Projects include repairing roads, replacing windows and external lighting, and continuing tuckpointing and sealing projects.

Facility Improvements. The Governor recommends the expenditure of \$557,942 from the State Institutions Building Fund for the Kansas Soldiers' Home's Facility Conservation Improvement Project. This funding was appropriated, but not spent, in FY 1999. The Home has secured additional funding for the project of \$1,036,178 from a Federal Home Construction Grant by the federal Veterans' Administration.

Veterans' Cemeteries. 1999 SB 19 authorized the establishment of a statewide system of veterans' cemeteries. The Commission will build cemeteries in Fort Dodge, Winfield, WaKeeney, and Fort Riley. To implement this system a total of \$355,000 from the State Institutions Building Fund was appropriated in FY 2000 and FY 2001 for planning expenditures. After construction begins on each cemetery, the federal government will reimburse the state for the planning expenditures associated with each cemetery. When the agency receives reimbursement for planning of one cemetery, that funding will be used to plan the next. When the federal government has reimbursed the planning expenses for the final cemetery, \$355,000 will be returned to the State Institutions Building Fund. Construction on the cemetery at Fort Dodge began this year. The final cemetery at Fort Riley should be completed in FY 2004. The Governor recommends expenditures of \$3,980,862 in FY 2002 and \$7,619,920 in FY 2003 from the Veterans' Cemeteries Federal Construction Grant Fund for these projects.

Education

School for the Blind

Rehabilitation & Repair. For FY 2002, the Governor recommends \$152,990 for rehabilitation and repair of the school grounds, to be funded from the State Institutions Building Fund. Some of the projects consist of a continuation of the bleacher construction and a contingency plan for other rehabilitation and repair. For FY 2003, the Governor recommends \$59,435 for rehabilitation and repair. These repairs and replacements will include buildings, sidewalks, electrical, plumbing, and heating and cooling. This funding will allow for the timely implementation of new regulations from the Americans with Disabilities Act.

Fire Alarm System Upgrade. For FY 2002, the Governor recommends \$77,606 to upgrade the fire alarm system for the School. The goal of the upgrade is to combine all building alarms into one system for monitoring. This will require extensive electrical and communications work as well as the general system upgrade. Funding is from the State Institutions Building Fund.

Student Residence & Dining Facility. For FY 2002, the Governor recommends \$102,915 to complete the construction of a new independent living facility, with individual suites for students who are close to graduation. This project is funded by a multi-year appropriation from the State Institutions Building Fund.

School for the Deaf

Rehabilitation & Repair. For FY 2002, the Governor recommends \$345,048 for continued renovation, rehabilitation, and repair projects at the School. Some of the projects are asbestos removal, elementary school site improvements, and the Roberts Building renovation. The School owns buildings that are in need of modification in order to be in compliance with fire, health, and safety inspections. For FY 2003, the Governor recommends \$165,000 for rehabilitation and repair, which includes equipment, building, and ground repairs. The State Institutions

Building Fund will fund both years of the rehabilitation and repair projects.

Renovation of Dormitory. For FY 2002, the Governor recommends \$384,686 for the first year of the dormitory renovation. For FY 2003, the Governor recommends \$327,792 from the State Institutions Building Fund to continue the second year of the eight-year plan to renovate the dormitory completely. To provide a safe and pleasant place to live, the Governor recommends bringing the dormitory up to fire code requirements to address the educational program needs of the students. The eight-year projected total cost for the dormitory renovation is \$3,167,697, all of it to be funded from the SIBF. The renovation will include the installation of additional exits to meet fire safety codes, internal sprinkler systems, a new fire alarm system with visual warning devices, upgrades of lighting and electrical needs, and renovation of restrooms.

Pool & Roof Replacement. For FY 2002, the Governor recommends that \$285,272 be spent from the State Institutions Building Fund for pool maintenance and the replacement of the Foltz gymnasium roof.

Auditorium Air Conditioning. For FY 2002, the Governor recommends \$55,942 from the State Institutions Building Fund to install air conditioning in the School's auditorium.

Board of Regents

Rehabilitation & Repair. The Governor recommends \$10.0 million in FY 2003 from the Educational Building Fund for the ongoing rehabilitation and repair of campus facilities. The funding is distributed through a formula based on total square feet for each institution.

Crumbling Classroom Debt Service. The Governor recommends that \$15.0 million be transferred from the Educational Building Fund in FY 2003 to make the debt service payment on the "Crumbling Classroom" bond issue. Debt service for FY 2002 is \$8,850,000 in principal and \$6,150,000 in interest. Debt service for FY 2003 consists of \$9,280,000 in principal and \$5,720,000 in interest. These bond issues were approved during the 1996 Legislative Session upon the

Governor's recommendation. The initial bonds of \$50.0 million were issued in November 1996, and another \$110.0 million was issued in October 1997.

The universities are using the \$173.0 million generated by these bond issues to make substantial repairs to campus buildings to bring buildings into compliance with the Americans with Disabilities Act and life/safety codes and to make classroom improvements. Several additions to buildings at the University of Kansas, Kansas State University, and Emporia State University are being made, and a new nursing education building is being constructed at the Medical Center.

Emporia State University

Rehabilitation & Repair. Funds for rehabilitation and repair are initially appropriated to the Board of Regents. The Governor recommends \$3,349,797 in FY 2002 from the Educational Building Fund, of which \$556,000 is from the allocation of new funds from the Board of Regents, \$385,889 is reappropriated from FY 2001, and \$2,407,908 is Crumbling Classrooms money.

Parking Lot Improvements. To finance parking lot improvements, the Governor recommends \$90,000 each in both FY 2002 and FY 2003 from campus parking fees.

Residence Hall Debt Service. Financing of the debt service on the residence halls comes from previously authorized student fees. The Governor recommends \$180,000 in FY 2002 and \$190,000 in FY 2003 to pay the principal on the bonds for improvements to the halls.

Student Recreational Building. Bonds have been issued for construction of the student recreational building that begins in FY 2002. The total cost of the facility is expected to be \$3.0 million. The Governor recommends \$90,000 for principal bond payments in FY 2002 and \$95,000 in FY 2003. Planning and construction for the building are financed through student fees.

Student Union Renovation. Funds are budgeted annually for continuing improvements to the Student

Union. For the next several years, most of the available funds will be directed toward code compliance issues and repairs related to the Americans with Disabilities Act. The Governor recommends \$131,000 in both FY 2002 and FY 2003 to pay for the debt service for renovations at the Student Union.

Men's Dormitories. The Governor recommends expenditures of \$40,000 in FY 2002 and \$45,000 in FY 2003 to pay for debt service on the men's dormitories, which were built in 1969.

William Allen White Renovation. The Governor recommends \$394,170 in FY 2002 and the same amount in FY 2003 from restricted fees to continue the project to renovate the William Allen White Library.

Fort Hays State University

Rehabilitation & Repair. Funds for rehabilitation and repair are initially appropriated to the Board of Regents. The Governor recommends \$1,916,452 in FY 2002 from the Educational Building Fund, of which \$718,000 is from the allocation of new funds from the Board of Regents, \$170,772 is reappropriated from FY 2001, and \$1,027,680 is Crumbling Classrooms funding.

Student Housing Debt Service. The Governor recommends \$195,000 in FY 2002 and \$195,000 in FY 2003 to pay the principal on the bonds from restricted fees. The bonds finance the renovation and remodeling of student dormitories.

Parking Improvements. To finance parking improvements on campus, the Governor recommends \$300,000 each in FY 2002 and FY 2003. These improvements are funded by parking fees.

Kansas State University

Rehabilitation & Repair. The Governor recommends \$2,998,000 from the Educational Building Fund for rehabilitation and repair of campus facilities in FY 2002. Of this amount, \$132,000 is a reappropriation from FY 2001 and \$2,866,000 is a transfer of new funds from the Board of Regents.

Aeronautical Center Lease Payment. The Governor recommends \$189,446 in both FY 2002 and FY 2003 from the State General Fund for the tenth and eleventh payments in a lease-purchase agreement with the Salina Airport Authority. The payments have allowed the College to acquire the International Training Center and a recently-completed laboratory for the Airframe and Powerplant Program. The lease-purchase agreement is for 20 years.

University Debt Service. The Governor recommends \$2,283,395 in FY 2002 and \$2,343,024 in FY 2003 from special revenue funds for principal payments on various projects funded through revenue bonds. These projects include housing projects, parking lot projects, and a building renovation project.

Parking Improvements. To finance parking improvements, the Governor recommends \$800,000 in FY 2002 and \$775,000 in FY 2003 from campus parking fees. The work is based on two studies of parking operations. One study reviewed paved surfaces and the other parking and traffic patterns.

Food Safety & Security Research Facility. The University plans to construct a new research facility at the Manhattan campus. The institution is seeking federal funding for the five-year \$82.2 million project. The facility will need "bio-security," which would enable investigation of infectious diseases and provide for safe handling of biotechnology products. The Governor recommends the use of \$3.0 million in federal funding during FY 2003.

KSU—Extension Systems & Agricultural Research Programs

Eastern Kansas Horticulture-Forestry Research & Education Center. The Department of Horticulture, Forestry, and Recreation Resources provides outreach services throughout the state. To house research and visiting scientists, the agency will construct a new center at the Sunflower Army Ammunition Plant. In addition to the main building, however, this center will have two 750-square foot teaching laboratory spaces to assist classroom instruction, a plant material handling structure, research and teaching greenhouse spaces, and a pesticide storage and handling facility.

The Governor recommends the use of \$1.0 million from gift funds in the current year.

Grain Science Center. KSU—ESARP plans to construct a \$20.6 million five-building complex for the Grain Science Center. The project consists of four phases: \$5.9 million for a Biological and Industrial Value-Added Program, \$5.5 million for a feed mill, \$5.5 million for a flour mill, and \$4.0 million for the International Grains Program. These projects will continue and expand research and teaching activities to improve both livestock production efficiency and crop utilization potential for Kansas and the U.S. The Biological and Industrial Value-Added Program will be funded by \$3.0 million from the Educational Building Fund and the remainder through private gifts and restricted fees. The Governor includes \$7.0 million in FY 2002 for the Value-Added Program. An additional \$4.0 million from federal funds is recommended for the International Grains Program in FY 2003.

Pittsburg State University

Rehabilitation & Repair. Funds for rehabilitation and repair are initially appropriated to the Board of Regents. The Governor recommends \$1,724,675 in FY 2002 from the Educational Building Fund, \$668,000 of which is from the allocation of new funds from the Board of Regents, and \$1,056,675 is reappropriated from FY 2001.

Parking Improvements. To finance parking lot improvements, the Governor recommends \$200,000 each in FY 2002 and FY 2003 from campus parking fees.

Student Housing Improvements. The Governor includes \$1,836,000 in FY 2002 and \$1,250,000 in FY 2003 from student fees to make planned improvements to on-campus student housing.

Jack H. Overman Student Center. Financing of the debt service on the J. H. Overman Student Center renovation comes from previously authorized student fees. The Governor recommends \$198,250 in FY 2002 and \$196,610 in FY 2003 to make the principal payment on bonds issued to renovate the student center. In addition, the Governor recommends

\$350,000 in FY 2002 and \$1,333,000 in FY 2003 from student fees to complete several remodeling projects.

Horace Mann Debt Service. The Governor recommends \$121,750 in FY 2002 and \$138,390 in FY 2003 for debt service principal payments on the renovation of the Horace Mann Administration Building. These debt service payments are made from restricted fees.

Student Health Center & Hospital Improvements. The Governor recommends \$100,000 in FY 2002 and \$550,000 in FY 2003 from restricted fees to expand the Student Health Center reception area, complete needed remodeling projects, and provide space for another physician.

University of Kansas

Rehabilitation & Repair. The Governor recommends \$5,709,047 from the Educational Building Fund for rehabilitation and repair of campus facilities in FY 2002. Of this amount, \$2,887,047 is a reappropriation from FY 2001 and \$2,822,000 is a transfer of new funds from the Board of Regents. The Governor also recommends expenditures of \$1,428,958 from restricted use fee funds to make repairs and improvements to various campus facilities in the current year.

Parking Improvements. The Governor recommends \$458,594 in 2002 and \$252,000 in FY 2003 from parking fees for the completion of various parking improvements on the campus.

Residence Hall Renovations. The University of Kansas is remodeling the residence halls on campus to a new, suite-style construction. To date, Templin and Lewis Halls have been re-configured. The FY 2002 budget recommendation includes \$540,000 from housing fees for this remodeling.

Athletic Strength Center Expansion. Student-athlete training programs are a year-round operation for the Kansas University Athletic Corporation, and an expansion of facilities supporting student athletes is being proposed. The Governor includes athletic corporation and endowment funds of \$1,098,386 in FY 2002 for the facility expansion.

Child Care Facility. The University has constructed a new child care facility in the Stouffer Place apartment complex on undeveloped property. The Governor recommends \$47,529 in FY 2002 for completion of this facility.

Dole Institute. The University of Kansas has established the Robert J. Dole Institute of Public Service and Public Policy to study major policy issues, encourage student participation and citizen involvement in public life, and offer scholars the opportunity to study politics. The Dole Institute will occupy a free-standing building on the campus to house the new institute. In support of the project, the Governor recommends, for FY 2002, \$2,489,542 from the State Budget Stabilization Fund to be matched with \$5.2 million of private gifts.

Budig Hall. Hoch Auditorium burned in June 1991 and construction of a new facility, Budig Hall, began in September 1994. Classes were held in a section of the building in August 1997 while construction continued. The Governor recommends \$891,536 in FY 2002 to complete the three levels below the main floor of the Hall. Funding for the completion was from the University's Tuition Accountability Fund. Budig Hall is a \$22.0 million classroom/office facility.

Renovation of Robinson Gymnasium. The University was authorized by the 1998 Legislature to spend \$960,000 from the Sponsored Research Overhead Fund to renovate 8,000 square feet in Robinson Gymnasium. The space will be used to house a new weight-management program sponsored by the National Institute of Health in the University's Department of Health, Sport, and Exercise Sciences. In FY 2002, the University plans to spend the remaining \$257,828 of the original \$960,000 to complete the project.

University Debt Service. The Governor recommends \$3,150,000 in FY 2002 and \$2,535,000 in FY 2003 from special revenue funds for principal payments on various projects funded through revenue bonds. These projects include housing projects, parking lot projects, the Regents Center, Student Union renovations, and the Watkins Health Center.

Student Union Renovation. The Governor recommends \$34,910 from restricted funds in FY 2002 to complete renovation of the Student Union.

University of Kansas Medical Center

Rehabilitation & Repair. For continued funding for rehabilitation and repair, the Governor recommends \$2,157,754 from the Educational Building Fund for the Medical Center facilities in FY 2002, which includes a reappropriation of \$1,080,754 from FY 2001.

Parking Lot Improvements. To perform ongoing routine maintenance on the Medical Center's parking lots, the Governor recommends expenditures of parking fee funds of \$459,267 in FY 2002 and \$499,664 in FY 2003. Expenditures will be from fees collected from those who use the parking lots.

Center for Health in Aging. The new facility to house the Center on Aging will provide a single-entry point clinic area, an auditorium for older adults and family education, a community resource center, and a wellness center, among other services for the elderly and their families. In his recommended budget, the Governor includes \$147,205 in FY 2002 to complete construction of this new facility. In addition, \$100,000 in FY 2002 and \$105,000 in FY 2003 is recommended to pay debt service on the project.

Nursing Education Building. Under the Crumbling Classrooms Initiative, the Medical Center began construction of a new nursing facility in January 1999. The Governor recommends \$4,876 in FY 2002 for the completion of this \$11.9 million facility.

Addition to Research Support Facility. The Medical Center's Research Support Facility was constructed in 1992 to house various animals used in medical research. This biomedical research program has expanded rapidly in recent years, in part, as a result of additional federal research funding. With the new research programs being undertaken at the Medical Center, additional space in this building is needed. The Governor recommends expenditures of \$603,190 in FY 2002 to complete construction of the addition.

Wahl Hall Renovation. The Governor recommends \$900,000 in FY 2002 and \$1.2 million in FY 2003 from restricted fees for the renovation of Wahl Hall, if the funding becomes available. The plan will renovate a portion of Wahl Hall east (level five and six) for the establishment of a kidney institution, with funding

from a proposed National Institutes of Health grant. This project will primarily renovate laboratory space.

Wichita State University

Rehabilitation & Repair. A total of \$2,910,117 is recommended for FY 2002 by the Governor from the Educational Building Fund for rehabilitation and repair of campus facilities. Of this amount, \$1,749,117 is a reappropriation from FY 2001 and \$1,161,000 is a transfer of new 2002 funds from the Board of Regents.

Housing System Rehabilitation & Repair. The Governor's recommendations include \$341,387 in FY 2002 for rehabilitation and repair of University housing. Funding for the rehabilitation and repair projects comes from fees charged to residents.

Parking Improvements. The Governor recommends \$578,613 in FY 2002 and \$200,000 in FY 2003 from parking fees for parking improvements on the campus.

Parking & Housing Debt Service. The Governor recommends \$570,000 in FY 2002 and \$600,000 in FY 2003 for payment of principal on a bonded project to renovate campus parking and housing.

Historical Society

Rehabilitation & Repair. In order to continue rehabilitation and repair projects at the Kansas History Center Complex and the state's historic sites, the Governor recommends \$129,381 from the State General Fund and \$156,092 from federal and private funds in FY 2002. Included are funds for repairs at the William Allen White residence in Emporia. In FY 2003, \$221,092 from federal funds are recommended for rehabilitation and repair projects.

Public Safety

Department of Corrections

Rehabilitation & Repair. The Governor recommends rehabilitation and repair projects in FY

2002 and FY 2003 totaling \$4.2 million and \$3.5 million, respectively. Financed from the Correctional Institutions Building Fund, the Department will disburse the funds among the correctional facilities as needed.

RDU Relocation Bonds Debt Service. The Governor recommends expenditures of \$1,418,000 from the State General Fund in FY 2002 for the debt service payment in association with relocation of the Reception and Diagnostic Unit to El Dorado. Of this amount, \$888,000 is for interest and \$530,000 is for principal. For FY 2003, \$1,410,000 is recommended from the State General Fund, including \$545,000 for principal and \$865,000 for interest.

Labette Correctional Conservation Camp Debt Service. For FY 2002, the Governor recommends a debt service payment of \$166,000, including \$115,000 for principal and \$51,000 for interest. This amount will be paid from the State General Fund. For FY 2003, the Governor recommends \$162,000 from the State General Fund for this payment, including \$115,000 for principal and \$47,000 for interest.

Ellsworth Correctional Facility Debt Service. For debt service payments for this facility, the Governor recommends \$1,070,000 from the State General Fund in FY 2002, including \$665,000 for principal and \$405,000 for interest. For FY 2003, the Governor recommends \$1,622,000 from the State General Fund, including \$1,255,000 for the principal payment.

Wichita Work Release Facility Debt Service. In FY 2002, a total of \$166,000 from the State General Fund is recommended for the debt service payment for the Wichita Work Release Facility. Of this amount, \$130,000 is for principal and \$36,000 is for interest. For FY 2003, the Governor recommends \$169,000 from the State General Fund, including \$140,000 for principal and \$29,000 for interest.

Revenue Refunding Bonds Debt Service. The Governor recommends \$7,324,000 from all funding sources in FY 2002 for the debt service payment for the revenue refunding bonds. Of this amount, \$6,024,000 is for principal and \$1,300,000 is for interest. Of the amount budgeted for principal, \$3,724,000 is from the State General Fund, \$1,542,472 is from the Correctional Institutions Building Fund, and \$757,528 is from special revenue funds.

For FY 2003, the Governor recommends \$7,246,000 from all funding sources. Of this amount, \$5,945,000 is for principal and \$1,301,000 is for interest. Of the amount budgeted for principal, \$3,645,000 is from the State General Fund, \$1,542,472 is from the Correctional Institutions Building Fund, and \$757,528 is from special revenue funds.

Topeka & Lansing Correctional Facilities Debt Service. For FY 2002, the Governor recommends \$1,006,000 from the State General Fund for the payment for the debt service payment for the Topeka and Lansing Correctional Facilities. Of this amount, \$820,000 is for principal and \$186,000 is for interest. For FY 2003, the Governor recommends \$1,009,000 from the State General Fund, including \$860,000 for principal and \$149,000 for interest.

El Dorado Correctional Facility Site Utilities Debt Service. For FY 2002, the Governor recommends \$1,180,000 for the principal payment on the replacement of the site utilities at the facility. This payment will be paid from revenues received from the Construction Defects Recovery Fund in the Department of Administration. The fund received a settlement from a lawsuit involving contractors for the site utilities. For FY 2003, the Governor recommends a principal payment of \$1,256,000 from the State General Fund and \$619,000 from special revenue funds for a total of \$1,875,000.

Kansas Correctional Industries Rehabilitation & Repair. For FY 2003, the Governor recommends expenditures of \$302,000 from the Correctional Industries Fund for the rehabilitation and repair of various correctional industries buildings.

El Dorado Correctional Facility

Rehabilitation & Repair. The Governor recommends a total of \$103,756 from the Correctional Institutions Building Fund for ongoing projects in FY 2002. These funds were reappropriated from FY 2001.

Ellsworth Correctional Facility

Rehabilitation & Repair. For rehabilitation and repairs, the Governor recommends \$58,315 from the Correctional Institutions Building Fund in FY 2002.

200-Bed Medium-Security Unit. The Governor also recommends \$4,004,672 to finish construction of a 200-bed medium-security unit in FY 2002. Of this, \$98,736 is from the State General Fund, with the remainder coming from the Violent Offender Incarceration/Truth-in-Sentencing federal grant. The unit is scheduled to open in April 2002.

Hutchinson Correctional Facility

Rehabilitation & Repair. For ongoing rehabilitation and repair projects, the Governor recommends \$580,372 from the Correctional Institutions Building Fund in FY 2002. These funds were reappropriated from FY 2001.

Lansing Correctional Facility

Rehabilitation & Repair. For rehabilitation and repairs, the Governor recommends \$543,812 from the Correctional Institutions Building Fund in FY 2002. These funds were reappropriated from FY 2001.

Larned Correctional Mental Health Facility

Rehabilitation & Repair. For ongoing rehabilitation and repair projects, the Governor recommends \$177,790 from the Correctional Institutions Building Fund in FY 2002. Of this total, \$98,473 is dedicated to the relocation of the Chemical Dependency Recovery Program from Larned State Hospital to the Facility's West Unit.

Norton Correctional Facility

Rehabilitation & Repair. For ongoing rehabilitation and repair projects, the Governor recommends \$312,013 from the Correctional Institutions Building Fund in FY 2002.

Topeka Correctional Facility

Rehabilitation & Repair. The Governor recommends \$734,419 from the Correctional

Institutions Building Fund for ongoing rehabilitation and repair projects in FY 2002. These funds were reappropriated from FY 2001.

Winfield Correctional Facility

Rehabilitation & Repair. For ongoing rehabilitation and repair projects, the Governor recommends \$95,812 from the Correctional Institutions Building Fund in FY 2002.

Adjutant General

Armory Repair & Debt Service. The Governor recommends \$195,000 in FY 2002 and \$197,124 in FY 2003 from the State General Fund to finance the debt service payment associated with the issuance of bonds in both years for the rehabilitation and repair of the 58 statewide armories. Of the \$195,000 in FY 2002, \$100,000 will be used for debt service principal and \$95,000 will be used for debt service interest. Of the recommended amount in FY 2003, \$105,000 will be used to fund debt service principal and \$92,124 will be used for debt service interest.

Highway Patrol

Training Center Debt Service. The Governor recommends \$345,000 in FY 2002 from the Highway Patrol Training Center Fund to finance debt service on the Training Center in Salina and \$365,000 in FY 2003. This amount is the principal portion of the debt, which was incurred in FY 1993 for purchase of the Training Center.

Rehabilitation, Repair, & Scale Replacement. The Governor recommends \$263,701 in FY 2002 and an additional \$270,249 in FY 2003 for facility rehabilitation, repair, and scale replacement for motor carrier inspection ports across the state and at the Training Center in Salina. Of these amounts, \$50,000 each year comes from the Highway Patrol Training Center Fund, with the remainder coming from the Motor Carrier Inspection Fund.

Port Modernization. An amount of \$110,872 is recommended from the Motor Carrier Inspection Fund by the Governor in FY 2003 for port modernization.

These funds will go to rebuild those weigh-stations located on Interstate 70 and Interstate 35 as well as alleviate some ingress and egress issues at the ports.

Kansas Bureau of Investigation

Rehabilitation & Repair. The Governor recommends \$373,329 for FY 2002 for rehabilitation and repair projects at the agency's facilities across the state. Of the recommended amount, \$30,000 is from the State General Fund, \$50,000 is from the State Forfeiture Fund, and \$293,329 is from the Remodel Great Bend Facility Fund. The Governor's budget recommendation will allow for routine maintenance activities as well as unanticipated repairs.

Headquarters Building Debt Service. The Governor recommends \$190,000 and \$205,000 from the State General Fund to finance the debt service principal payments on the headquarters building in Topeka in FY 2002 and FY 2003, respectively. In addition, \$116,703 for FY 2002 and \$106,575 for FY 2003 are included in the agency's operating budget to finance the interest portion on the debt service payments for these two fiscal years.

Juvenile Justice Authority

Rehabilitation & Repair—Juvenile Correctional Facilities. The Governor recommends \$973,356 from the State Institutions Building Fund for rehabilitation projects of the state's four juvenile correctional facilities for FY 2003. The recommendation for FY 2002 includes a \$33,024 reappropriation from FY 2001. Projects at the Atchison, Beloit, and Topeka facilities include installation of additional security lighting and fire systems and road repavement. A total of \$1,033,024 is included for rehabilitation projects in FY 2002.

Facility Expansion. A total of \$21,677 from the State Institutions Building Fund is recommended by the Governor to continue planning efforts for facility expansion and construction in FY 2002, with the entire amount reappropriated from FY 2001.

Debt Service. The Governor recommends \$1,550,000 from the State Institutions Building Fund for payment

of the principal portion of revenue bonds issued for facility construction and expansion of the juvenile correctional facilities. A total of \$1,305,000 is recommended for the FY 2002 principal payment. Bonds have been issued in FY 2002 to build a 225-bed facility adjacent to the Topeka Juvenile Correctional Facility, a 152-bed facility at Larned, and to convert a living unit at the Beloit Facility to maximum-security rooms.

The 2000 Legislature recommended a total of \$60.0 million for the new facilities and the Beloit project. This total includes \$5.5 million from the Violent Offender Incarceration/Truth-in-Sentencing federal grant, \$4.5 million from the State Institutions Building Fund as well as \$50.0 million in bonds. Of those amounts, a total of \$3,999,362 from the State Institutions Building Fund reappropriated from FY 2001, along with the entire Violent Offender Incarceration/Truth-in-Sentencing grant. Interest payments totaling \$1,844,028 from the State Institutions Building Fund will be made in FY 2003. Estimated completion dates are December 2001 for the Beloit project, December 2002 for the Larned project, and March 2004 for the Topeka project.

Agriculture & Natural Resources

Kansas State Fair

Rehabilitation & Repair. For FY 2002, the Governor recommends \$601,123 from the State Fair Capital Improvements Fund for various rehabilitation and repair projects on the State Fairgrounds in Hutchinson. For FY 2003, the Governor recommends \$170,530 from the State General Fund for rehabilitation and repair projects.

Master Plan Improvements. For FY 2002, the Governor recommends that the Kansas Development Finance Authority issue bonds up to \$29.0 million for capital improvements for the Kansas State Fair. The financing will allow the State Fair Board to make extensive improvements to the Fairgrounds in Hutchinson, as specified in the Board's capital improvement master plan. The agency requested, and in September 2001 the State Finance Council

authorized, \$17.5 million of the \$29.0 million, plus issuance costs, be issued at that time, for a total of \$17,860,000. For FY 2002 and FY 2003, the local government will fund the debt service principal payments of approximately \$27,775 and \$696,546, respectively.

Meadowlark Building Air Conditioning. For FY 2003, the Governor recommends \$300,000 to be funded from the State Fair Capital Improvements Fund and \$129,470 from the State General Fund for installation of air conditioning in the Meadowlark Building. The agency received a grant of \$100,000 from the Kansas Department of Commerce and Housing for this project in FY 2002.

This building, formerly known as the Industrial Building, is a 40,800 square foot building that is used for a variety of activities. During the Fair, it houses over 200 commercial exhibitors. During non-Fair periods, it is used for monthly flea markets, a Home and Garden Show, automobile sales, and company picnics. The majority of these non-Fair activities occur from October through early May because of a lack of air conditioning.

Department of Wildlife & Parks

The Governor's recommendation continues capital improvement projects for the Department of Wildlife and Parks for FY 2002, with estimated expenditures of \$11,703,800 from all funding sources. Included among the FY 2002 recommended expenditures are projects financed by the State General Fund totaling \$381,968. For FY 2003, the Governor recommends expenditures of \$4,423,735 for capital improvements from all funding sources, including special revenue and federal funds.

Rehabilitation & Repair. The Governor continues efforts to ensure that the state's parks, public lands, and wildlife areas are in good repair and are accessible to all visitors. For FY 2002, an amount of \$4,869,835 from all funding sources is recommended for rehabilitation and repair, and in FY 2003, the recommendation is \$2,672,035 from all funding sources. There are several categories of rehabilitation and repair that are emphasized. These categories are general rehabilitation and repair, ADA accessibility, and road and bridge maintenance.

General rehabilitation and repair includes maintenance on any facility managed by the Department. For FY 2002, the Governor recommends a total of \$1,332,815 from all funding sources for general rehabilitation and repair. Of the total, \$41,359 is from the State General Fund, \$91,402 is from the Park Fee Fund, and \$1,200,054 is from the Wildlife Fee Fund. For FY 2003, the total for rehabilitation and repair is \$970,035. The mix of financing will be the Land and Water Conservation Fund (\$149,242), the Federal Fund (\$50,000), the Wildlife Fee Fund (\$504,150), and the Park Fee Fund (\$266,643).

Of the total amount recommended for rehabilitation and repair in FY 2002, the Governor includes financing specifically for ADA accessibility of \$89,000 from the Wildlife Fee Fund and \$30,000 from the Federal Fund National Recreational Trails Account. The Governor's recommendation for FY 2003 is \$307,000, of which \$103,500 is from the Land and Water Conservation Fund, \$100,000 is from the Wildlife Fee Fund, and \$103,500 is from the Park Fee Fund.

Another category of rehabilitation and repair is for road and bridge maintenance. This category is focused on ensuring that access roads and bridges in state parks, public lands, wildlife areas, and other facilities managed by the Department are safe. To ensure the safety of users, the Governor recommends \$2,751,097 from the State Highway Fund for FY 2002. Of the total, \$2,143,865 is for access roads and \$607,232 is for bridges. The Governor's budget recommendation for FY 2003 totals \$1,700,000 from the State Highway Fund, of which \$1,500,000 is for roads and \$200,000 is for bridges.

Boating Access & Development. In recognition of the United States Fish and Wildlife Service's mandate to provide boating access in Kansas, the Governor recommends expenditures for boating access and development of \$2,941,891 for FY 2002 and \$801,700 in FY 2003 from the Wildlife Fee Fund.

Land/Wetland Acquisition & Development. The Department of Wildlife and Parks acquires and develops both land and wetlands in Kansas to provide public access to all citizens for wildlife viewing, habitat preservation, hunting, and other recreational opportunities. In recognition of the need for enhanced recreational activities, the Governor recommends an

amount of \$1,732,567 from special revenue funds for both land and wetlands acquisition, development, and rehabilitation in FY 2002. Included in the total is \$932,567 for land and \$800,000 for wetlands. Financing for land is from the Wildlife Conservation Fund. Financing for wetlands includes \$100,000 from the Migratory Waterfowl Propagation and Protection Fund and \$600,000 from the Wildlife Conservation Fund. In addition, \$132,747 from Wildlife Fee Fund is specifically for Playa Lake development.

In FY 2003, the Governor recommends a total of \$950,000 for both land and wetlands development. The recommendation includes \$500,000 from the Wildlife Fee Fund for land. It also includes \$450,000 for wetlands, of which \$350,000 is from the Wildlife Conservation Fund and \$100,000 is from the Migratory Waterfowl Propagation and Protection Fund.

Continuation of Other Projects Approved for FY 2001. Because of the long-term nature of capital improvements, it is common for some projects to encompass multiple fiscal years. The Department has four such projects, which include angler facilities improvements, flood damage repair, Milford Wetlands development, and the Parks 2000 Initiative. The Governor has included financing for each of these projects.

A total of \$256,814 from the Wildlife Fee Fund is provided for improving angler facilities in Kansas in FY 2002. The recommended financing will be used to improve boating and fishing access throughout the Department's water-based facilities. The projects will include ADA compliance, improved lighting, parking lots, ramps, trash collection sites, and bathroom facilities.

For state fishing lake dam repair, the Governor has recommended a total of \$1,269,359 from the Land and Water Conservation Fund. For ongoing development of the Milford Wetlands, the Governor has included \$340,609 from the State General Fund. The Governor first recommended development of the Milford Reservoir Wetlands in FY 1999. The recommendation included \$361,512 from the State General Fund to provide the match for \$1,263,306 in federal funds to develop wetlands specifically at Milford Reservoir. In FY 1999, \$20,903 from the State General Fund financing was expended.

The overall estimated cost to develop Milford Reservoir Wetlands is \$5.0 million and includes three phases. The first phase is financed through a combination of monies from the State General Fund and federal funds through the U.S. Corp of Engineers, as discussed above. The remaining two phases are estimated to cost \$2.9 million, of which \$888,488 is from a combination of state funds and monies from private gifts and donations.

For the Parks 2000 Initiative, the Governor recommends \$291,925 from the State Budget Stabilization Fund in FY 2002. Five years ago, the Governor recommended the Parks 2000 Initiative. Beginning in FY 1999, this major capital improvement plan for state parks was appropriated \$10.0 million from the State Budget Stabilization Fund. Project design and the first phase of actual construction were completed during FY 1999 at a total cost of \$4,225,128. The second phase of construction was carried out in FY 2000 at a cost of \$4,393,840. The third phase of the Initiative was completed in FY 2001 at a cost of \$1,168,854. The remaining projects will be completed in FY 2002 at a cost of \$291,925. The Parks 2000 Initiative will restore, preserve, and enhance the state's park system.

Transportation

Kansas Department of Transportation

The Governor recommends \$459.6 million in FY 2002 and \$729.3 million in FY 2003 for Department of

Transportation capital improvement projects. Included in the recommendation are \$94.6 million from the State General Fund in FY 2002. The table below details the recommendation by major expenditure classification.

	<u>FY 2002</u>	<u>FY 2003</u>
Routine Maintenance	107,181	111,232
Substantial Maintenance	188,821	183,617
Major Mods./Priority Bridge	557,076	445,270
System Enhancements	117,084	98,816
Total	\$970,162	\$838,935

Included in the FY 2002 budget are funds for rehabilitation and repair projects, replacement of deteriorated roofs on agency facilities, construction of replacement chemical storage buildings for use by the area and sub-area shops, replacement of deteriorated equipment storage sheds at the area and sub-area shops, and the building of remote chemical storage facilities to reduce loading times for maintenance equipment. Also included are funds to repair the District Three Shop in Norton, District Materials Laboratory in Topeka, and the sub-area Shop in Sedan. Funds are also planned for the construction of a sub-area shop in Salina that is to be built on land purchased for this purpose in FY 2002.

Expenditures for Capital Improvements by Project

	FY 2001 Actual	FY 2002 Gov. Estimate	FY 2003 Base Budget	FY 2003 Enhance. Pkg.	FY 2003 Gov. Rec.
Educational Building Fund					
Board of Regents					
Rehabilitation & Repair	--	--	10,000,000	--	10,000,000
Crumbling Classrooms--Principal	8,465,000	8,850,000	9,280,000	--	9,280,000
Emporia State University					
Rehabilitation & Repair	501,967	941,889	--	--	--
Fort Hays State University					
Rehabilitation & Repair	670,263	888,772	--	--	--
Kansas State University					
Rehabilitation & Repair	1,951,386	2,998,000	--	--	--
KSU--ESARP					
Grain Science Center	--	3,000,000	--	--	--
Pittsburg State University					
Rehabilitation & Repair	372,991	1,314,675	--	--	--
ANG/Armory Student Rec. Center	--	410,000	--	--	--
University of Kansas					
Rehabilitation & Repair	1,706,063	5,709,047	--	--	--
KU Medical Center					
Rehabilitation & Repair	1,541,888	2,157,754	--	--	--
Addition to Research Support Fac.	25,365	603,190	--	--	--
Wichita State University					
Rehabilitation & Repair	908,188	2,910,117	557,386	--	--
Subtotal--Educational Building Fund	16,143,111	29,783,444	19,837,386	--	19,280,000
Crumbling Classrooms--Interest	6,535,000	6,150,000	5,720,000	--	5,720,000
Total--EBF	\$ 22,678,111	\$ 35,933,444	\$ 25,557,386	\$ --	\$ 25,000,000
State Institutions Building Fund					
Social & Rehabilitation Services					
Rehabilitation & Repair	--	--	1,148,322	--	--
Institutional Rehabilitation & Repair	656,073	3,706,950	4,013,605	--	3,500,000
Additional Rehab.--Larned SH	--	--	2,535,023	12,615,584	--
New State Security Hospital	--	--	--	53,551,911	--
Temp. Housing for Sex. Predators	750,000	3,975,330	--	--	356,306
Kansas Neurological Institute					
Rehabilitation & Repair	417,247	--	--	--	--

Expenditures for Capital Improvements by Project

	FY 2001 <u>Actual</u>	FY 2002 <u>Gov. Estimate</u>	FY 2003 <u>Base Budget</u>	FY 2003 <u>Enhance. Pkg.</u>	FY 2003 <u>Gov. Rec.</u>
Larned State Hospital					
Rehabilitation & Repair	1,649,790	471,607	--	--	--
Osawatomie State Hospital					
Rehabilitation & Repair	739,850	15,026	--	--	--
Parsons State Hospital					
Rehabilitation & Repair	773,832	20,958	--	--	--
Rainbow Mental Health Facility					
Rehabilitation & Repair	2,396	2,604	--	--	--
Commission on Veterans' Affairs					
Rehabilitation & Repair	482,866	179,008	2,614,483		247,733
Veterans' Cemeteries	463,826	--	--	--	--
Facility Improvements	--	--	557,942	--	557,942
School For the Blind					
Rehabilitation & Repair	172,507	142,556	59,435	--	59,435
Bleacher Construction	43,759	6,242	--	--	--
Dining Room & Dorm Renovation	--	102,915	--	--	--
Residence Hall Renov. Contingency	--	4,192	--	--	--
Fire Alarm Upgrade	784	77,606	--	--	--
School for the Deaf					
Rehabilitation & Repair	262,465	297,471	120,000	45,000	165,000
Install Auditorium A/C	--	55,942	--	--	--
Asbestos Removal	2,490	481	--	--	--
Elementary School Site Imp.	549	4,097	--	--	--
Foltz Gym Roof	--	75,705	--	--	--
New Educational Meeting Facility	--	--	--	290,835	--
Parks-Bilger/Taylor Gym Roof	--	--	--	139,885	--
Pool & Laundry Roof Replacement	49,151	150,849	--	--	--
Pool Repair	--	58,718	--	--	--
Purchase Football Field and Housing	--	--	--	100,000	--
Renovate Dormitory	--	384,686	--	327,792	327,792
Roberts Building Renovation	324,987	42,999	--	--	--
Juvenile Justice Authority					
Rehabilitation & Repair	89	1,033,024	1,050,000	1,575,887	973,356
Facility Construction & Expansion	500,639	3,999,362	--	--	--
Facility Expansion	778,826	21,677	--	--	--
Debt Service--Larned and Topeka	--	1,305,000	1,550,000	--	1,550,000
Beloit Juvenile Correctional Facility					
Rehabilitation & Repair	205,156	--	--	--	--
Topeka Juvenile Correctional Facility					
Rehabilitation & Repair	212,744	184,827	--	--	--

Expenditures for Capital Improvements by Project

	FY 2001 Actual	FY 2002 Gov. Estimate	FY 2003 Base Budget	FY 2003 Enhance. Pkg.	FY 2003 Gov. Rec.
Atchison Juvenile Correctional Facility Rehabilitation & Repair	367,000	--	--	--	--
Subtotal--SIBF	8,857,026	16,319,832	13,648,810	68,646,894	7,737,564
Juvenile Justice Projects--Interest	--	847,038	1,844,028	--	1,844,028
Total--SIBF	\$ 8,857,026	\$ 17,166,870	\$ 15,492,838	\$ 68,646,894	\$ 9,581,592

Correctional Institutions Building Fund

Department of Corrections Rehabilitation & Repair	74,666	4,138,483	3,457,528	--	3,457,528
Debt Service--Const. & Other Projs.	1,000,000	1,542,472	1,542,472	--	1,542,472
El Dorado Correctional Facility Rehabilitation & Repair	20,283	103,756	--	--	--
Ellsworth Correctional Facility Rehabilitation & Repair	27,994	58,315	--	--	--
Hutchinson Correctional Facility Rehabilitation & Repair	644,639	580,372	--	--	--
Lansing Correctional Facility Rehabilitation & Repair	1,400,296	543,812	--	--	--
New Maintenance Shop Building	--	--	--	631,948	--
Larned Correctional Facility Rehabilitation & Repair	21,249	79,317	--	--	--
CDRU New Unit	201,527	98,473	--	--	--
Norton Correctional Facility Rehabilitation & Repair	157,572	312,013	--	--	--
Topeka Correctional Facility Rehabilitation & Repair	205,296	734,419	--	--	--
Winfield Correctional Facility Rehabilitation & Repair	90,814	95,812	--	--	--
Total--CIBF	\$ 3,844,336	\$ 8,287,244	\$ 5,000,000	\$ 631,948	\$ 5,000,000

State General Fund

Department of Administration Rehabilitation & Repair	45,404	125,000	--	180,000	--
Ad Astra Cap. Dome Reinforce.	--	--	--	750,000	--
Dillon House Repairs	--	--	--	84,000	--

Expenditures for Capital Improvements by Project

	FY 2001 <u>Actual</u>	FY 2002 <u>Gov. Estimate</u>	FY 2003 <u>Base Budget</u>	FY 2003 <u>Enhance. Pkg.</u>	FY 2003 <u>Gov. Rec.</u>
Energy Conservation Imp. Program	1,975,000	2,080,000	1,750,000	--	1,750,000
Judicial Center Improvements	--	25,000	55,000	--	40,000
Judicial Center Improvements	--	124,730	--	872,000	--
Judicial Center Rehab. & Repair	--	100,000	100,000	--	75,000
Judicial Ctr. Renov. of AG's Space	--	95,000	--	--	--
Statehouse Cmte. Rm. Remodeling	49,780	--	--	--	--
Statehouse Fire/Security Install.	--	118,616	--	--	--
Statehouse Grounds & Fac. Imps.	6,600	381,507	--	--	--
Statehouse Improvements	--	400,000	555,000	935,000	815,000
Judiciary					
Renovation of Chambers	--	--	--	--	114,400
Social & Rehabilitation Services					
Rehab. & Repair at State Hospitals	--	--	--	27,240,881	--
Osawatomie State Hospital					
Rehabilitation & Repair	14,902	--	--	--	--
Department of Human Resources					
Capital Operating Expenditures	--	--	66,800	--	--
Emporia State University					
William Allen White Renovation	--	--	--	334,921	--
Fort Hays State University					
McCartney Hall Renovation	--	--	--	295,000	--
Kansas State University					
Aeronautical Center Lease	189,446	189,446	189,446	--	189,446
Pittsburg State University					
ANG/Armory Student Rec. Center	--	--	--	1,825,400	--
University of Kansas					
Rehabilitation & Repair	1,469,319	--	--	--	--
Electrical Distribution Imps.	--	--	--	4,140,000	--
KU Medical Center					
Applegate Energy Center	--	--	--	13,972,000	--
Wichita State University					
Rehabilitation & Repair	25,800	--	--	--	--
3-D Art and Graduate Painting Fac.	--	--	--	485,925	--
Historical Society					
Rehabilitation & Repair	385,185	129,381	75,000	188,500	--
Hist. Sites Preservation and Devel.	--	--	--	948,207	--
Museum ADA Alarms and Signs	--	--	--	53,375	--

Expenditures for Capital Improvements by Project

	FY 2001 Actual	FY 2002 Gov. Estimate	FY 2003 Base Budget	FY 2003 Enhance. Pkg.	FY 2003 Gov. Rec.
Department of Corrections					
Rehabilitation & Repair	--	--	--	1,542,472	--
Debt Service--ECF	1,020,000	665,000	1,255,000	--	1,255,000
Debt Service--EDCF Site Utilities	--	--	1,256,000	--	1,256,000
Debt Serv.--Labette Conserv. Camp	110,000	115,000	115,000	--	115,000
Debt Serv.--RDU Reloc. Bond Issue	510,000	530,000	545,000	--	545,000
Debt Service--Rev. Refund. Bond	4,245,000	3,724,000	3,645,000	--	3,645,000
Debt Serv.--TCF & LCF Bond Issue	--	820,000	860,000	--	860,000
Debt Service--Wichita Work Release	125,000	130,000	140,000	--	140,000
Ellsworth Correctional Facility					
200-Bed Medium Security Unit	519,017	98,736	--	--	--
Hutchinson Correctional Facility					
New Industries Building	--	--	--	673,520	--
Control Center & Armory Reloc.	--	--	--	74,632	--
Larned Correctional Facility					
Construct New Warehouse	--	--	--	339,677	--
Norton Correctional Facility					
Medium Security Dining Area	--	--	--	475,956	--
New Warehouse and Maint. Shop	--	--	--	753,750	--
Topeka Correctional Facility					
Rehabilitation & Repair	20,708	--	--	--	--
Industries Building	--	--	--	416,848	--
Adjutant General					
Reroof Armories	9,815	--	--	--	--
Armory Repair--Debt Service	--	100,000	105,000	--	105,000
Kansas Bureau of Investigation					
Rehabilitation & Repair	15,000	30,000	--	--	--
Headquarters Bldg.--Debt Service	180,000	190,000	205,000	--	205,000
State Fair					
ADA Improvements	150,000	--	--	--	--
Rehabilitation & Repair	300,000	--	300,000	--	300,000
Department of Wildlife and Parks					
Rehabilitation & Repair	44,589	6,359	--	--	--
Crawford State Lake Sewer Repair	--	35,000	--	--	--
Steve Lloyd Wetland Development	--	340,609	--	--	--
Rehab. & Repair--Parks Imps.	--	--	--	350,758	--
Department of Transportation					
Construction Contracts	51,708,599	94,558,506	148,999,858	--	--
Total--State General Fund	\$ 63,119,164	\$ 105,111,890	\$ 160,217,104	\$ 56,932,822	\$ 11,409,846

Expenditures for Capital Improvements by Project

	FY 2001 Actual	FY 2002 Gov. Estimate	FY 2003 Base Budget	FY 2003 Enhance. Pkg.	FY 2003 Gov. Rec.
Regents Restricted Funds					
Board of Regents					
Rehabilitation & Repair	209,025	--	--	--	--
Emporia State University					
Men's Dormitories	35,000	40,000	45,000	--	45,000
Residence Hall Debt Service	170,000	180,000	190,000	--	190,000
Student Rec. Building Debt Serv.	--	90,000	95,000	--	95,000
Student Union Renovation	131,000	131,000	131,000	--	131,000
Restricted Use Capital Projects	4,245,520	2,407,908	--	--	--
Fort Hays State University					
Student Housing Debt Service	180,000	195,000	195,000	--	195,000
Restricted Use Capital Projects	1,055,708	1,027,680	--	--	--
Kansas State University					
Food Safety & Sec. Research Fac.	--	--	3,000,000	--	3,000,000
Parking Improvements	382,408	800,000	775,000	--	775,000
Restricted Use Capital Projects	11,675,039	--	--	--	--
University Debt Service	2,070,455	2,283,395	2,343,024	--	2,343,024
KSU--ESARP					
Horticulture-Forestry Res. & Ed. Ctr.	--	1,000,000	--	--	--
Pittsburg State University					
Jack H. Overman Student Center	--	350,000	1,333,000	--	1,333,000
Horace Mann Debt Service	105,530	121,750	138,390	--	138,390
Overman Student Center Debt Serv.	199,470	198,250	196,610	--	196,610
Restricted Use Capital Projects	1,579,723	--	--	--	--
University of Kansas					
Rehabilitation & Repair	907,459	1,428,958	--	--	--
Athletic Strength Center Expansion	45,190	1,098,386	--	--	--
Budig Hall Construction	89,900	891,536	--	--	--
Child Care Facility Construction	149,845	47,529	--	--	--
Dole Institute Construction	26,480	7,689,542	--	--	--
Equipment for Bioreseach Facility	--	--	--	5,000,000	--
Parking Improvements	583,137	458,594	252,000	--	252,000
Residence Hall Renovations	826,330	540,000	--	--	--
Robinson Gymnasium Renovation	230,995	257,828	--	--	--
Student Union Renovation	34,910	34,910	--	--	--
Restricted Use Capital Projects	5,214,124	--	--	--	--
University Debt Service	2,045,000	3,150,000	2,535,000	--	2,535,000
KU Medical Center					
Wahl Hall Renovation	--	900,000	1,200,000	--	1,200,000
Ctr. for Health in Aging Debt Serv.	90,000	100,000	105,000	--	105,000

Expenditures for Capital Improvements by Project

	FY 2001 <u>Actual</u>	FY 2002 <u>Gov. Estimate</u>	FY 2003 <u>Base Budget</u>	FY 2003 <u>Enhance. Pkg.</u>	FY 2003 <u>Gov. Rec.</u>
Parking Lot Improvements	485,750	459,267	449,664	--	449,664
Center for Health in Aging	558,795	147,205	--	--	--
Nursing Educ. Bldg. Construction	2,865	4,876	--	--	--
Restricted Use Capital Projects	971,123	--	--	--	--
Addition to Research Support Fac.	--	--	400,000	--	--
Wichita State University					
Housing System Rehab. & Repair	673,006	341,387	--	--	--
Parking & Housing--Debt Service	--	570,000	600,000	--	600,000
Parking Improvements	109,000	578,613	200,000	--	200,000
Restricted Use Capital Projects	1,269,111	--	--	--	--
Total--Regents Rest. Funds	\$ 36,351,898	\$ 27,523,614	\$ 14,183,688	\$ 5,000,000	\$ 13,783,688

Special Revenue Funds

Department of Administration					
9th Street Parking for the Disabled	--	70,000	--	--	--
Executive Mansion Gifts Projects	325,996	--	--	--	--
History Center Repair of Defects	106,330	--	--	--	--
Judicial Center Improvements	--	77,970	--	--	--
Memorial Hall Parking	--	52,000	--	--	--
Paint & Grounds Shop Debt Service	4,395	14,002	15,315	--	15,315
Repairs for State Parking Lots	--	95,000	95,000	--	95,000
State Elevator Renovation	21,403	43,897	--	--	--
State Fair Repair of Defects	4,880	--	--	--	--
Statehouse Fire Alarm & Sec. Sys.	--	105,499	--	--	--
Statehouse Grounds & Fac. Imps.	27,861	94,490	--	--	--
Topeka St. Hosp. Mem. Cemetery	--	--	--	20,000	20,000
Department of Commerce & Housing					
Goodland Info. Ctr. Rehab. & Repair	--	100,000	--	--	--
Travel Info. Ctrs. Rehab. & Repair	19,060	15,000	15,000	--	15,000
Insurance Department					
Rehabilitation & Repair	169,169	37,000	20,000	--	20,000
Insurance Building Debt Service	115,000	120,000	130,000	--	130,000
Social & Rehabilitation Services					
Chanute Area Office Rehab. & Rep.	166,000	166,000	300,000	--	300,000
Department of Human Resources					
Rehabilitation & Repair	52,846	50,000	50,000	--	50,000
Building Renovation	--	120,862	63,200	--	130,000
Debt Service for 1430 SW Topeka	--	--	55,000	--	55,000
Bond Issuance for New Building	--	--	125,000	--	--
Planning Money for New Building	--	--	--	--	210,000
Commission on Veterans' Affairs					
Facility Improvements	--	--	1,036,178	--	1,036,178
Veterans' Cemeteries	--	3,980,862	7,619,920	--	7,619,920

Expenditures for Capital Improvements by Project

	<u>FY 2001</u> <u>Actual</u>	<u>FY 2002</u> <u>Gov. Estimate</u>	<u>FY 2003</u> <u>Base Budget</u>	<u>FY 2003</u> <u>Enhance. Pkg.</u>	<u>FY 2003</u> <u>Gov. Rec.</u>
Emporia State University					
Parking Lot Improvements	19,184	90,000	90,000	--	90,000
William Allen White Renovation	394,170	394,170	394,170	--	394,170
Fort Hays State University					
Parking Improvements	213,816	300,000	300,000	--	300,000
KSU--ESARP					
Construct Grain Science Center	--	4,000,000	4,000,000	--	4,000,000
Pittsburg State University					
ANG/Armory Student Rec. Center	--	--	1,000,000	--	1,000,000
Parking Lot Improvements	187,255	200,000	200,000	--	200,000
Student Health Ctr. Improvements	--	100,000	550,000	--	550,000
Student Housing Improvements	567,747	1,836,000	1,250,000	--	1,250,000
Historical Society					
Rehabilitation & Repair	207,913	156,092	221,092	--	221,092
Department of Corrections					
Debt Service--Rev. Refund. Bonds	--	757,528	757,528	--	757,528
Corr. Industries--Rehab. and Repair	--	--	302,000	--	302,000
Debt Service--EDCF Site Utilities	1,130,000	1,180,000	619,000	--	619,000
Ellsworth Correctional Facility					
200-Bed Medium Security Unit	4,671,096	3,905,936	--	--	--
Hutchinson Correctional Facility					
Rehabilitation & Repair	30,299	--	--	--	--
Juvenile Justice Authority					
Facility Construction and Expansion	--	5,500,000	--	--	--
Osawatomie State Hospital					
Rehabilitation & Repair	128	--	--	--	--
Adjutant General					
Reroof Armories	1,645,304	--	--	--	--
Kansas Bureau of Investigation					
Rehabilitation & Repair	--	50,000	--	--	--
Remodel Great Bend Facility	--	293,329	--	--	--
Highway Patrol					
Rehabilitation & Repair	177,322	263,701	270,249	--	270,249
Training Center--Debt Service	325,000	345,000	365,000	--	365,000
Port Modernization	--	--	110,872	--	110,872

Expenditures for Capital Improvements by Project

	FY 2001 Actual	FY 2002 Gov. Estimate	FY 2003 Base Budget	FY 2003 Enhance. Pkg.	FY 2003 Gov. Rec.
State Fair					
Rehabilitation & Repair	27,944	601,123	15,497	--	15,497
Master Plan Debt Service	--	27,775	696,546	--	696,546
Meadowlark Building AC	--	--	284,503	--	284,503
Department of Wildlife & Parks					
Rehabilitation & Repair	1,603,604	2,038,179	467,885	--	467,885
Rehab. & Repair--Parks Imps.	--	--	--	350,758	--
Rehab. & Repair--Public Lands	--	--	--	498,650	504,150
Crawford State Lake Sewer Repair	--	40,000	--	--	--
Motorboat Access	835,585	3,198,705	801,700	--	801,700
Wetlands Acquisition & Devel.	139,165	800,000	450,000	--	450,000
Land Acquisition	74,602	932,567	500,000	--	500,000
Roads Maintenance	1,001,306	2,143,865	1,500,000	--	1,500,000
Bridge Maintenance	94,887	607,232	200,000	--	200,000
River Access	--	--	--	100,000	--
Remodel Engineering Office	--	--	--	33,876	--
Parks 2000	1,168,854	291,925	--	--	--
State Fishing Lake Dam Repair	1,109,484	1,269,359	--	--	--
Total--Spec. Revenue Funds	\$ 16,637,605	\$ 36,465,068	\$ 24,870,655	\$ 1,003,284	\$ 25,546,605
State Highway Fund					
Department of Transportation					
Design Contracts	50,879,146	48,000,000	50,500,000	--	50,500,000
Construction Operations	52,109,477	57,097,092	58,517,226	--	59,243,486
Construction Contracts	77,776,473	63,377,494	300,122,892	--	449,122,750
City/County Construction	72,578,129	140,054,960	116,676,640	--	116,676,640
Debt Service	42,945,000	45,095,000	47,405,000	--	47,405,000
KDOT Buildings--Rehab. & Repair	3,656,247	11,429,035	7,616,377	--	6,356,185
Total--State Highway Fund	\$ 299,944,472	\$ 365,053,581	\$ 580,838,135	\$ --	\$ 729,304,061
Total--Statewide Cap. Imps.	\$ 444,897,612	\$ 588,544,673	\$ 818,595,778	\$ 132,214,948	\$ 812,061,764
Department of Administration					
Rehabilitation & Repair	28,000	281,776	75,000	125,000	200,000
Capitol Complex Tunnels	--	--	--	345,500	345,500
Docking 11th Floor Re-Roofing	--	106,000	--	--	--
Docking Bldg. Assessment Study	--	--	--	250,000	250,000
Docking Elec. Equip. Cond. Survey	--	--	--	40,000	40,000
Docking Fire Suppression System	--	50,000	--	--	--
Docking Renovation	155,000	--	--	--	--
Energy Conservation Projects	143,700	149,300	--	--	--
Landon Bldg. Assessment Study	--	--	--	250,000	250,000
Landon Elec. Power System Study	--	180,000	--	--	--
Landon Fail Safe Power Supply	20,069	887,861	--	--	--

Expenditures for Capital Improvements by Project

	FY 2001 <u>Actual</u>	FY 2002 <u>Gov. Estimate</u>	FY 2003 <u>Base Budget</u>	FY 2003 <u>Enhance. Pkg.</u>	FY 2003 <u>Gov. Rec.</u>
Landon Fire Suppression System	--	50,000	--	--	--
Landon Security Improvements	33,870	30,000	--	--	--
Landon St. Off. Bldg.--Debt Service	901,773	922,197	936,920	--	936,920
Landon-Memorial Tunnel & Walkway	--	277,860	--	--	--
Landon-Statehouse Tunnel/Walkway	--	478,900	--	--	--
Mem. Hall Off. Bldg.--Debt Service	175,000	185,000	195,000	--	195,000
Motor Pool Shop--Debt Service	19,312	21,456	23,837	--	23,837
Printing Plant--Debt Service	130,963	131,621	138,676	--	138,676
State of Kansas Building Projects	--	--	315,000	--	315,000
Total--Off-Budget Expend.	\$ 1,607,687	\$ 3,751,971	\$ 1,684,433	\$ 1,010,500	\$ 2,694,933

Debt Service

Debt Policies & Practices

The State of Kansas uses debt instruments to finance a portion of its capital expenditures. The Kansas Development Finance Authority issues revenue bonds for most capital projects of state agencies, with the exception of the Kansas Department of Transportation, which issues debt to finance highway and other transportation projects. The Pooled Money Investment Board has issued loans for capital improvements in the past, but the debt for some of these is still outstanding. In addition, the Department of Administration administers a master lease purchase, third party financing program that can be used to acquire most types of capital equipment.

KDFA, an independent instrumentality of the state and not a state agency, was created in 1987 and charged by the Legislature with providing access to the capital markets to state agencies and other organizations. KDFA accomplishes this purpose in part by issuing debt to fund capital improvements and certain public purpose programs. KDFA has issued debt for local governmental projects, acquisition and renovation of state office space, construction and renovation of state university facilities, prison construction and expansion, energy conservation improvements, and the IMPACT business development program that is administered by the Kansas Department of Commerce and Housing.

Provisions in the *Kansas Constitution* allow for the issuance of general obligation bonds subject to certain restrictions. No bonds have been issued under these provisions for decades. No other provisions in the constitution or state law limit the amount of debt that can be issued for Kansas agencies. As of June 30, 2001, various state agencies had legislatively authorized but unissued debt of \$195,766,350. Although the amount of debt for financing capital improvement projects has increased in the past several years, it still constitutes a small part of the overall state budget. Of the 50 states, Kansas has been ranked among the lowest in per capita debt according to the *Statistical Abstract of the United States*. For this reason, the state has not needed financial control mechanisms, such as debt ceilings.

Ratings

Although the state has no general obligation debt, and thus no general obligation debt rating, many recent bond issues have been rated. The ratings for the most recently issued, fixed rate bonds issued by KDOT were Aa2, AA+, and AA by Moodys, Standard & Poor's, and Fitch, respectively. Standard & Poor's recently affirmed an issuer credit rating of AA+, first assigned to the state in 1997. Standard & Poor's credit rating reflects the state's general creditworthiness. Credit factors include continued economic diversification and growth despite softness in manufacturing and agriculture, a very low debt burden, conservative fiscal management that has maintained financial stability through a decline in revenue, and good liquidity ensured by statutory cash reserves.

Moodys has assigned an issuer rating of Aa1 to the State of Kansas. An initial rating, the Aa1, is an implicit general obligation rating that reflects the state's history of favorable financial management, the strength and stability of the Kansas economy, and low debt levels. The rating is based on a demonstrated trend of responding to budget pressure in a prompt manner and adjusting revenues and expenditures as needed in order to maintain structural budget balance. The rating also reflects the state's economy, which closely resembles that of the nation and has served as a source of strength and stability over the longer course of an economic cycle. In addition, the rating is based on the state's tradition of low to moderate debt levels with relatively low fixed costs.

Both ratings take into account the absence of general obligation debt, the fact that Kansas has a low total debt obligation in relation to the total state budget, an expanded and diversified economy which has demonstrated strong performance, declining unemployment compared to national trends, conservative fiscal management, sound financial operations, and ample statutory cash reserves.

Major Debt Financing

Comprehensive Highway Program. The Comprehensive Highway Program began in FY 1989.

The bonds issued to fund improvements under the program are being retired with motor fuel taxes, motor vehicle registration fees, and retail sales and compensating use taxes. Between FY 1989 and FY 1998, the Comprehensive Highway Program issued \$890.0 million in new bonds, which is the maximum authorized by statute.

Comprehensive Transportation Program. The 1999 Kansas Legislature approved the Comprehensive Transportation Program (CTP) to continue improving and developing transportation in Kansas, especially the State Highway System. As part of the CTP, the Secretary of Transportation is authorized to issue \$995.0 million in new bonds between FY 1999 and FY 2010. The 2001 Legislature approved an additional \$277.0 million of bonding authority for the CTP. Bonds issued under the CTP will be retired with revenues from increased motor fuel taxes, motor vehicle registration fees, and an increase in the sales tax transfer from the State General Fund. The first \$325.0 million in CTP bonds was issued in FY 2000. KDOT issued \$350.0 million in FY 2001. No portion of the remaining unissued debt of \$597.0 million is planned to be issued in FY 2002 or FY 2003.

Kansas Department of Health & Environment State Revolving Fund (SRF) Loan Programs. In 1988, the Kansas Legislature established the Kansas Water Pollution Control State Revolving Loan Fund (the "Clean Water SRF") to implement the state's participation under the Federal Clean Water Quality Act of 1987 through a program administered by the Kansas Department of Health and Environment. The Clean Water SRF provides loans to local governments to repair and enhance wastewater treatment plants. Since its inception, K DFA has issued \$430.2 million in bonds for this program.

In 1994, the Kansas Legislature established the Kansas Public Water Supply State Revolving Loan Fund (the "Drinking Water SRF") in anticipation of federal grant monies for a state revolving fund for safe drinking water projects. The Drinking Water SRF provides loans to local governments and other organizations, such as rural water districts, to expand or improve their drinking water infrastructure. Since its inception, K DFA has issued \$138.6 million in bonds for this program. For both the Clean Water and the Drinking Water SRFs, K DFA issues bonds to provide the

required 20.0 percent state match and to receive leveraged monies to create revolving loan pools for both programs.

Crumbling Classroom Initiative. The 1996 Kansas Legislature approved the Governor's Crumbling Classroom Initiative. Based on concerns for the aging buildings on the state's campuses, bonds have been issued to address a variety of rehabilitation and repair projects, new construction, and improvements to classrooms at the six state universities. With estimated interest earnings on the bonds, projects at the universities will total approximately \$176.0 million, nearly \$12.0 million higher than originally anticipated. The additional monies were allocated to the universities for new construction projects and major remodeling based on the standard rehabilitation and repair formula. The additional monies will allow more approved projects to be undertaken and financed from bond proceeds.

The first year's debt service was \$14.0 million in FY 1997 from capitalized interest. Revenues from the Educational Building Fund are used to pay debt service on the ongoing debt liability of \$15.0 million. Revenue projections for the Educational Building Fund indicate a reserve of monies will be available for emergencies or additional maintenance projects, as needs arise.

In November 1996, the first series of bonds totaling \$50.0 million were issued to provide funds to begin the projects. In November 1997, a second series of bonds in the amount of nearly \$110.3 million were issued. Prior to the issuance of bonds, the cashflow needs of the campuses were evaluated, and the cost of borrowing was compared to the inflation rate for construction costs.

Investments in Major Projects & Training (IMPACT) Program. The Kansas Department of Commerce and Housing's IMPACT Program was created in 1991. Since the program's inception, K DFA has issued a total of \$64.1 million in bonds for this program. The Kansas Legislature has authorized debt service to be paid from up to 1.0 percent of Kansas income tax withholding revenue. Bond proceeds finance grants to Kansas Basic Industries employers who remain in or relocate to Kansas, creating additional jobs in the state. Fifty projects

have been developed with 41 companies. It is estimated that 32,136 new jobs will be generated by the end of 2004.

Juvenile Justice Authority Facility Construction & Expansion Debt Service. The Governor recommends \$1,550,000 from the State Institutions Building Fund (SIBF) for the payment of the principal portion of revenue bonds issued for facility construction and expansion of the juvenile correctional facilities for FY 2003. Interest payments total \$1,844,028. Bonds have been issued in FY 2002 to build a 225-bed facility adjacent to the Topeka Juvenile Correctional Facility, a 152-bed facility at Larned, and to convert a living unit at the Beloit Facility to maximum-security rooms. The 2000 Legislature recommended \$60.0 million for the projects. This total includes \$5.5 million from the Violent Offender Incarceration/Truth-in-Sentencing federal grant, \$4.5 million from the SIBF, as well as \$50.0 million in bonds. The Larned Facility is scheduled to open in December 2002.

Kansas State Fair Master Plan Improvements. In FY 2002, the Kansas State Fair was authorized to issue bonds through the Kansas Development Finance Authority not to exceed \$29.0 million for capital improvements subject to State Finance Council approval. The financing will allow the State Fair Board to make extensive improvements to the Fairgrounds in Hutchinson, as specified in the Board's capital improvement master plan. In September 2001, the Finance Council approved the issuance of \$17.5 million of the \$29.0 million authorized, plus issuance costs, for a total of \$17,860,000. For FY 2002 and FY 2003, the local government will fund the debt service of approximately \$122,000 and \$479,000, respectively.

Kansas Department of Corrections. Since 1988, KDFA has bond series totaling \$229.7 million for the Department of Corrections. These bonds are secured by Lease Agreements between KDFA and DOC, which provide for payments to retire the bonds. At the end of FY 2003, the outstanding principal on these issues will be \$52.6 million.

Statehouse Renovation. The 2000 Legislature approved an issuance of bonds totaling \$40.0 million for renovation of the Statehouse, starting with the east wing and an underground parking garage on the north.

The first debt service payment of \$1,249,742 from the State General Fund occurs in FY 2002, just on \$16.0 million of the total, which was issued December 2000. The equivalent debt amount on the \$16.0 million already issued for FY 2003 is \$1,345,318, all from the State General Fund. In October 2001, the remaining \$24.0 million were issued. The Governor's recommendation adds \$1,827,830 to cover the debt on these bonds, also for FY 2003, bringing the total debt service to \$3,173,148. In addition, the State Finance Council, in December 2001, authorized the issuance of another \$15.0 million for the parking garage. This authorization brings the total debt outstanding on the project to \$55.0 million. The debt service on these additional bonds will need to be included in the FY 2004 budget.

State Facilities Conservation Improvement Program (SFCIP). The 1989 Legislature authorized KDFA to issue bonds to finance energy conservation projects at state facilities. Savings realized from participating organizations' energy conservation improvements are used to retire the bonds. Since its inception, KDFA has issued \$25.8 million in bonds for this program.

Beginning in 1998, the Department of Administration administers the SFCIP, an outgrowth of the Energy Conservation Improvements Program with two major improvements. First, the SFCIP uses a line of credit similar to the equipment lease purchase program, rather than aggregating projects for the issuance of bonds, allowing faster approval and implementation of specific projects. Second, it allows for improvement savings in areas other than gas and electric energy consumption, e.g., water, labor, and maintenance. The participating agency is responsible for repayment of the loan. The administrator of the program reports semiannually on approved projects and their repayment schedules to the Joint Committee on State Building Construction of the Kansas Legislature.

Agencies currently participating in the program include Regents institutions, SRS, the School for the Blind, and the Department of Corrections. The total amount presently borrowed is \$3,650,000. The funded projects are estimated to save approximately \$429,400 in operating costs annually. Agencies developing projects through the program include the Adjutant General and the Department of Administration.

Indebtedness of the State

	<u>FY 2000</u> <u>Actual</u>	<u>FY 2001</u> <u>Actual</u>	<u>FY 2002</u> <u>Estimate</u>	<u>FY 2003</u> <u>Estimate</u>	<u>Prin. Balance</u> <u>June 30, 2003</u> <u>Estimate</u>
Bonds					
Dept. of Administration*					
Principal	19,285,126	9,763,457	10,648,512	10,599,279	111,619,227
Interest	2,774,294	3,152,274	4,159,952	6,332,081	--
Dept. of Commerce & Housing					
Principal	4,865,000	5,275,000	7,560,000	7,715,000	60,320,000
Interest	2,476,721	2,149,428	2,873,263	3,033,216	--
Insurance Dept.					
Principal	105,000	115,000	120,000	130,000	725,000
Interest	73,265	66,948	59,925	52,483	--
Total--General Government	\$ 29,579,406	\$ 20,522,107	\$ 25,421,652	\$ 27,862,059	\$ 172,664,227
Dept. of Social & Rehabilitation Services					
Principal	300,000	315,000	5,655,000	--	--
Interest	382,258	366,058	174,209	--	--
Dept. of Human Resources					
Principal	--	--	--	25,000	1,695,000
Interest	--	--	--	107,448	--
Dept. of Health & Environment					
Principal	5,355,000	7,955,000	100,050,000	12,960,000	395,900,000
Interest	13,563,680	18,976,484	16,445,871	21,915,821	--
Total--Human Resources	\$ 19,600,938	\$ 27,612,542	\$ 122,325,080	\$ 35,008,269	\$ 397,595,000
Kansas Board of Regents					
Principal	8,110,000	37,700,000	9,000,000	9,360,000	108,498,238
Interest	6,889,680	6,533,340	6,752,762	5,636,989	--
Emporia State University					
Principal	411,000	336,000	441,000	461,000	4,812,578
Interest	118,383	104,210	215,970	201,313	--
Fort Hays State University					
Principal	255,000	2,031,000	195,000	205,000	1,905,000
Interest	162,270	125,613	138,762	127,520	--
Kansas State University					
Principal	7,277,254	8,480,000	2,100,000	2,145,000	21,520,000
Interest	1,314,843	1,387,593	1,160,680	1,131,908	--
Pittsburg State University					
Principal	200,000	305,000	320,000	335,000	8,890,000
Interest	477,983	467,264	453,875	439,385	--
University of Kansas					
Principal	1,315,000	7,626,000	2,470,000	2,535,000	32,700,000
Interest	1,731,483	1,877,018	1,641,862	1,646,301	--
University of Kansas Medical Center					
Principal	485,000	575,000	585,000	455,000	8,474,964
Interest	122,004	133,095	309,937	396,278	--
Wichita State University					
Principal	300,000	555,278	565,000	600,000	17,530,000
Interest	744,344	1,011,464	1,024,276	996,506	--
Total--Education	\$ 29,914,244	\$ 69,247,875	\$ 27,374,124	\$ 26,672,200	\$ 204,330,780
Adjutant General					
Principal	--	--	100,000	175,000	3,825,000
Interest	--	49,405	96,635	207,828	--

*Dept. of Administration includes the master lease for financing capital outlay equipment and bonds for energy conservation projects.

Indebtedness of the State

	<u>FY 2000</u> <u>Actual</u>	<u>FY 2001</u> <u>Actual</u>	<u>FY 2002</u> <u>Estimate</u>	<u>FY 2003</u> <u>Estimate</u>	<u>Prin. Balance</u> <u>June 30, 2003</u> <u>Estimate</u>
Dept. of Corrections					
Principal	7,335,000	8,140,000	31,195,000	10,735,000	52,600,000
Interest	3,538,680	3,908,206	2,941,034	2,794,238	--
Juvenile Justice Authority					
Principal	--	--	1,615,000	1,975,000	51,060,000
Interest	--	--	2,945,455	2,644,829	--
Highway Patrol					
Principal	305,000	325,000	415,000	385,000	2,215,000
Interest	244,350	227,645	199,435	117,363	--
Kansas Bureau of Investigation					
Principal	170,000	180,000	190,000	205,000	1,800,000
Interest	134,490	125,955	116,703	106,575	--
Total--Public Safety	\$ 11,727,520	\$ 12,956,211	\$ 39,814,262	\$ 19,345,833	\$ 111,500,000
State Fair Board					
Principal	--	--	--	--	17,570,000
Interest	--	--	--	1,105,514	--
Total--Agriculture & Natural Resources	\$ --	\$ --	\$ --	\$ 1,105,514	\$ 17,570,000
Dept. of Transportation					
Principal	40,945,000	42,945,000	45,095,000	48,920,000	1,332,180,000
Interest	53,217,484	66,596,152	69,853,247	71,571,431	--
Total--Transportation	\$ 94,162,484	\$ 109,541,152	\$ 114,948,247	\$ 120,491,431	\$1,332,180,000
Total					
Principal	\$ 97,018,380	\$ 132,621,735	\$ 218,319,512	\$ 109,920,279	\$ 2,235,840,007
Interest	\$ 87,966,211	\$ 107,258,151	\$ 111,563,853	\$ 120,565,027	\$ --
Total Bonded Indebtedness	\$ 184,984,591	\$ 239,879,886	\$ 329,883,365	\$ 230,485,306	\$2,235,840,007

Loans Outstanding--Pooled Money Investment Board

Dept. of Administration					
Principal	984,886	1,032,735	1,051,592	1,077,821	3,662,300
Interest	594,273	450,516	396,123	325,476	--
Kansas State University					
Principal	151,184	170,455	173,665	155,711	1,126,058
Interest	96,962	72,321	76,624	68,703	--
University of Kansas Medical Center					
Principal	1,543,144	--	--	--	--
Interest	37,455	--	--	--	--
Kansas Water Office					
Principal	164,311	184,813	187,751	198,359	912,021
Interest	87,689	67,029	73,344	62,736	--
Total					
Principal	\$ 2,843,525	\$ 1,388,003	\$ 1,413,008	\$ 1,431,891	\$ 5,700,380
Interest	\$ 816,379	\$ 589,866	\$ 635,305	\$ 538,381	\$ --
Total PMIB Loans	\$ 3,659,904	\$ 1,977,869	\$ 2,048,313	\$ 1,970,272	\$ 5,700,380

Source: Kansas Development Finance Authority

Kansas Legislative Research Department

March 15, 2002

OVERVIEW

FY 2003 CAPITAL IMPROVEMENT RECOMMENDATIONS

Governor's Recommendations

For FY 2003 the Governor recommends \$91.8 million for improvements to state facilities, excluding Kansas Department of Transportation road projects. Highlights of the recommendations include:

- State General Fund financing of \$11.4 million, primarily for debt service principal payments;
- Educational Building Fund financing of \$25.0 million for rehabilitation and repair projects at the state universities (\$10.0 million) and debt service payments (\$15.0 million);
 - An additional \$13.8 million is recommended for the state universities from internal restricted use funds;
- State Institutions Building Fund financing of \$9.6 million for projects and debt service payments for facilities under the control of the Department of Social and Rehabilitation Services, Juvenile Justice Authority, School for the Blind, School for the Deaf, and Commission on Veterans' Affairs;
- Correctional Institutions Building Fund financing of \$5.0 million for maintenance and repairs at state prisons (\$3.5 million) and debt service payments (\$1.5 million); and
- Special revenue fund financing of \$34.6 million.

- In addition, the Governor recommends the issuance of \$50.1 million in bonds for the construction of a new State Security Hospital located on the campus of Larned State Hospital. Debt service on the bonds would be financed from the State Institutions Building Fund beginning in FY 2004.

Fund

SB 618

Joint Committee on State Building Construction Recommendations

The Joint Committee on State Building Construction concurs with the Governor's recommendations, with the following adjustment:

- **School for the Deaf** - Add \$139,885 from the State Institutions Building Fund for repairs to the Parks-Bilger and Taylor Gym roofs.

House Budget Committee Recommendations

The House Budget Committees concur with the Governor's recommendations, with the following adjustments:

Department of Wildlife and Parks

1. Add \$100,000 from the Boating Fee Fund to complete a river access project in Atchison.
2. Add a proviso requiring the approval of adjacent land owners prior to the construction of any new river access points on the Kansas or Missouri Rivers.
3. Add a proviso authorizing expenditures to continue a pilot project of grass terracing designed to encourage bird populations.

Department of Human Resources

1. Reduce special revenue fund financing for planning of a new agency office facility by \$42,162 to \$167,837.

State Historical Society

1. Add \$75,000 from the State General Fund for emergency repairs.—

House Capital Improvements

Agency: Department of Wildlife and Parks

Bill No. 3007

Bill Sec. 24

Analyst: Efirid

Analysis Pg. No. 80

Budget Page No. 194

Project	Agency Rev. Est. FY 2002	Governor's Rec. FY 2002	Agency Request FY 2003	Governor's Rec. FY 2003
Renovation & Maintenance	\$ 2,044,538	\$ 2,044,538	\$ 467,885	\$ 467,885
Motorboat Access	3,198,705	3,198,705	801,700	801,700
Wetlands Acquisition/Development	1,140,609	1,140,609	450,000	450,000
Land Acquisition	932,567	932,567	500,000	500,000
Road Maintenance	2,143,865	2,143,865	1,500,000	1,500,000
Bridge Maintenance	607,232	607,232	200,000	200,000
River Access	0	0	100,000	0
State Park Improvements	0	0	701,516	0
Public Lands Maintenance	0	0	500,650	504,150
Remodel Office	0	0	31,876	0
Parks 2000	291,925	291,925	0	0
Dam Repair	1,269,359	1,269,359	0	0
Sewer Repair	<u>75,000</u>	<u>75,000</u>	<u>0</u>	<u>0</u>
TOTAL	11,703,800	11,703,800	5,253,627	\$ 4,423,735
Financing:				
State General Fund	\$ 381,968	\$ 381,968	\$ 350,758	\$ 0
Wildlife Fee Fund	3,222,522	3,222,522	1,034,238	1,030,425
Wildlife Conservation Fund	4,011,558	4,011,558	850,000	850,000
Access Road Fund	2,143,865	2,143,865	1,500,000	1,500,000
State Water Plan Fund	0	0	100,000	0
Migratory Waterfowl Fund	100,000	100,000	100,000	100,000
Other Federal Funds	0	0	65,000	50,000
State Budget Stabilization Fund	291,925	291,925	0	0
Boat Fee Fund	324,219	324,219	277,019	275,425
Park Fee Fund	91,402	91,402	276,612	268,643
Land and Water Conservation Fund	529,109	529,109	500,000	149,242
Bridge Maintenance Fund	<u>607,232</u>	<u>607,232</u>	<u>200,000</u>	<u>200,000</u>
TOTAL	\$ 11,703,800	\$ 11,703,800	\$ 5,253,627	\$ 4,423,735

The agency requests \$11,703,800 in FY 2002 and \$5,253,627 in FY 2003 for capital improvements. Included in the request is \$381,968 in FY 2002 and \$350,758 in FY 2003 from the SGF.

The Governor concurs with FY 2002 expenditures of \$11,703,800, including \$381,969 SGF financing, and recommends \$4,423,735 in FY 2003, with \$0 SGF financing.

House Budget Committee Recommendation

The Committee concurs with the Governor's FY 2002 and FY 2003 recommendations, and makes the following adjustment:

1. Add \$100,000 from the Boat Fee Fund for completing river access project near Atchison.

House Capital Improvements

Agency: Department of Human Resources

Bill No. 3007

Bill Sec. 19

Analyst: Efird

Analysis Pg. No. 521

Budget Page No. 185

Project	Agency Est. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Rehabilitation and Repairs	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Debt Payments	120,862	120,862	310,000	395,000
Payment for Interest and Debt Service	<u>182,000</u>	<u>182,000</u>	<u>368,000</u>	<u>215,000</u>
Total	352,862	352,862	728,000	660,000
Financing				
Special Revenue Funds	\$ 352,862	\$ 352,862	\$ 728,000	\$ 660,000

The agency requests \$352,862 in FY 2002 and \$728,000 in FY 2003 from special revenue funds for capital improvements.

The Governor concurs with \$352,862 in FY 2002 and recommends \$660,000 in FY 2003 from special revenue funds.

House Budget Committee Recommendation

The Committee concurs with the Governor's recommendations in FY 2002 and FY 2003 and makes the following additional adjustments:

1. Reduce \$42,162 from \$210,000 recommended for preliminary planning of a new building and financed from the Principle and Interest Fund. The agency indicates that planning may still be conducted with \$167,837 in FY 2003.
2. Add \$42,162 for three units financed from the Principle and Interest Fund: Legal Services (\$10,000), Industrial Safety (\$27,162), and Public Employees Relations Board (\$5,000). This one-time financing will replace SGF money deleted by the Governor's recommendation in FY 2003. This action is not intended to be a permanent means of financing these three units in lieu of SGF support in the future.

(Staff Note: The House Committee approved the preceding recommendations during its consideration of the operating budget. A technical problem was noted by staff and the Committee adopted a recommendation to make any technical corrections necessary. However, a revised cash flow analysis revealed that insufficient funds are available for the Governor's recommended planning of a new building – see following table.)

Special Employment Security Fund (Principal and Interenst Fund)

	Actual FY 2002	Gov Rec FY 2002	Gov Rec FY 2003
Beg. Balance	853,520	415,398	231,197
Fines, Penalties, Etc.	253,098	260,000	260,000
Recovery of Expenses	113,555	115,000	115,000
Operating Transfers In	605,303	630,000	630,000
Op. Trf. Out (Fed. Indir. Offset)	<u>(986,231)</u>	<u>(290,301)</u>	<u>(304,020)</u>
Funds Available	839,245	1,130,097	932,177
Transfer Out (Debtor Setoff)	146,943	173,046	150,000
Expenditures:	165,540		
Telecommunications DoA	30,512	40,000	40,000
P&I Bonds	0	250,862	260,000
Wheat Harvest	51,043	59,992	60,899
Motor Pool DoA	29,809	35,000	35,000
Relocation 401 Topeka	0	340,000	340,000
Planning New Bldg	<u>0</u>	<u>0</u>	<u>210,000</u>
Total Debits	423,847	898,900	1,095,899
Difference	415,398	231,197	(163,722)
Diff. w/o Planning New Bldg			46,268

House Capital Improvements

Agency: State Fair

Bill No. 3007

Bill Sec. 2

Analyst: Kramer

Analysis Pg. No. 37

Budget Page No.
167

Project	Agency Req. FY 2002	Governor Rec. FY 2002	Agency Req. FY 2003	Governor Rec. FY 2003
Master Plan Improvements	\$ 27,775	\$ 27,775	\$ 696,546	\$ 696,546
Capital Maintenance and Repair	601,123	601,123	170,530	170,530
Meadowlark Building Air Conditioning	0	0	429,470	429,470
TOTAL	\$ 628,898	\$ 628,898	\$ 1,296,546	\$ 1,296,546
Financing:				
State General Fund:				
SGF Demand Transfer	\$ 0	\$ 0	\$ 300,000	\$ 300,000
ADA, EPA, and Fire Safety	0	0	0	0
All Other Funds:				
Master Plan Local Match	300,000	300,000	300,000	300,000
State Fair Cap. Improvements Fund	228,898	228,898	696,546	696,546
Grants	100,000	100,000	0	0
TOTAL	\$ 628,898	\$ 628,898	\$ 1,296,546	\$ 1,296,546

The State Fair requests capital improvements for FY 2002 of \$628,898 and capital improvements for FY 2003 of \$1,296,546. For FY 2002, the request includes \$27,775 for debt service on the master plan improvements and \$601,123 for capital maintenance and repair. For FY 2003, the request includes \$696,546 for debt service on the master plan improvements, \$170,530 for capital maintenance and repair, and \$429,470 for air conditioning the Meadowlark Building.

The Governor concurs with the agency's request.

House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

House Budget Committee Report

Agency: School for the Blind

Bill No. 3007

Bill Sec. 4

Analyst: Rampey

Capital Budget Page No. 198

Capital Improvements

Project	Revised Agency Est. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Rehabilitation and Repair	\$ 142,556	\$ 142,556	\$ 59,435	\$ 59,435
Upgrade Fire Alarms	77,606	77,606	0	0
Bleacher Construction	6,242	6,242	0	0
Student Residences Project Contingency	4,192	4,192	0	0
Student Residence and Dining Facility	102,915	102,915	0	0
TOTAL	<u>\$ 333,511</u>	<u>\$ 333,511</u>	<u>\$ 59,435</u>	<u>\$ 59,435</u>
Financing				
State Institutions Building Fund	\$ 333,511	\$ 333,511	\$ 59,435	\$ 59,435

Agency Request/Governor's Recommendation

The School for the Blind estimates expenditures of \$333,511 from the State Institutions Building Fund for five capital improvements projects in FY 2002. **The Governor** concurs with the School's estimate for FY 2002.

For FY 2003, the School requests \$59,435 from the State Institutions Building Fund for repair and replacement projects that include buildings, sidewalks, and electrical, plumbing, heating, and cooling systems. Projects are intended to enable the School to comply with requirements of the Americans with Disabilities Act.

House Budget Committee

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

House Capital Improvements

Agency: Department of Corrections

Bill No. HB 3007

Bill Sec. 6

Analyst: Dorsey

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Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Rehabilitation and Repair at Facilities	\$ 4,304,869	\$ 4,138,483	\$ 5,302,000	\$ 3,759,528
Debt Service (principal only)				
Debt Service Principal—Reception and Diagnostic Unit	530,000	530,000	545,000	545,000
Comm. Correctional Conservation Camp*	115,000	115,000	115,000	115,000
Debt Service Principal—Topeka and Lansing	820,000	820,000	860,000	860,000
Debt Service Principal—Revenue Refinancing Bond (El Dorado and Larned)	6,024,000	6,024,000	5,945,000	5,945,000
Debt Service Principal—Ellsworth	665,000	665,000	1,255,000	1,255,000
Debt Service Principal—El Dorado Utilities	1,180,000	1,180,000	1,875,000	1,875,000
Debt Service Principal—Wichita Work Rel.	130,000	130,000	140,000	140,000
TOTAL	<u>\$13,768,869</u>	<u>\$13,602,483</u>	<u>\$16,037,000</u>	<u>\$14,494,528</u>
Financing:				
State General Fund	\$ 5,984,000	\$ 5,984,000	\$ 9,358,472	\$ 7,816,000
Correctional Institutions Building Fund	5,847,341	5,680,955	5,000,000	5,000,000
Other Funds	1,937,528	1,937,528	1,678,528	1,678,528
TOTAL	<u>\$13,768,869</u>	<u>\$13,602,483</u>	<u>\$16,037,000</u>	<u>\$14,494,528</u>

* Prior to FY 2001, the cost for the construction of the Labette Correctional Conservation Camp was paid as part of the grant made to the Labette County to cover the debt service of the construction of the facility. At the direction of the Department of Administration, Division of Accounts and Reports, debt service payments are now reflected in the KDOC budget as a capital improvement.

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Ellsworth Correctional Facility

Bill No. HB 3007

Bill Sec. 6

Analyst: Dorsey

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Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Construct 100 Cell Housing Unit	\$ 4,004,672	\$ 4,004,672	\$ 0	\$ 0
Rehabilitation and Repair	58,315	58,315	0	0
TOTAL	<u>\$ 4,062,987</u>	<u>\$ 4,062,987</u>	<u>\$ 0</u>	<u>\$ 0</u>
Financing:				
Correctional Institutions Building Fund	\$ 58,315	\$ 58,315	\$ 0	\$ 0
Federal Violent Offender Incarceration	3,905,936	3,905,936	0	0
State General Fund	98,736	98,736	0	0
TOTAL	<u>\$ 4,062,987</u>	<u>\$ 4,062,987</u>	<u>\$ 0</u>	<u>\$ 0</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Lansing Correctional Facility Bill No. HB 3007

Bill Sec. 6

Analyst: Dorsey

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Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Rehabilitation and Repair	\$ 543,812	\$ 543,812	\$ 0	\$ 0
Construct Maintenance Building	0	0	631,948	0
TOTAL	\$ 543,812	\$ 543,812	\$ 631,948	\$ 0
Financing:				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
Correctional Institutions Bldg. Fund	543,812	543,812	631,948	0
TOTAL	\$ 543,812	\$ 543,812	\$ 631,948	\$ 0

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Norton Correctional Facility

Bill No. HB 3007

Bill Sec. 6

Analyst: Dorsey

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Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Construct Warehouse and Maintenance Bldg.*	\$ 0	\$ 0	\$ 753,750	\$ 0
Rehabilitation and Repair	312,013	312,013	0	0
Medium Security Dining Facility*	0	0	475,956	0
TOTAL	<u>\$ 312,013</u>	<u>\$ 312,013</u>	<u>\$ 1,229,706</u>	<u>\$ 0</u>
Financing:				
State General Fund	\$ 0	\$ 0	\$ 1,229,706	\$ 0
Correctional Institutions Bldg. Fund	312,013	312,013	0	0
TOTAL	<u>\$ 312,013</u>	<u>\$ 312,013</u>	<u>\$ 1,229,706</u>	<u>\$ 0</u>

* The FY 2002 projects are included the Department of Corrections \$2.7 million request for bonding authority to complete a number of small projects at the various facilities.

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Winfield Correctional Facility

Bill No. HB 3007

Bill Sec. 6

Analyst: Dorsey

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Budget Page No. Vol. I-193

Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Upgrades and Renovations	\$ 95,812	\$ 95,812	\$ 0	\$ 0
Financing:				
Correctional Inst. Bldg. Fund	\$ 95,812	\$ 95,812	\$ 0	\$ 0

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Budget Committee Recommendations

The House Budget Committee concurs with the Governor, with the following exception:

1. Add \$75,000 from the State General Fund for emergency repairs.

House Budget Committee Report

Agency: Department of Administration

Bill No. 3007

Bill Sec. 9

Analyst: Robinson

Capital Budget Page No. 180

REPORTABLE BUDGET CAPITAL IMPROVEMENTS

Project	Agency Est. FY 02	Gov. Rec. FY 02	Agency Req. FY 03	Gov. Rec. FY 03
Rehabilitation and Repair	\$ 154,596	\$ 225,000	\$ 280,000	\$ 75,000
Statehouse Improvements	475,997	475,997	0	0
Debt Service Principal-Statehouse	400,000	400,000	1,490,000	815,000
Statehouse Elevator Renovation	43,897	43,897	0	0
Statehouse Fire Alarm/Security System	224,115	224,115	0	0
Ad Astra Capitol Dome Reinforcement	0	0	750,000	0
Dillon House Repairs	0	0	84,000	0
Judicial Center Improvements	202,700	202,700	872,000	0
Debt Service Principal-Energy Conservation	25,000	25,000	55,000	40,000
Debt Service Principal-Judicial Center	95,000	95,000	0	0
Renovate Judicial Center Space	2,080,000	2,080,000	1,750,000	1,750,000
Debt Service Principal-Paint and Grounds	14,002	14,002	15,315	15,315
Parking Lot Repairs	95,000	95,000	95,000	95,000
Topeka State Hospital Cemetery Memorial	0	0	20,000	20,000
9 th Street Parking for the Disabled	70,000	70,000	0	0
Memorial Hall Parking	52,000	52,000	0	0
TOTAL	<u>\$ 3,932,307</u>	<u>\$ 4,002,711</u>	<u>\$ 5,411,315</u>	<u>\$ 2,810,315</u>
Financing:				
State General Fund	\$ 3,379,449	\$ 3,449,853	\$ 5,281,000	\$ 2,680,000
Other Funds	552,858	552,858	130,315	130,315
TOTAL	<u>\$ 3,932,307</u>	<u>\$ 4,002,711</u>	<u>\$ 5,411,315</u>	<u>\$ 2,810,315</u>

House Budget Committee Report

Agency: Judicial Branch Bill No. HB 3007

Bill Sec. 10

Analyst: Rampey

Capital Budget Page No. 200

Capital Improvements

Project	Agency Est. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Renovation of Judicial Center for new Appellate Court Judge	0	0	\$114,400	\$114,400
TOTAL	<u>0</u>	<u>0</u>	<u>\$114,400</u>	<u>\$114,400</u>
Financing: State General Fund	0	0	\$114,400	\$114,400

Agency Request/Governor's Recommendation

For FY 2003, the Judicial Branch requests \$114,400 from the State General Fund to renovate part of the Judicial Center to create a judicial suite for the staff and new judge for the Court of Appeals. The area to be renovated used to be part of the Attorney General's office.

The Governor recommends the renovation.

House Budget Committee Recommendation

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

House Committee

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

House Capital Improvements

Agency: Kansas State University

Bill No. 3007

Bill Sec. 12

Analyst: West

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Budget Page No.315

Project	Agency Est. FY 2002	Governor's Rec. FY 2002	Agency Req. FY 2003	Governor's Rec. FY 2003
Lease Payment—Aeronautical Center	\$ 189,446	\$ 189,446	\$ 189,446	\$ 189,446
Rehabilitation and Repair	2,998,000	2,998,000	0	0
Parking Improvements	800,000	800,000	775,000	775,000
Food Safety and Security Research Facility	0	0	3,000,000	3,000,000
Debt Service Principal	2,283,395	2,283,395	2,343,024	2,343,024
TOTAL	<u>\$ 6,270,841</u>	<u>\$ 6,270,841</u>	<u>\$ 6,307,470</u>	<u>\$ 6,307,470</u>
Financing:				
State General Fund	\$ 189,446	\$ 189,446	\$ 189,446	\$ 189,446
Educational Building Fund	2,998,000	2,998,000	0	0
Other Funds	3,083,395	3,083,395	6,118,024	6,118,024
TOTAL	<u>\$ 6,270,841</u>	<u>\$ 6,270,841</u>	<u>\$ 6,307,470</u>	<u>\$ 6,307,470</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Emporia State University

Bill No. 3007

Bill Sec. 14

Analyst: West

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Budget Page No.165

Project	Agency Est. FY 2002	Governor's Rec. FY 2002	Agency Request FY 2003	Governor's Rec. FY 2003
WAW Addition	\$ 0	\$ 0	\$ 334,921	\$ 0
Rehabilitation and Repair Projects	941,889	941,889	0	0
Dormitory Renovations	40,000	40,000	45,000	45,000
Student Union Renovation	131,000	131,000	131,000	131,000
Parking Lot Improvements	90,000	90,000	90,000	90,000
WAW Renovation	394,170	394,170	394,170	394,170
Debt Service - Principal	270,000	270,000	285,000	285,000
Restricted Use Projects	2,407,908	2,407,908	0	0
TOTAL	<u>\$ 4,274,967</u>	<u>\$ 4,274,967</u>	<u>\$ 1,280,091</u>	<u>\$ 945,170</u>
Financing:				
State General Fund	\$ 0	\$ 0	\$ 334,921	\$ 0
Educational Building Fund	941,889	941,889	0	0
Restricted Fees	3,333,078	3,333,078	945,170	945,170
TOTAL	<u>\$ 4,274,967</u>	<u>\$ 4,274,967</u>	<u>\$ 1,280,091</u>	<u>\$ 945,170</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: University of Kansas

Bill No. 3007

Bill Sec. 16

Analyst: West

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Budget Page No. 459

Project	Agency Est. FY 02	Gov. Rec. FY 02	Agency Req. FY 03	Gov. Rec. FY 03
Electrical Distribution Impr.	\$ 0	\$ 0	\$ 4,140,000	\$ 0
Equipment for Bioresearch Facility	0	0	5,000,000	0
Parking Lot Improvements	458,594	458,594	252,000	252,000
Dole Institute	7,689,542	7,689,542	0	0
Rehabilitation and Repair	7,138,005	7,138,005	0	0
Residence Hall Renovations	540,000	540,000	0	0
Child Care Facility	47,529	47,529	0	0
Athletic Facilities Improvements	1,098,386	1,098,386	0	0
Student Union Improvements	34,910	34,910	0	0
Budig Hall Completion	891,536	891,536	0	0
Robinson Gymnasium Improvements	257,828	257,828	0	0
Debt Service Principal	3,150,000	3,150,000	2,535,000	2,535,000
TOTAL	\$ 21,306,330	\$ 21,306,330	\$ 11,927,000	\$ 2,787,000
Financing:				
State General Fund	\$ 0	\$ 0	\$ 4,140,000	\$ 0
Educational Building Fund	5,709,047	5,709,047	0	0
Other Funds	15,597,283	15,597,283	7,787,000	2,787,000
TOTAL	\$ 21,306,330	\$ 21,306,330	\$ 11,927,000	\$ 2,787,000

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Wichita State University

Bill No. 3007

Bill Sec. 18

Analyst: West

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Budget Page No.471

Project	Agency Req. FY2002	Gov. Rec. FY2002	Agency Req. FY2003	Gov. Rec. FY2003
Rehabilitation and Repair	\$ 2,910,117	\$ 2,910,117	\$ 557,386	\$ 0
Housing System Improvements	341,387	341,387	0	0
Parking Improvements	578,613	578,613	200,000	200,000
Debt Service Principal	570,000	570,000	600,000	600,000
3-D Art and Graduate Painting Bldg.	0	0	485,925	0
TOTAL	<u>\$ 4,400,117</u>	<u>\$ 4,400,117</u>	<u>\$ 1,843,311</u>	<u>\$ 800,000</u>
Financing:				
State General Fund	\$ 0	\$ 0	\$ 485,925	\$ 0
Educational Building Fund	2,910,117	2,910,117	557,386	0
Other Funds	1,490,000	1,490,000	800,000	800,000
TOTAL	<u>\$ 4,400,117</u>	<u>\$ 4,400,117</u>	<u>\$ 1,843,311</u>	<u>\$ 800,000</u>

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Budget Committee Capital Improvements

Agency: Kansas Bureau of Investigation

Bill No. 3007

Bill Sec. 21

Analyst: Waller

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Budget Page No. 302

Project	Agency Est. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Debt Service Principal -- Headquarters ^a	\$ 190,000	\$ 190,000	\$ 205,000	\$ 205,000
Rehabilitation and Repair	30,000	30,000	0	0
Remodeling 2nd floor at Great Bend	343,329	343,329	0	0
TOTAL	\$ 563,329	\$ 563,329	\$ 205,000	\$ 205,000
Financing:				
State General Fund	\$ 220,000	\$ 220,000	\$ 205,000	\$ 205,000
Forfeiture Funds (transferred from Attorney General's office)-	50,000	50,000	0	0
Remodel Great Bend Laboratory Fund	293,329	293,329	0	0
TOTAL	\$ 563,329	\$ 563,329	\$ 205,000	\$ 205,000

The agency requests a capital improvement budget of \$205,000. Requested capital improvement expenses are comprised of a principal payment on bonds used to construct KBI Headquarters in Topeka. Expenditures decrease by \$358,329 or 63.6 percent from FY 2002 to FY 2003 due to the establishment of a Remodel Great Bend Laboratory Fund. The 2001 Legislature transferred \$293,329 from the State General Fund to the newly created special revenue fund to finance the project, with the State General Fund being reimbursed from State Asset Forfeiture Funds as they become available. Additionally, \$50,000 (in State Forfeiture Funds) was transferred from the Attorney General's office to the Kansas Bureau of Investigation to fund the renovation of the 2nd floor of the Great Bend Laboratory.

The Governor concurs.

House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation.

House Budget Committee Capital Improvements

Agency: Adjutant General

Bill No. 3007

Bill Sec. 23

Analyst: Waller

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Budget Page No. 12

Project	Agency Request FY 2002	Governor's Rec. FY 2002	Agency Request FY 2003	Governor's Rec. FY 2003
Debt Service on Armory Bonds	\$ 100,000	\$ 100,000	\$ 105,000	\$ 105,000
Reroof—Armories	0	0	0	0
Rehabilitation and Repair	0	0	0	0
TOTAL	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 105,000</u>	<u>\$ 105,000</u>
Financing:				
State General Fund*	\$ 100,000	\$ 100,000	\$ 105,000	\$ 105,000
Military Fees Fund	0	0	0	0
TOTAL	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 105,000</u>	<u>\$ 105,000</u>
Nonexpense (Bond proceeds)	\$ 3,033,483	\$ 3,033,483	\$ 5,957,118	\$ 5,957,118

The agency requests \$105,000 (from the State General Fund) to finance debt service expenses in FY 2003. This is \$5,000 or 5.0 percent below the FY 2002 estimated amount.

Staff Note: The 2000 Legislature authorized the issuance of bonds to finance the acquisition, construction, equipping, renovation, reconstruction and repair of the 58 statewide armories. The issuance of 15 year bonds is authorized over a 5 year period initiating in FY 2001 and ending in FY 2005. The aggregate total of the bonds will not exceed \$22,000,000, and the Adjutant General was directed to appear before the State Finance Council before the issuance of each phase of bonds to inform the State Finance Council of any federal funding which has come available that could offset the amount of the subsequent bond issue. On May 31, 2001 the State Finance Council approved the issuance of \$2.0 million in special revenue bonds. The Adjutant General indicates that the proceeds from the initial bond issuance will cover the cost of replacing HVAC (air handling system), roofing, and electrical systems for the armories located in Lawrence, Olathe, Norton, Topeka (SDB), Hutchinson, Newton, Lenexa, Pittsburgh, Cherryvale, Iola, Larned.

The Governor concurs.

House Budget Committee Recommendation

The House Budget Committee Subcommittee concurs with the Governor's recommendation.

House Capital Improvements

Agency: Juvenile Justice Authority Bill No. 3007

Bill Sec. 26

Analyst: Kramer

Analysis Pg. No. 819

Budget Page No. 281

Project	Agency Req. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
Rehabilitation and Repair Projects:				
JJA Central Office	\$ 153,024	\$ 153,024	\$ 120,000	\$ 86,976
Atchison Juvenile Correctional Facility	284,074	284,074	333,125	317,500
Beloit Juvenile Correctional Facility	209,640	209,640	209,842	200,000
Larned Juvenile Correctional Facility	NA	NA	0	0
Topeka Juvenile Correctional Facility	386,286	386,286	387,033	368,880
Subtotal - Rehabilitation and Repair	1,033,024	1,033,024	1,050,000	973,356
New Facility Planning and Construction				
Debt Service (principal) - Larned and Topeka*	1,305,000	1,305,000	1,550,000	1,550,000
Capital Facilities Planning and Projects	19,619	19,619	0	0
Juvenile Facility Planning Needs	2,086	2,086	0	0
Topeka Complex Construction	9,499,362	9,499,362	0	0
Install Emergency Electrical Power - TJCF	0	0	1,563,649	0
Raze Root House - BJCF	0	0	12,238	0
Subtotal - New Facility Planning	10,826,039	10,826,039	3,125,887	1,550,000
TOTAL	<u>\$11,859,063</u>	<u>\$11,859,063</u>	<u>\$ 4,175,887</u>	<u>\$ 2,523,356</u>
Financing:				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
State Institutions Building Fund	1,033,024	1,033,024	1,050,000	973,356
Rehabilitation and Repair of JCFs	1,305,000	1,305,000	1,550,000	1,550,000
Debt Service (principal) - Larned and Topeka*	3,999,362	3,999,362	0	0
Topeka Complex Construction	19,619	19,619	0	0
Capital Facilities Planning Needs	2,058	2,058	0	0
Juvenile Facility Planning Needs	0	0	1,563,649	0
Install Emergency Power - TJCF	0	0	12,238	0
Raze Root House - BJCF	5,500,000	5,500,000	0	0
VOITIS Max Security Facility Const. (Federal)	<u>\$11,859,063</u>	<u>\$11,859,063</u>	<u>\$ 4,175,887</u>	<u>\$ 2,523,356</u>

* Interest payments on the bonds are included in the operating budget of the Juvenile Justice Authority including \$847,038 in FY 2002 and \$1,844,028 in FY 2003 from the State Institutions Building Fund.

The Juvenile Justice Authority requests for capital improvements expenditures \$11,859,063 in FY 2002 and \$4,175,887 in FY 2003. In FY 2002, the request includes \$1,033,024 for rehabilitation and repair projects and \$10,826,039 for new facility planning and construction. In FY 2003, the request includes \$1,050,000 for rehabilitation and repair projects, \$1,550,000 in debt service principal payments, and \$1,575,887 in enhancements.

House Budget Committee Report
Department of Commerce and Housing
Capital Improvements

Agency: Department of Commerce and Housing **Bill No.** HB 3008 **Bill Sec.** 20

Analyst: Hollon **Capital Budget Page No.** 184

Project	Agency Est. FY 2002	Gov. Rec. FY 2002	Agency Req. FY 2003	Gov. Rec. FY 2003
TIC Rehabilitation and Repair	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000
Construction of Goodland TIC	100,000	100,000	0	0
TOTAL	<u>\$ 115,000</u>	<u>\$ 115,000</u>	<u>\$ 15,000</u>	<u>\$ 15,000</u>

Plan for Financing:

Economic Development Initiatives Fund	\$ 115,000	\$ 115,000	\$ 15,000	\$ 15,000
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Agency Request/Governor's Recommendation

The agency estimates capital improvement expenditures in FY 2002 of \$115,000 EDIF which includes \$100,000 for construction of the travel information center at Goodland and \$15,000 for rehabilitation and repair at the other travel information centers. For FY 2003, the agency requests \$15,000 EDIF for travel information center rehabilitation and repair.

The Governor concurs with the agency's request.

House Budget Committee Recommendation

The Budget Committee concurs with the Governor's recommendation.

House Adjustments to the Governor's Recommendation
(Reflects House Committee Adjustments for FY 2002 and FY 2003)

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
FY 2002				
<u>Judicial Branch</u>				
Add \$600,000 SGF in FY 2002 in order to avoid a furlough of nonjudicial employees.	600,000	0	600,000	0.0
<i>Agency Subtotal</i>	<i>\$600,000</i>	<i>\$0</i>	<i>\$600,000</i>	<i>0.0</i>
<u>KPERS</u>				
Add 1.0 FTE to reflect salary money in Governor's recommended budget	0	0	0	1.0
Add KSIP expenditures	0	133,758	133,758	0.0
Adjust KPERS investment manager fees	0	(1,974,350)	(1,974,350)	0.0
Adjust non-KPERS expenditures	0	(61,830)	(61,830)	0.0
Reduce Technology Project expenditures and reappropriate balance	0	(800,000)	(800,000)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$2,702,422)</i>	<i>(\$2,702,422)</i>	<i>1.0</i>
<u>Department of Education</u>				
Add \$105,000 SGF for school finance litigation legal fees	105,000	0	105,000	0.0
Add \$435,411 SGF as a technical adjustment to accurately reflect the Governor's recommendation for special education (the Governor lapsed too much)	435,411	0	435,411	0.0
<i>Agency Subtotal</i>	<i>\$540,411</i>	<i>\$0</i>	<i>\$540,411</i>	<i>0.0</i>
<u>Juvenile Justice Authority</u>				
Transfer \$1,750 from the KSIP Facilities Operations account to the LJCF KSIP Facilities Operations account.	(1,750)	0	(1,750)	0.0
<i>Agency Subtotal</i>	<i>(\$1,750)</i>	<i>\$0</i>	<i>(\$1,750)</i>	<i>0.0</i>
<u>Larned Juvenile Correctional Facility</u>				
Transfer \$1,750 from the JJA KSIP Facilities Operations account to the LJCF KSIP Facility Operations account	1,750	0	1,750	0.0
<i>Agency Subtotal</i>	<i>\$1,750</i>	<i>\$0</i>	<i>\$1,750</i>	<i>0.0</i>
<u>Ombudsman of Corrections</u>				
Reduce operating expenditures by an amount 'found' in the budget for the agency's impending move, since agency is not moving.	(7,444)	0	(7,444)	0.0
<i>Agency Subtotal</i>	<i>(\$7,444)</i>	<i>\$0</i>	<i>(\$7,444)</i>	<i>0.0</i>
TOTAL	\$1,132,967	(\$2,702,422)	(\$1,569,455)	1.0

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>Kansas Corporation Commission</u>				
Add a proviso, if the Governor has not already done so, to authorize expenditures from the Conservation Fee Fund to the Natural Gas Underground Storage Fee fund.	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Citizens' Utility Ratepayer Board</u>				
Add \$32,415 from the Utility Regulatory Fee fund in FY 2003 for 1.0 secretary position.	0	32,415	32,415	1.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$32,415</i>	<i>\$32,415</i>	<i>1.0</i>
<u>Department of Revenue</u>				
Reduce CAMA project financing pending passage of SB 364 that extends fees in FY 2003	0	(446,298)	(446,298)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>(\$446,298)</i>	<i>(\$446,298)</i>	<i>0.0</i>
<u>Board of Nursing</u>				
Add a proviso to the FY 2003 appropriations bill that would allow no more than \$100,000 in unexpended FY 2002 moneys to be carried over to FY 2003 for moving expenses, including furniture, telephone and other related moving costs.	0	100,000	100,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$100,000</i>	<i>\$100,000</i>	<i>0.0</i>
<u>Department of Human Resources</u>				
Add Special Employment Security Fund money to restore 1% reductions in SGF OOE	0	42,162	42,162	0.0
Reduce funding in the Special Employment Security Fund from \$210,000 recommended for preliminary planning of a new building to finance prior item	0	(42,162)	(42,162)	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Comm. on Veterans Affairs/Soldiers Home</u>				
Transfer \$30,000 from the Coordinated Public Transportation Assistance Fund in the Department of Transportation to this agency to fund the purchase of a wheel-chair lift van	0	30,000	30,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$30,000</i>	<i>\$30,000</i>	<i>0.0</i>
<u>Department of Health and Environment</u>				
Transfer \$2,206,070 (\$400,000 SGF) and AIDS Drug Assistance Program from KDHE to SRS	(400,000)	(1,806,070)	(2,206,070)	0.0
Transfer \$470,000 SGF and the Funeral Assistance Program from SRS to KDHE	470,000	0	470,000	0.0
<i>Agency Subtotal</i>	<i>\$70,000</i>	<i>(\$1,806,070)</i>	<i>(\$1,736,070)</i>	<i>0.0</i>

<i>Agency/Item</i>	<i>State General Fund</i>	<i>All Other Funds</i>	<i>All Funds</i>	<i>FTEs</i>
<u>State Conservation Commission</u>				
Proviso capturing lapsed SWPF monies over \$300,000 for use in TMDL and Water Resources Cost-Share programs	0	0	0	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>0.0</i>
<u>Department of Wildlife and Parks</u>				
Add Boating Fee Fund money for Atchison river access	0	100,000	100,000	0.0
<i>Agency Subtotal</i>	<i>\$0</i>	<i>\$100,000</i>	<i>\$100,000</i>	<i>0.0</i>
TOTAL	(\$908,208)	\$106,506	(\$801,702)	2.0

**SENATE ADJUSTMENTS TO GOVERNOR'S RECOMMENDATION
(Reflects Senate Committee Adjustments for FY 2002 and FY 2003)**

Agency/Item	State General Fund	All Funds	FTE Positions
FY 2002:			
Health Care Stabilization Board			
Authorize increase of \$100 in official hospitality within the agency's existing	0	0	0.0
Judicial Branch			
Add funding to avert furlough of nonjudicial personnel	600,000	600,000	0.0
KPERS			
Reduce Technology Project and reappropriate	0	(800,000)	0.0
Adjust KPERS investment manager fees	0	(1,974,350)	0.0
Adjust non-KPERS expenditures	0	(61,830)	0.0
Add KSIP expenditures	0	133,758	0.0
Add 1.0 FTE position to reflect salary money in Governor's recommendation	0	0	1.0
Bank Commissioner			
Add \$87,236 (Bank Fee Fund) for previously approved salary upgrade for financial examiners	0	87,236	0.0
Add \$58,376 (Bank Fee Fund) for capital outlay. This action will permit KSIP funds to be utilized for employee bonuses	0	58,376	0.0
Department of Education			
Add \$105,000 SGF for school finance lawsuit legal fees	105,000	105,000	0.0
Add \$435,411 SGF for special education to accurately reflect the Governor's recommendation	435,411	435,411	0.0
Juvenile Justice Authority			
Transfer KSIP from JJA to Larned JCF	(1,750)	(1,750)	0.0
Larned Juvenile Correctional Facility			
Transfer KSIP from JJA to Larned JCF	1,750	1,750	0.0
Ombudsman for Corrections			
Reduce expenditures due to cancellation of agency move	(7,444)	(7,444)	0.0
State Fair			
Delete \$65,484 (other funds) to concur with the agency's revised request (capital improvement)	0	(65,484)	0.0
Transfer \$300,000 from the State Fair Capital Improvements Fund to the State Fair Fee Fund	0	0	0.0
TOTAL CHANGE - FY 2002	\$ 1,132,967	\$ (1,489,327)	1.0
FY 2003:			
Legislative Research Department			
Correct group health insurance	17,336	17,336	0.0
Attorney General			
Authorize transfer of up to \$100,000 from the Crime Victims Compensation Fund to the Crime Victims Assistance Fund	0	0	0.0
State Treasurer			
Add funding to cover increased bank fees	28,477	28,477	0.0
Insurance Department			
Delay transfer from fee fund to the State General Fund from July 1 to October 1	0	0	0.0
Judicial Council			
Increase expenditure limitation on the Publications Fee Fund	0	41,743	0.0
KPERS			
Add first-year cost of new computer	0	122,500	0.0

Agency/Item	State General Fund	All Funds	FTE Positions
Add funding for emergency repairs	75,000	75,000	0.0
Fire Marshal			
Delete transfer from Fire Marshal Fee Fund to Hazardous Materials Emergency Fund	0	0	0.0
Ombudsman for Corrections			
Reduce expenditures due to cancellation of agency move	(7,738)	(7,738)	0.0
Department of Agriculture			
Leave FTE positions vacant in Statistical Services program to fund positions in Water Resources program currently unfunded	0	0	0.0
State Fair			
Delete \$566,442 (other funds) to reflect the agency's revised request (capital improvement)	0	(566,442)	0.0
State Conservation Commission			
Add proviso capturing lapsed SWPF monies over \$300,000 from the Water Resources Cost-Share and Non-Point Source Pollution subprograms and utilizing those funds for enhancements in those programs	0	0	0.0
Department of Wildlife and Parks			
Add \$100,000 from the Boat Fee Fund for completing river access project near Atchison (capital improvement)	0	100,000	0.0
TOTAL CHANGE - FY 2003	\$ (4,067,683)	\$ (4,243,233)	(19.0)

LARRY L. CAMPBELL
STATE REPRESENTATIVE 26TH DISTRICT
JOHNSON COUNTY
P. O. BOX 3391
OLATHE, KANSAS 66063-3391
(913) 829-5756



COMMITTEE ASSIGNMENTS
VICE-CHAIR: LOCAL GOVERNMENT
MEMBER: APPROPRIATIONS
TOURISM
PUBLIC SAFETY BUDGET
CORRECTIONS & JUVENILE JUSTICE

STATE CAPITOL—155-E
TOPEKA, KANSAS 66612-1504
(785) 296-7653
(785) 296-8430 TTY
800-432-2924 (HOT LINE)

TOPEKA
HOUSE OF
REPRESENTATIVES

March 13, 2002

Rep. Kenny Wilk, Chairman
House Appropriations Committee

Mr. Chairman,

Your subcommittee on Public Safety held hearings on HB 2991. HB 2991 adds definition and better outlines the legal authority over a state-wide Firefighter Training Program.

HB 2991 was sponsored by the Kansas Fire Service Alliance and is an effort to expand on K.S.A. 76-327 enacted in 1949. The underlying desire is to provide training that is more consistent (uniform) and more accessible to the volunteers in smaller communities.

The proponents were:

- Kansas State Firefighters Association
- John Lloyd, President, Kansas Association of Fire Chiefs
- Glenn Pribbenow, Director Fire Service Training, University of Kansas
- Dennis Thrower, Fire Chief, City of McPherson.

There were no opponents.

The bill does not establish a funding source recognizing the State's financial environment. The bill was requested with that understanding and the belief that needed organization and planning could still occur until a possible funding source could be identified.

Your subcommittee recommends approval.

Rep. Larry Campbell

Rep. Doug Gatewood

Rep. Kathe Lloyd

Rep. Bill Feuerborn

Rep. Steve Huebert

Rep. Melvin Minor

Rep. Dean Newton

HOUSE APPROPRIATIONS

DATE 3/18/02

ATTACHMENT 4

RON THORNBURGH
Secretary of State



First Floor, Memorial Hall
120 SW 10th Ave.
Topeka, KS 66612-1594
(785) 296-4564

STATE OF KANSAS

March 13, 2002

Honorable Kenny Wilk
Chair, House Appropriations
Capitol
Topeka, KS

Dear Representative Wilk:

Thank you for scheduling a hearing this week on SB 499, which creates the technology communications fee fund for our office. The bill is important to us because we have assumed a very aggressive role for the implementation of e-government and e-business. We were advised by the joint committee on information technology several years ago that information technology efforts should be financed by fee funds, not by the state general fund. We have followed the committee's advice and have been very successful.

However, now that our fee funds are depleted, we require a new fund to maintain our position in the forefront of electronic customer service. By definition, this fee fund is to be dedicated to building and maintaining information systems, not to day-to-day operations.

The committee had several questions to which we respond in this letter.

Provide a grid of filings, including current fees and sample fees.

Attached is a chart that lists agency filings, current fees and sample fees. The assumption used in this chart is that a \$1 fee would be added to each type of filing. The senate suggested that instead of listing a specific fee in SB 499 we define a ceiling. The secretary of state requested a \$5 ceiling. The fee is subject to approval by the legislative rules and regulations committee. The chart also provides additional information requested by committee members.

Identify any reductions in expenditures based on increases in electronic filings. Since 1994 our office has reduced its FTEs by approximately 10%. Most of this reduction is attributable to improvements due to information technology. At the same time we have practiced economies and efficiencies by

HOUSE APPROPRIATIONS

DATE 3/18/02
ATTACHMENT 5

Administration: (785) 296-0498
FAX: (785) 368-8028
Corporations: (785) 296-4564
FAX: (785) 296-4570

Web Site:
www.kssos.org
e-mail:
kssos@kssos.org

shifting FTEs from subject matter areas to the IT office. In 1990 our entire IT staff consisted of one programmer. As a result of our leadership in the electronic government/business efforts, in 2001 we reorganized our IT staff to include a chief information officer and five associates. We are working smarter and, because of our investment in IT, our product is better. Our IT improvements translate into savings for our customers as well. For example, today a Kansas banker may file a uniform commercial code (UCC) record in several minutes compared to the 10 days required several years ago, delivering much-needed money to a Kansas farmer faster.

If the subscription rate with the information network of Kansas (INK) were adjusted, wouldn't you have more filing revenues? No state agency, including the secretary of state, receives any part of the subscription fee paid to INK by their customers.

The following questions were broadly enough stated to include information searches as well as filings. SB 499 does not cover searches, but we want to respond to the committees' questions.

Is the SOS offering free information for which it used to charge? No. Representative Campbell asked whether his banker could search uniform commercial code (UCC) information free of charge. In Kansas, a banker is charged \$8 plus \$1 per page for an electronic search. The banker would be charged \$15 plus \$1 per page for a paper information request. There is no other way to access our UCC information.

Does the SOS charge for electronic services? Where a fee is established by statute or regulation or authorized by the Kansas records act, we charge a fee, whether the service is paper, electronic or other.

We appreciate the opportunity to respond to the committee's questions, and we hope you will advise if there is other information we may provide. This legislation is important to the future of our electronic government vision, and we urge your favorable consideration.

Respectfully,



Janet A. Chubb
Assistant Secretary of State

attachment

c: Committee members, Budget and Research offices

5-3

House Appropriations Committee
March 12, 2002

	DESCRIPTION	AUTHORITY	FUND	CURRENT FEE	SAMPLE FEE ¹
1	Annual Reports	Statute	SGF	\$20 min. to \$2500 max.	fee plus \$1
2	New Corporation	Statute	SGF	\$75 min. to \$150 max.	fee plus \$1
3	Name Reservation	Statute	SGF	\$20	\$21
4	Amendments	Statute	SGF	\$20	\$21
5	Reinstatements	Statute	SGF	\$20	\$21
6	Warehouse Bonds	Statute	SGF	\$25	\$26
7	Summons	Statute	SGF	\$40	\$41
8	Trademarks	Statute	SGF	\$25	\$26
9	UCC Filings	Reg	SGF/FF Split	electronic \$5 ³	\$6
10				paper \$15	\$16
11	Notary	Statute	SGF	\$10	\$11
12	Labor Annual Report	Statute	SGF	\$5	\$6
13	Business Agents	Statute	SGF	\$12.50	\$13.50
14	Athlete Agent	Statute	Fee Fund	\$1,000	\$1,001
15	Lobbyist Registration				
	expenditures total < \$1000	Statute	Fee/GEC ²	\$30	\$31
	expenditures total > \$1000	Statute	Fee/GEC ²	\$250	\$251
	lobbying firm employee	Statute	Fee/GEC ²	\$300	\$301
16	Candidate Filings				
	U.S. Senator	Statute	SGF	\$1,451	\$1,452
	U.S. Representative	Statute	SGF	\$1,451	\$1,452
	Governor / Lt. Governor	Statute	SGF	\$1,225	\$1,226
	Secretary of State	Statute	SGF	\$742	\$743
	Attorney General	Statute	SGF	\$853	\$854
	State Treasurer	Statute	SGF	\$742	\$743
	Insurance Commissioner	Statute	SGF	\$742	\$743
	State Senator	Statute	SGF	\$75	\$76
	State Representative	Statute	SGF	\$50	\$51
	State Board of Education	Statute	SGF	\$25	\$26
	District Judge	Statute	SGF	\$973	\$974
	District Magistrate Judge	Statute	SGF	\$100	\$101

1. The assumption used in this chart is that a \$1 fee would be added to each filing. SB 499 caps the fee at \$5.

2. Transferred to GEC (Governmental Ethics Commission)


3. Terminations filed electronically cost \$1

**2002 TAX, JUDICIAL, AND TRANSPORTATION
BUDGET COMMITTEE**

Department of Transportation



Representative Cindy Hermes


Representative Jeff Peterson, Chairperson
Representative Ward Loyd

Representative Doug Spangler


Representative Dan Thimesch

SENATE SUBCOMMITTEE REPORT

Agency: Kansas Department of Transportation **Bill No.** SB 457

Bill Sec. 46

Analyst: Waller

Analysis Pg. No. Vol. II - 1233 **Budget Page No.** 433

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2002</u>	<u>Gov. Rec. FY 2002</u>	<u>Senate Subcommittee Adjustments</u>
Agency Operations	\$ 221,716,555	\$ 221,716,555	\$ 0
Debt Service	131,114,079	131,114,079	0
Aid to Local Units	181,973,423	181,973,423	0
Other Assistance	400,000	400,000	0
Other Operations	442,875,995	442,875,995	0
Subtotal - Reportable	\$ 978,080,052	\$ 978,080,052	\$ 0
Nonreportable Expenses	399,718,429	399,718,429	0
Total - Operations	<u>\$ 1,377,798,481</u>	<u>\$ 1,377,798,481</u>	<u>\$ 0</u>
<u>Financing Summary</u>			
State General Fund	\$ 94,558,506	\$ 94,558,506	\$ 0
State Highway Fund	714,053,424	714,053,424	0
All Other Funds	169,468,122	169,468,122	0
Subtotal - Reportable	\$ 978,080,052	\$ 978,080,052	\$ 0
Nonreportable Funds	399,718,429	399,718,429	0
Total - All Funds	<u>\$ 1,377,798,481</u>	<u>\$ 1,377,798,481</u>	<u>\$ 0</u>
FTE Positions	3,247.5	3,247.5	0.0
Non FTE Uncl. Perm. Pos.	3.0	3.0	0.0
TOTAL	<u>3,250.5</u>	<u>3,250.5</u>	<u>0.0</u>

Agency Estimate/Governor's Recommendation

The agency's revised FY 2002 reportable budget reflects an increase of \$27,058,614. State General Fund expenditures decrease by \$26,500,000 or 21.9 percent below the approved amount. During Omnibus of the 2001 Legislative Session, 2001 House Sub. for SB 304 was introduced which reduced the sales tax demand transfer by \$20,000,000 to offset additional bonding authority, \$6.5 million to reflect a revision to the transfer estimates, and \$16,400,000 due to the acceleration of motor fuel tax receipts to the State Highway Fund. Additionally, 2001 House Sub. for SB 304 authorized the issuance of \$277.0 million in bonds to replace the loss of revenue to the Comprehensive Transportation Program (\$20 million annually from the State General Fund demand transfer through FY 2009). However, legislation to accelerate the one-cent motor fuels tax from a

beginning collection date of July 1, 2003, to July 1, 2001 did not pass. Therefore, the Governor vetoed that portion of the bill, and returned the sales tax demand transfer to the approved level as contained within 2001 SB 57, and made no change in the acceleration of the motor fuels tax. However, the agency was still granted authority to issue the \$277.0 million in bonds and statutorily authorized to expend the \$20 million. Therefore, the reduction in the agency's FY 2002 estimate from the approved amount reflects the 2001 Legislature's intent. Currently, hearings are being held on 2002 SB 385 which would reflect the intent of the Legislature to reduce \$26,500,000 in FY 2002.

For agency operations, the following changes in the revised budget are noted:

- The agency shifts funding between salaries and wages and other operating expenditures, but there is no change from the approved level
- The agency adds \$4,842,185 in KSIP funding for Agency Operations. The agency's net adjustments would increase the Agency Operations expenditures from \$216,874,370 to \$221,716,555

Staff Note: Due to the agency's statutorily authorized expenditure of KSIP moneys, the agency's expenditure limitation will not increase, although KDOT will expended KSIP funding for operating expenses.

- For debt service, the agency estimates a decrease of \$1,074,284 in payments from \$132,188,363 to \$131,114,079
- Local Aid increases from the approved amount of \$175,570,741 to \$181,973,423 (3.6 percent)
- Construction expenditures increase by \$27,278,380 from the FY 2002 approved amount to the revised estimated amount of \$459,612,087

The Governor concurs.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation.

Senate Committee of the Whole Recommendation

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

HOUSE BUDGET COMMITTEE REPORT

Agency: Kansas Department of Transportation **Bill No.** HB 2743

Bill Sec. 46

Analyst: Waller

Analysis Pg. No. Vol. II - 1233 **Budget Page No.** 433

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2002</u>	<u>Gov. Rec. FY 2002</u>	<u>Senate Subcommittee Adjustments</u>
Agency Operations	\$ 221,716,555	\$ 221,716,555	\$ 0
Debt Service	131,114,079	131,114,079	0
Aid to Local Units	181,973,423	181,973,423	0
Other Assistance	400,000	400,000	0
Other Operations	<u>442,875,995</u>	<u>442,875,995</u>	<u>0</u>
Subtotal - Reportable	\$ 978,080,052	\$ 978,080,052	\$ 0
Nonreportable Expenses	<u>399,718,429</u>	<u>399,718,429</u>	<u>0</u>
Total - Operations	<u>\$ 1,377,798,481</u>	<u>\$ 1,377,798,481</u>	<u>\$ 0</u>
 <u>Financing Summary</u>			
State General Fund	\$ 94,558,506	\$ 94,558,506	\$ 0
State Highway Fund	714,053,424	714,053,424	0
All Other Funds	<u>169,468,122</u>	<u>169,468,122</u>	<u>0</u>
Subtotal - Reportable	\$ 978,080,052	\$ 978,080,052	\$ 0
Nonreportable Funds	<u>399,718,429</u>	<u>399,718,429</u>	<u>0</u>
Total - All Funds	<u>\$ 1,377,798,481</u>	<u>\$ 1,377,798,481</u>	<u>\$ 0</u>
FTE Positions	3,247.5	3,247.5	0.0
Non FTE Uncl. Perm. Pos.	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>
TOTAL	<u>3,250.5</u>	<u>3,250.5</u>	<u>0.0</u>

Agency Estimate/Governor's Recommendation

The agency's revised FY 2002 reportable budget reflects an increase of \$27,058,614. State General Fund expenditures decrease by \$26,500,000 or 21.9 percent below the approved amount. During Omnibus of the 2001 Legislative Session, 2001 House Sub. for SB 304 was introduced which reduced the sales tax demand transfer by \$20,000,000 to offset additional bonding authority, \$6.5 million to reflect a revision to the transfer estimates, and \$16,400,000 due to the acceleration of motor fuel tax receipts to the State Highway Fund. Additionally, 2001 House Sub. for SB 304 authorized the issuance of \$277.0 million in bonds to replace the loss of revenue to the Comprehensive Transportation Program (\$20 million annually from the State General Fund demand

transfer through FY 2009). However, legislation to accelerate the one-cent motor fuels tax from a beginning collection date of July 1, 2003, to July 1, 2001 did not pass. Therefore, the Governor vetoed that portion of the bill, and returned the sales tax demand transfer to the approved level as contained within 2001 SB 57, and made no change in the acceleration of the motor fuels tax. However, the agency was still granted authority to issue the \$277.0 million in bonds and statutorily authorized to expend the \$20 million. Therefore, the reduction in the agency's FY 2002 estimate from the approved amount reflects the 2001 Legislature's intent. Currently, hearings are being held on 2002 SB 385 which would reflect the intent of the Legislature to reduce \$26,500,000 in FY 2002.

- For agency operations, the following changes in the revised budget are noted:
 - The agency shifts funding between salaries and wages and other operating expenditures, but there is no change from the approved level
 - The agency adds \$4,842,185 in KSIP funding for Agency Operations. The agency's net adjustments would increase the Agency Operations expenditures from \$216,874,370 to \$221,716,555

Staff Note: Due to the agency's statutorily authorized expenditure of KSIP moneys, the agency's expenditure limitation will not increase, although KDOT will expended KSIP funding for operating expenses.

- For debt service, the agency estimates a decrease of \$1,074,284 in payments from \$132,188,363 to \$131,114,079
- Local Aid increases from the approved amount of \$175,570,741 to \$181,973,423 (3.6 percent)
- Construction expenditures increase by \$27,278,380 from the FY 2002 approved amount to the revised estimated amount of \$459,612,087

The Governor concurs.

House Budget Committee Recommendations

The House Budget Committee concurs with the Governor's recommendation.

SENATE SUBCOMMITTEE REPORT

Agency: Kansas Department of Transportation

Bill No. SB 640

Bill Sec. 65

Analyst: Waller

Analysis Pg. No. Vol. II - 1233

Budget Page No. 433

Expenditure Summary	Agency Request FY 2003	Gov. Rec. FY 2003	Committee Adjustments
Agency Operations	\$ 226,282,163	\$ 227,072,321	\$ 0
Debt Service	147,437,323	147,437,323	0
Aid to Local Units	183,345,599	183,345,599	0
Other Assistance	400,000	400,000	0
Other Operations	<u>715,285,767</u>	<u>714,025,575</u>	<u>0</u>
Subtotal - Reportable	\$ 1,272,750,852	\$ 1,272,280,818	\$ 0
Nonreportable Expenses	<u>217,942,520</u>	<u>217,942,520</u>	<u>0</u>
Total - Operations	<u><u>\$ 1,490,693,372</u></u>	<u><u>\$ 1,490,223,338</u></u>	<u><u>\$ 0</u></u>
<u>Financing Summary</u>			
State General Fund	\$ 148,999,858	\$ 0	\$ 0
State Highway Fund	953,442,233	1,101,972,057	0
All Other Funds	<u>170,308,761</u>	<u>170,308,761</u>	<u>0</u>
Subtotal - Reportable	\$ 1,272,750,852	\$ 1,272,280,818	\$ 0
Nonreportable Funds	<u>217,942,520</u>	<u>217,942,520</u>	<u>0</u>
Total - All Funds	<u><u>\$ 1,490,693,372</u></u>	<u><u>\$ 1,490,223,338</u></u>	<u><u>\$ 0</u></u>
FTE Positions	3,247.5	3,247.5	0.0
Non FTE Uncl. Perm. Pos.	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>
TOTAL	<u><u>3,250.5</u></u>	<u><u>3,250.5</u></u>	<u><u>0.0</u></u>

Agency Request/Governor's Recommendation

The agency's FY 2003 reportable budget request totals \$1,272,750,852 and reflects an increase of \$294,670,800 (30.1 percent) above the current year. Included within the agency's request are increases of \$18,545,994 (14.4 percent) in debt service expenditures, \$2,187,176 (1.2 percent) in aid to local units. Those figures are offset by a decrease of \$815,000 (23.3 percent) in gift, grants, and donations expenses. Additionally, the agency estimates \$203,887,250 in non-reportable bonds, \$13,520,270 in funding to other state agencies, and \$535,000 in other non-expense items.

For agency operations, the following FY 2003 items are noted when compared with the current fiscal year:

- The agency requests a 1.3 percent increase in salary expenditures from \$132,859,987 to \$134,633,706
- No change in FY 2002 staffing levels is requested
- The agency requests an increase in other operating expenditures from \$88,856,568 to \$91,648,457 (3.1 percent)
- For debt service, an increase in payments from \$128,746,329 to \$147,292,323 is estimated by the agency
- For other operations, the following items in the budget are noted as changing from the current fiscal year:
 - An increase in state construction projects from \$263,033,092 to \$558,139,976 (112.2 percent)
 - An increase in Regular Maintenance from \$110,541,002 to \$114,591,717 (3.7 percent)
 - An increase in Special City/County Highway aid payments from \$156,838,222 to \$159,123,761 (1.5 percent)
 - An increase in substantial maintenance from \$85,456,000 to \$91,341,000 (6.9 percent)
 - A decrease in Management expenses from \$51,922,000 to \$51,039,740 (1.7 percent)
 - An increase in debt service expenditures from \$131,114,079 to \$147,437,323 (12.4 percent)
 - A decrease in local construction from \$140,054,960 to \$116,676,640 (16.7 percent)
 - A decrease for building projects from \$11,429,035 to \$7,616,377 (33.4 percent)
 - A decrease in categorical aid to local units from \$21,775,201 to \$20,861,838 (4.2 percent)

Governor's Recommendations

The Governor recommends \$1,272,280,818 in FY 2003, which is \$470,034 below the agency's request. From the current fiscal year, the recommendation reflects an increase of \$294,200,766 (30.1 percent) in reportable expenditures. Included within the Governor's FY 2003 recommendation is an increase of \$2,187,176 (1.2 percent) in aid to local units, an increase of \$18,545,994 (14.4 percent) in debt service expenditures, and a decrease of \$815,642 (23.3 percent) in aid to local units expenses. The Governor concurs with the agency's non-reportable estimate for FY 2003.

For agency operations, **the Governor** recommends the following adjustments to the agency's request:

- The suspension of the demand transfer in FY 2003 (\$148,999,858), and expends carry over balances from the State Highway Fund to maintain the integrity of CTP funding
- An increase in salary expenditures of \$2,290,158
- A decrease in regular maintenance expenses of \$1,500,000
- A decrease in building project expenditures from \$7,616,377 to \$6,356,185 (19.8 percent)
- An agency operations expenditure limitation of \$227,072,321, an increase of \$790,158.

Summary of Operating Budget FY 2003

Expenditure Summary	Agency Request FY 2003	Gov. Rec. FY 2003	Gov. Adjustment to Agency Request
By Program:			
Maintenance	\$ 205,932,717	\$ 205,575,738	\$ (356,979)
Construction	829,870,316	829,336,384	(533,932)
Local Support	185,908,079	185,949,272	41,193
Management	51,039,740	51,419,424	379,684
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
By Major Object of Expenditure:			
Maintenance	\$ 75,674,600	\$ 75,674,600	\$ 0
Construction	140,041,728	140,041,728	0
Local Support	858,000	858,000	0
Management	1,368,192	1,368,192	0
TOTAL - Nonreportable	<u>\$ 217,942,520</u>	<u>\$ 217,942,520</u>	<u>\$ 0</u>
GRAND TOTAL	\$ 1,490,693,372	\$ 1,490,223,338	\$ (470,034)
By Major Object of Expenditure:			
Salaries and Wages	\$ 134,633,706	\$ 136,923,864	\$ 2,290,158
Contractual Services	98,458,018	98,458,018	0
Commodities	30,715,139	30,715,139	0
Capital Outlay	677,906,067	675,145,875	(2,760,192)
Subtotal - Agency Oper.	\$ 941,712,930	\$ 941,242,896	\$ (470,034)
Aid to Local Units	181,060,599	181,060,599	0
Other Assistance	2,685,000	2,685,000	0
Debt Service	147,292,323	147,292,323	0
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
Nonreportable	\$ 217,942,520	\$ 217,942,520	\$ 0
GRAND TOTAL	\$ 1,490,693,372	\$ 1,490,223,338	\$ (470,034)
Financing:			
State General Fund	\$ 148,999,858	\$ 0	\$ (148,999,858)
State Highway Fund	953,442,233	1,101,972,057	148,529,824
Other Funds	170,308,761	170,308,761	0
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
Bond Proceeds	\$ 0	\$ 0	\$ 0
State Highway Fund	217,542,520	217,542,520	0
Interagency Motor Vehicle Fund	400,000	400,000	0
TOTAL - Nonreportable	<u>\$ 217,942,520</u>	<u>\$ 217,942,520</u>	<u>\$ 0</u>
GRAND TOTAL	\$ 1,490,693,372	\$ 1,490,223,338	\$ (470,034)

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor’s recommendation, with the following comments:

1. The Senate Subcommittee notes its concern relating to the deletion of the demand transfer (\$148,999,858) in FY 2003. Within the Governor’s FY 2003 recommendation, the demand transfer was eliminated along with specific projects selected by the agency (at the request of the Governor) to offset the reduction in funding. Those being:

System Enhancements
US-169 Northeast of Coffeyville in Montgomery County
87 th Street/I-35/US-69 Interchange (Lenexa/Overland Park) in Johnson County
US-54/Kellogg & Rock Road (Wichita) in Sedgwick County
Major Modification Projects
US-36 in Jewell County from K-128 east of 4.7 miles east of K-14
US-77 in Marion County from US-50 north to US-56/K-150
US-160 in Seward and Meade Counties from US-83 east to US-54
US-183 in Ellis County from 55 th St. (Hays) north to the county line
I-35 in Coffey County from the county line east of US-75
US-36 in Doniphan County from Wathena to the Missouri River Bridge

The Subcommittee notes that, although the projects have been selected, the list is not permanent. The aforementioned projects deleted from the Comprehensive Transportation Program (CTP) due to the recommended elimination of the demand transfer could include the above or a combination of these and other projects noted within the “red map” read into law by the passage of 1999 HB 2071. The Subcommittee notes the economic impact that CTP has on the state as a whole, and is concerned about continued adjustments (whether that is financing or projects detailed in the “red map”) being made to the 10 year plan. The Subcommittee believes that the Legislature should make every effort to maintain the integrity of CTP. However, the Committee is unsure of the future of the plan due to the economic outlook of the state and adjustments in projects outlined in the “red map.”

2. The Subcommittee draws attention to SB 452 (the Governor’s Comprehensive Transportation enhancement package) which increases motor fuels taxes by 1 cent and increases registration fees by 3 percent. The Subcommittee notes that the enhancement package was offered by the Governor to keep the integrity of the CTP intact, and to eliminate the need of projects being eliminated due to a

lack of funding. The Subcommittee does not endorse the passage of SB 452, but states that the stability and continuation of CTP is contingent on securing and maintaining the funding stream outlined and projected by the passage of 1999 HB 2071.

3. The Subcommittee notes its concern relating to the demand transfer, and the continuation of the demand transfer throughout the life of the plan. In FY 2004, the demand transfer percentage is set to increase from 11.0 percent to 11.25, thus transferring approximately \$154 million dollars from the State General Fund to the State Highway Fund. The Subcommittee is concerned that with the elimination of the demand transfer in FY 2003, and the economic outlook of the state, that it will be difficult to "reinstate" the continuation of the demand transfer with other issues like education and social services demanding that same funding.
4. The Subcommittee directs the Kansas Department of Transportation to present policies and procedures during Omnibus relating to the installation of National Oceanic and Atmospheric Administration (NOAA) sirens on the communication towers owned by the agency.
5. The Subcommittee directs attention to fiber optic cable resources (owned by the state) that are not being utilized. The Subcommittee flags this item for Omnibus consideration pending further information to be presented relating to the use of those resources for the transmission of information by the Public Broadcasting Council and other entities.

Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation with the following comment:

1. The Senate Committee adds a minority report to the Subcommittee report for FY 2003.

Senate Committee of the Whole

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

Minority Report

I am compelled to present a minority dissent to the report of the Senate Ways and Means Subcommittee on Transportation. I cannot support the deep cuts included in the Governor's "Green Book" budget.

In 1999, this Legislature made a promise to the people of Kansas when it passed the Comprehensive Transportation Program. I may be old fashioned, but I believe that a promise made is a promise kept.

All of the studies I've seen indicate tremendous economic benefit from investments in transportation improvements and a strong positive return on those investments. It's been cited nationally that the 1989 Comprehensive Highway Program was one reason our state weathered the economic downturn of the early 90s more successfully than other states. Why would we deeply cut the CTP at a time when we are worried about a lingering economic downturn?

Investment in transportation infrastructure makes good economic sense now because it provides good jobs with good wages and it makes good economic sense down the road because it provides the foundation for economic growth and development.

HOUSE BUDGET COMMITTEE REPORT

Agency: Kansas Department of Transportation

Bill No. HB 3008

Bill Sec. 65

Analyst: Waller

Analysis Pg. No. Vol. II - 1233

Budget Page No. 433

Expenditure Summary	Agency Request FY 2003	Gov. Rec. FY 2003	Committee Adjustments
Agency Operations	\$ 226,282,163	\$ 227,072,321	\$ 0
Debt Service	147,437,323	147,437,323	0
Aid to Local Units	183,345,599	183,345,599	0
Other Assistance	400,000	400,000	0
Other Operations	715,285,767	714,025,575	(40,000,000)
Subtotal - Reportable	\$ 1,272,750,852	\$ 1,272,280,818	\$ (40,000,000)
Nonreportable Expenses	217,942,520	217,942,520	0
Total - Operations	<u>\$ 1,490,693,372</u>	<u>\$ 1,490,223,338</u>	<u>\$ (40,000,000)</u>
<u>Financing Summary</u>			
State General Fund	\$ 148,999,858	\$ 0	\$ 0
State Highway Fund	953,442,233	1,101,972,057	(40,000,000)
All Other Funds	170,308,761	170,308,761	0
Subtotal - Reportable	\$ 1,272,750,852	\$ 1,272,280,818	\$ (40,000,000)
Nonreportable Funds	217,942,520	217,942,520	0
Total - All Funds	<u>\$ 1,490,693,372</u>	<u>\$ 1,490,223,338</u>	<u>\$ (40,000,000)</u>
FTE Positions	3,247.5	3,247.5	0.0
Non FTE Uncl. Perm. Pos.	3.0	3.0	0.0
TOTAL	<u>3,250.5</u>	<u>3,250.5</u>	<u>0.0</u>

Agency Request/Governor's Recommendation

The agency's FY 2003 reportable budget request totals \$1,272,750,852 and reflects an increase of \$294,670,800 (30.1 percent) above the current year. Included within the agency's request are increases of \$18,545,994 (14.4 percent) in debt service expenditures, \$2,187,176 (1.2 percent) in aid to local units. Those figures are offset by a decrease of \$815,000 (23.3 percent) in gift, grants, and donations expenses. Additionally, the agency estimates \$203,887,250 in non-reportable bonds, \$13,520,270 in funding to other state agencies, and \$535,000 in other non-expense items.

- For agency operations, the following FY 2003 items are noted when compared with the current fiscal year:
 - The agency requests a 1.3 percent increase in salary expenditures from \$132,859,987 to \$134,633,706
 - No change in FY 2002 staffing levels is requested
 - The agency requests an increase in other operating expenditures from \$88,856,568 to \$91,648,457 (3.1 percent)
- For debt service, an increase in payments from \$128,746,329 to \$147,292,323 is estimated by the agency
- For other operations, the following items in the budget are noted as changing from the current fiscal year:
 - an increase in state construction projects from \$263,033,092 to \$558,139,976 (112.2 percent)
 - an increase in Regular Maintenance from \$110,541,002 to \$114,591,717 (3.7 percent)
 - an increase in Special City/County Highway aid payments from \$156,838,222 to \$159,123,761 (1.5 percent)
 - an increase in substantial maintenance from \$85,456,000 to \$91,341,000 (6.9 percent)
 - a decrease in Management expenses from \$51,922,000 to \$51,039,740 (1.7 percent)
 - an increase in debt service expenditures from \$131,114,079 to \$147,437,323 (12.4 percent)
 - a decrease in local construction from \$140,054,960 to \$116,676,640 (16.7 percent)
 - a decrease for building projects from \$11,429,035 to \$7,616,377 (33.4 percent)
 - a decrease in categorical aid to local units from \$21,775,201 to \$20,861,838 (4.2 percent)

Governor's Recommendations

The Governor recommends \$1,272,280,818 in FY 2003, which is \$470,034 below the agency's request. From the current fiscal year, the recommendation reflects an increase of \$294,200,766 (30.1 percent) in reportable expenditures. Included within the Governor's FY 2003 recommendation is an increases of \$2,187,176 (1.2 percent) in aid to local units, an increase of \$18,545,994 (14.4 percent) in debt service expenditures, and a decrease of \$815,642 (23.3 percent) in aid to local units expenses. The Governor concurs with the agency's non-reportable estimate for FY 2003.

- For agency operations, **the Governor** recommends the following adjustments to the agency's request:
 - the suspension of the demand transfer in FY 2003 (\$148,999,858), and expends carry over balances from the State Highway Fund to maintain the integrity of CTP funding
 - an increase in salary expenditures of \$2,290,158
 - a decrease in regular maintenance expenses of \$1,500,000
 - a decrease in building project expenditures from \$7,616,377 to \$6,356,185 (19.8 percent)
 - an agency operations expenditure limitation of \$227,072,321, an increase of \$790,158.

Summary of Operating Budget FY 2003

Expenditure Summary	Agency Request FY 2003	Gov. Rec. FY 2003	Gov. Adjustment to Agency Request
By Program:			
Maintenance	\$ 205,932,717	\$ 205,575,738	\$ (356,979)
Construction	829,870,316	829,336,384	(533,932)
Local Support	185,908,079	185,949,272	41,193
Management	51,039,740	51,419,424	379,684
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
Maintenance	\$ 75,674,600	\$ 75,674,600	\$ 0
Construction	140,041,728	140,041,728	0
Local Support	858,000	858,000	0
Management	1,368,192	1,368,192	0
TOTAL - Nonreportable	<u>\$ 217,942,520</u>	<u>\$ 217,942,520</u>	<u>\$ 0</u>
GRAND TOTAL	\$ 1,490,693,372	\$ 1,490,223,338	\$ (470,034)
By Major Object of Expenditure:			
Salaries and Wages	\$ 134,633,706	\$ 136,923,864	\$ 2,290,158
Contractual Services	98,458,018	98,458,018	0
Commodities	30,715,139	30,715,139	0
Capital Outlay	677,906,067	675,145,875	(2,760,192)
Subtotal - Agency Oper.	941,712,930	941,242,896	(470,034)
Aid to Local Units	181,060,599	181,060,599	0
Other Assistance	2,685,000	2,685,000	0
Debt Service	147,292,323	147,292,323	0
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
Nonreportable	\$ 217,942,520	\$ 217,942,520	\$ 0
GRAND TOTAL	\$ 1,490,693,372	\$ 1,490,223,338	\$ (470,034)
Financing:			
State General Fund	\$ 148,999,858	\$ 0	\$ (148,999,858)
State Highway Fund	953,442,233	1,101,972,057	148,529,824
Other Funds	170,308,761	170,308,761	0
TOTAL - Reportable	<u>\$ 1,272,750,852</u>	<u>\$ 1,272,280,818</u>	<u>\$ (470,034)</u>
Bond Proceeds	\$ 0	\$ 0	\$ 0
State Highway Fund	217,542,520	217,542,520	0
Interagency Motor Vehicle Fund	400,000	400,000	0
TOTAL - Nonreportable	<u>\$ 217,942,520</u>	<u>\$ 217,942,520</u>	<u>\$ 0</u>
GRAND TOTAL	\$1,490,693,372	\$1,490,223,338	(\$470,034)

House Budget Committee Recommendations

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

1. In making recommendations pertaining to the budget of the Kansas Department of Transportation and the continuation of the Comprehensive Transportation Program, the House of Representatives created the Select Committee on Transportation to look into the financing of agency operations and the funding of projects and the proposed projects themselves as outlined within the "red map." The House Budget Committee concurs with the Select Committee on Transportation recommendations, and offers the following recommendations to fund agency operations and promote the continuation of the Comprehensive Transportation Program (CTP).
2. The House Budget Committee recommends reducing major modification and priority bridge set-aside projects by \$40,000,000 (from the State Highway Fund). The projects are identified on a one to three year planning horizon. The House Budget Committee cuts approximately one year of economic development, geometric improvement, railroad crossing surfacing, ITS, corridor management, priority bridge redeck, and priority bridge culvert-bridge funding for projects not yet identified. The House Budget Committee also cuts approximately one year of state and local railroad grade separation funding for projects not yet identified.
3. The House Budget committee notes its concern relating to the deletion of the demand transfer (\$148,999,858) in FY 2003. Within the Governor's FY 2003 recommendation, the demand transfer was eliminated along with specific projects selected by the agency (at the request of the Governor to offset the reduction in funding. Those being:

System Enhancements
US-169 Northeast of Coffeyville in Montgomery County
87 th Street/I-35/US-69 Interchange (Lenexa/Overland Park) in Johnson County
US-54/Kellogg & Rock Road (Wichita) in Sedgwick County
Major Modification Projects
US-36 in Jewell County from K-128 east of 4.7 miles east of K-14
US-77 in Marion County from US-50 north to US-56/K-150
US-160 in Seward and Meade Counties from US-83 east to US-54
US-183 in Ellis County from 55 th St. (Hays) north to the county line
I-35 in Coffey County from the county line east of US-75
US-36 in Doniphan County from Wathena to the Missouri River Bridge

The House Budget Committee notes its concern relating to continued adjustments (whether that is financing or projects detailed in the "red map") being made to the ten year Comprehensive Transportation Program. The Committee believes that the Legislature should make every effort to maintain the integrity of CTP. Therefore, the House Budget Committee recommends the introduction of legislation to provide the funding necessary to maintain and complete projects detailed in the "red map" read in by the passage of 1999 HB 2071. The details of the proposed legislation are listed below, along with a cash flow chart detailing revenues and expenditures of 1999 HB 2071, Highway Estimating Group (November estimates), Governor's recommendation, and the House Budget Committee recommendation.

- a. The House Budget Committee recommends an increase of a 1/4 cent in the sales and compensation use tax deposited directly to the State Highway Fund in FY 2003.
- b. The House Budget Committee recommends the demand transfer be reduced to zero and recommends the transfer of 14 percent of the sales tax on new and used vehicles be deposited within the State Highway Fund beginning in FY 2004. The transfer will provide a fixed amount of approximately \$22,000,000 per year in revenue. The House Budget Committee recommends the transfer be deemed a revenue transfer.
- c. The House Budget Committee recommends an increase in motor fuel taxes by \$0.02 cents effective June 1, 2002 that would be dedicated entirely to the State Highway Fund. Currently, motor fuel taxes are set to increase by \$0.01 cents on July 1, 2003 which is divided between the State Highway Fund and the Special City County Highway Fund.
- d. The House Budget Committee recommends an increase in registration fees that provides a 3 percent increase in revenue in FY 2003. However, the Committee has not determined how the increase will be spread over the various vehicle categories.

CTP FY 2000-2009 Revenue Summary
(In Thousands)

81-9

Projected Ten-Year Revenues

	<u>Approved 1999</u>	<u>November Estimate</u>	<u>\$ Change from Approved</u>	<u>Governor's Rec.</u>	<u>\$ Change from Approved</u>	<u>House Budget Comm Rec.</u>	<u>\$ Change from Approved</u>
Cash Beginning Balance	\$ 475,189	\$ 559,875	\$ 84,686	\$ 559,875	\$ 84,686	\$ 559,875	\$ 84,686
Motor Fuels Taxes	\$ 3,930,400	\$ 3,919,286	\$ (11,114)	\$ 3,919,286	\$ (11,114)	\$ 4,175,963	\$ 245,563
SGF Sales Tax Transfer	1,830,010	1,435,482	(394,528)	1,290,081	(539,929)	340,505	(1,489,505)
Sales and Comp. Use Tax	1,071,513	1,018,093	(53,420)	1,018,093	(53,420)	1,778,630	707,117
Registration Fees	1,315,000	1,370,728	55,728	1,370,728	55,728	1,399,918	84,918
Other Revenues	<u>526,270</u>	<u>532,269</u>	<u>5,999</u>	<u>497,656</u>	<u>(28,614)</u>	<u>541,015</u>	<u>14,745</u>
Subtotal - State	<u>\$ 8,673,193</u>	<u>\$ 8,275,858</u>	<u>\$ (397,335)</u>	<u>\$ 8,095,844</u>	<u>\$ (577,349)</u>	<u>\$ 8,236,031</u>	<u>\$ (437,162)</u>
Reimbursement	\$ 3,012,953	\$ 3,528,848	\$ 515,895	\$ 3,528,848	\$ 515,895	\$ 3,528,848	\$ 515,895
Bonds	<u>\$ 980,075</u>	<u>\$ 1,277,298</u>	<u>\$ 297,223</u>	<u>\$ 1,277,298</u>	<u>\$ 297,223</u>	<u>\$ 1,277,298</u>	<u>\$ 297,223</u>
Total Revenues	<u>\$ 13,141,410</u>	<u>\$ 13,641,879</u>	<u>\$ 500,469</u>	<u>\$ 13,461,865</u>	<u>\$ 320,455</u>	<u>\$ 13,602,052</u>	<u>\$ 460,642</u>

*Source: Kansas Department of Transportation (Governor's recommendation reflects the FY 2003 Budget Report with **no** enhancement package.

CTP FY 2000-2009 Revenue Summary
(In Thousands)

6-7-9

Projected Ten-Year Expenditures

	<u>Approved 1999</u>	<u>November Estimate</u>	<u>\$ Change from Approved</u>	<u>Governor's Rec.</u>	<u>\$ Change from Approved</u>	<u>House Budget Comm Rec.</u>	<u>\$ Change from Approved</u>
Maintenance	\$ 3,287,880	\$ 3,057,136	\$ (230,744)	\$ 3,058,768	\$ (229,112)	\$ 3,057,136	\$ (230,744)
Construction	4,301,451	5,078,250	776,799	4,932,050	630,599	5,038,582	737,131
Modes	178,233	179,706	1,473	179,706	1,473	179,706	1,473
Local Support	2,675,288	2,699,443	24,155	2,705,478	30,190	2,698,242	22,954
Management	729,604	667,766	(61,838)	668,080	(61,524)	668,965	(60,639)
Transfer Out	489,312	517,928	28,616	517,928	28,616	517,928	28,616
Debt Service	<u>1,198,035</u>	<u>1,295,923</u>	<u>97,888</u>	<u>1,295,923</u>	<u>97,888</u>	<u>1,295,923</u>	<u>97,888</u>
Total Expenditures	<u>\$ 12,859,803</u>	<u>\$ 13,496,152</u>	<u>\$ 546,316</u>	<u>\$ 13,357,933</u>	<u>\$ 408,097</u>	<u>\$ 13,456,482</u>	<u>\$ 506,646</u>
ENDING BALANCE	\$ 281,607	\$ 145,727	\$ (135,880)	\$ 103,932	\$ (177,675)	\$ 145,567	\$ (136,040)
Minimum Ending Balance Req.	\$ 220,237	\$ 441,555	\$ 221,318	\$ 433,322	\$ 213,085	\$ 441,555	\$ 221,318
Available Ending Balance	\$ 61,370	\$ (295,828)	\$ (357,198)	\$ (329,390)	\$ (390,760)	\$ (295,988)	\$ (357,358)

*Source: Kansas Department of Transportation

STATE OF KANSAS



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Bill Graves
Governor

Duane A. Goossen
Director

MEMORANDUM

TO: Governor Bill Graves and Legislative Budget Committee

FROM: Kansas Division of the Budget and Kansas Legislative Research Department

DATE: March 15, 2002

SUBJECT: Revised Consensus Caseload Estimates for FY 2002 and FY 2003

The Division of the Budget, Legislative Research Department, Department of Social and Rehabilitation Services, and Department on Aging met today to revise the estimates on caseload expenditures for FY 2002 and FY 2003. The caseload estimates encompass all funds expenditure estimates for Nursing Facilities, Regular Medical, Temporary Assistance to Families, General Assistance, and the Foster Care and Adoption Contracts.

Estimates for the two fiscal years combined would require an additional \$11.9 million from the State General Fund.

For FY 2002, the estimate for the State General Fund was increased by \$ 3.8 million, or less than one percent from the estimate made in November. The largest increase was in the Regular Medical program. Generally, cost escalation accounts for about 85.0 percent of the increase from the prior medical estimate. The revised estimate for foster care was reduced by \$1.7 million State General Fund to reflect a decline in the number of children in foster.

The FY 2003 the estimate for the State General Fund was increased by \$8.1 million, or 1.5 percent from the November estimate. The FY 2003 State General Fund estimated total of \$547.1 million is \$55.0 million more than the FY 2002 revised estimate. The largest increase over the revised FY 2002 estimate was for Regular Medical. Generally, cost escalation accounts for about 85.0 percent of the increase from the prior medical estimate.

HOUSE APPROPRIATIONS

DATE 3/18/02
ATTACHMENT 7

In both years, federal dollars increased at a higher percentage than state funds due to continuing state efforts to maximize federal funds.

Attached are the revised estimates for both fiscal years.

Caseload Estimating
March 15, 2001

		November Revised FY 2002	March Revised FY 2002	Difference from November Estimate
Nursing Facilities	SGF	121,608,190	120,800,000	(808,190)
	AF	304,020,475	302,000,000	(2,020,475)
NFMH	SGF	10,408,100	10,408,100	--
	AF	14,500,000	14,500,000	--
Temporary Assistance to Families	SGF	30,293,070	30,293,070	--
	AF	49,000,000	49,000,000	--
General Assistance	SGF	5,800,000	5,960,000	160,000
	AF	5,800,000	5,960,000	160,000
Regular Medical	SGF	262,505,484	268,621,876	6,116,392
	AF	790,000,000	820,000,000	30,000,000
Foster Care Contract	SGF	42,812,646	41,152,871	(1,659,775)
	AF	97,000,000	94,300,000	(2,700,000)
Adoption Contract	SGF	14,824,419	14,824,419	--
	AF	32,000,000	32,000,000	--
Total	SGF	488,251,909	492,060,336	3,808,427
	AF	1,292,320,475	1,317,760,000	25,439,525

	November Est. FY 2003	March Revised FY 2003	Difference from November Est FY 2003	Difference from March FY 2002 Estimate
	128,800,000	128,800,000	--	8,000,000
	322,000,000	322,000,000	--	20,000,000
	10,910,560	10,910,560	--	502,460
	15,200,000	15,200,000	--	700,000
	30,293,070	30,293,070	--	--
	52,500,000	53,500,000	1,000,000	4,500,000
	6,600,000	7,000,000	400,000	1,040,000
	6,600,000	7,000,000	400,000	1,040,000
	301,484,223	312,621,876	11,137,653	44,000,000
	885,000,000	939,000,000	54,000,000	119,000,000
	44,195,242	41,474,010	(2,721,232)	321,139
	99,000,000	95,000,000	(4,000,000)	700,000
	16,756,025	15,998,425	(757,600)	1,174,006
	35,000,000	34,000,000	(1,000,000)	2,000,000

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Consensus Caseload Estimates - March 15, 2002

	FY 02 November Consensus		FY 02 March Consensus		Difference		FY 03 November Consensus		FY 03 March Consensus		Difference	
	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF
Nursing Facilities	\$ 304,020,475	\$ 121,608,190	\$ 302,000,000	\$ 120,800,000	\$ (2,020,475)	\$ (808,190)	\$ 322,000,000	\$ 128,800,000	\$ 322,000,000	\$ 128,800,000	\$ 0	\$ 0
Nursing Facilities - Mental Health	14,500,000	10,408,100	14,500,000	10,408,100	0	0	15,200,000	10,910,560	15,200,000	10,910,560	0	
Temporary Assistance to Families	49,000,000	30,293,070	49,000,000	30,293,070	0	0	52,500,000	30,293,070	53,500,000	30,293,070	1,000,000	0
General Assistance	5,800,000	5,800,000	5,960,000	5,960,000	160,000	160,000	6,600,000	6,600,000	7,000,000	7,000,000	400,000	400,000
Regular Medical	790,000,000	262,505,484	820,000,000	268,621,876	30,000,000	6,116,392	885,000,000	301,484,223	939,000,000	312,621,876	54,000,000	11,137,653
Foster Care Contract	97,000,000	42,812,646	94,300,000	41,152,871	(2,700,000)	(1,659,775)	99,000,000	44,195,242	95,000,000	41,474,010	(4,000,000)	(2,721,232)
Adoption Contract	32,000,000	14,824,419	32,000,000	14,824,419	0	0	35,000,000	16,756,025	34,000,000	15,998,425	(1,000,000)	(757,600)
TOTAL	\$ 1,292,320,475	\$ 488,251,909	\$ 1,317,760,000	\$ 492,060,336	\$ 25,439,525	\$ 3,808,427	\$ 1,415,300,000	\$ 539,039,120	\$ 1,465,700,000	\$ 547,097,941	\$ 50,400,000	\$ 8,058,821

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Consensus Caseload Estimates - March 15, 2002

	FY 02 Governor's Rec.		FY 02 March Consensus		Difference		FY 03 Governor's Rec.		FY 03 March Consensus		Difference	
	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF	All Funds	SGF
Nursing Facilities	\$ 304,020,475	\$ 121,608,190	\$ 302,000,000	\$ 120,800,000	\$ (2,020,475)	\$ (808,190)	\$ 322,000,000	\$ 128,800,000	\$ 322,000,000	\$ 128,800,000	\$ 0	\$ 0
Nursing Facilities - Mental He	13,662,500	9,812,408	14,500,000	10,408,100	837,500	595,692	12,687,500	9,023,483	15,200,000	10,910,560	2,512,500	
Temporary Assistance to Fa	49,000,000	30,293,070	49,000,000	30,293,070	0	0	52,500,000	30,293,070	53,500,000	30,293,070	1,000,000	0
General Assistance	5,800,000	5,800,000	5,960,000	5,960,000	160,000	160,000	5,361,198	5,361,198	7,000,000	7,000,000	1,638,802	1,638,802
Regular Medical	790,000,000	263,705,444	820,000,000	268,621,876	30,000,000	4,916,432	862,598,995	292,644,391	939,000,000	312,621,876	76,401,005	19,977,485
Foster Care Contract	97,000,000	42,812,646	94,300,000	41,152,871	(2,700,000)	(1,659,775)	99,000,000	44,195,242	95,000,000	41,474,010	(4,000,000)	(2,721,232)
Adoption Contract	32,000,000	14,824,419	32,000,000	14,824,419	0	0	35,000,000	16,756,025	34,000,000	15,998,425	(1,000,000)	(757,600)
TOTAL	\$ 1,291,482,975	\$ 488,856,177	\$ 1,317,760,000	\$ 492,060,336	\$ 26,277,025	\$ 3,204,159	\$ 1,389,147,693	\$ 527,073,409	\$ 1,465,700,000	\$ 547,097,941	\$ 76,552,307	\$ 20,024,532