

MINUTES OF THE HOUSE APPROPRIATIONS COMMITTEE

The meeting was called to order by Chairman Melvin Neufeld at 9:00 A.M. on February 23, 2005, in Room 514-S of the Capitol.

All members were present.

Committee staff present:

Alan Conroy, Legislative Research Department  
J. G. Scott, Legislative Research Department  
Amy VanHouse, Legislative Research Department  
Reagan Cussimano, Legislative Research Department  
Carolyn Rampey, Legislative Research Department  
Matt Spurgin, Legislative Research Department  
Jim Wilson, Revisor of Statutes  
Mike Corrigan, Revisor of Statutes  
Nikki Feuerborn, Administrative Analyst  
Shirley Jepson, Committee Secretary

Conferees appearing before the committee:

Peggy Hanna, State Treasurer's Office  
Jerry Sloan, Judicial Branch

Others attending:

See attached list.

- Attachment 1 Fiscal Note on **HB 2477**
- Attachment 2 Testimony on **HB 2477** by Peggy Hanna, Treasurer's Office
- Attachment 3 Fiscal Note on **HB 2478**
- Attachment 4 Written Testimony on **HB 2478** from Gary Rulon, Chief Judge, Kansas Court of Appeals
- Attachment 5 Technical Amendment on **HB 2478**
- Attachment 6 Budget Committee Report on Kansas Dental Board, Board of Examiners for Hearing Aids, State Board of Pharmacy
- Attachment 7 Budget Committee Report on Board of Veterinary Examiners
- Attachment 8 Budget Committee Report on **HB 2116**

Representative Landwehr moved to introduce legislation relating to the delay of out-of-district tuition reduction for Unified School District No. 345. The motion was seconded by Representative Hutchins. Motion carried.

**Hearing on HB 2477: Unclaimed property act, stock dormancy period.**

Matt Spurgin, Legislative Research Department, explained that **HB 2477** amends existing law to decrease the dormancy period on abandoned stocks and mutual funds from five years to three years. The fiscal note indicates that increase in revenue would not occur until FY 2006 or FY 2007 (Attachment 1).

Chair Neufeld recognized Peggy Hanna, Treasurer's Office, who presented testimony in support of **HB 2477** (Attachment 2).

Chair Neufeld closed the hearing on **HB 2477**.

Representative Pottorff moved to recommend **HB 2477** favorable for passage and move to the consent calendar. The motion was seconded by Representative Lane. Motion carried.

**Hearing on HB 2478: Delay of phased in increase of court of appeals to 14 judges.**

Carolyn Rampey, Legislative Research Department, explained that **HB 2478** delays the expansion of the Kansas Court of Appeals for one year. The 13<sup>th</sup> judge would not be added until January 1, 2007 and the 14<sup>th</sup>

CONTINUATION SHEET

MINUTES OF THE House Appropriations Committee at 9:00 A.M. on February 23, 2005 in Room 514-S of the Capitol.

judge would be added one year later. The fiscal note on **HB 2478** would be a reduction of \$298,306 in the FY 2006 budget (Attachment 3).

Chair Neufeld recognized Jerry Sloan, Judicial Branch, who presented written testimony from Gary Rulon, Chief Judge of the Kansas Court of Appeals (Attachment 4). Mr. Sloan presented a technical amendment to **HB 2478** (Attachment 5).

Representative Gatewood moved to adopt the technical amendment to **HB 2478**. The motion was seconded by Representative McCreary. Motion carried.

Chair Neufeld closed the hearing on **HB 2478**.

Representative McCreary moved to recommend **HB 2478** favorable for passage as amended. The motion was seconded by Representative Gatewood. Motion carried.

Representative Lane, member of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Kansas Dental Board for FY 2005 and moved for the adoption of the Budget Committee recommendation for FY 2005 (Attachment 6). The motion was seconded by Representative Pottorff. Motion carried.

Representative Lane, member of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Kansas Dental Board for FY 2006 and moved for the adoption of the Budget Committee recommendation for FY 2006 (Attachment 6). The motion was seconded by Representative Pottorff. Motion carried.

Responding to a question from the Committee, the Budget Committee noted that the Kansas Dental Board anticipates increasing fees by approximately 20 percent. The Budget Committee indicated that approximately \$4,000 was swept from the fee funds of this agency in FY 2004 by the Governor.

Representative Lane, member of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Kansas Dental Board for FY 2007 and moved for the adoption of the Budget Committee recommendation for FY 2007 (Attachment 6). The motion was seconded by Representative Pottorff. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Board of Hearing Aid Examiners for FY 2005 and moved for the adoption of the Budget Committee recommendation for FY 2005 (Attachment 6). The motion was seconded by Representative Lane. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Board of Hearing Aid Examiners for FY 2006 and moved for the adoption of the Budget Committee recommendation for FY 2006 (Attachment 6). The motion was seconded by Representative Lane. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Board of Hearing Aid Examiners for FY 2007 and moved for the adoption of the Budget Committee recommendation for FY 2007 (Attachment 6). The motion was seconded by Representative Lane. Motion carried.

Representative Schwab, member of the General Government and Commerce Budget Committee, presented the Budget Committee report on the Board of Pharmacy for FY 2005, FY 2006 and FY 2007, and moved for the adoption of the Budget Committee recommendation for FY 2005, FY 2006 and FY 2007 (Attachment 6). The motion was seconded by Representative Pottorff. Motion carried.

In response to a question from the Committee concerning prescription drugs coming into Kansas from Canada and compliance with Kansas law, the Budget Committee indicated that Canada does not allow the United States to investigate Canadian companies selling prescription drugs to citizens of the United States. The

CONTINUATION SHEET

MINUTES OF THE House Appropriations Committee at 9:00 A.M. on February 23, 2005 in Room 514-S of the Capitol.

Budget Committee noted that a distributor in another state, selling prescription drugs in Kansas, is required to have a Kansas license, allowing the Kansas Board of Pharmacy the right to investigate the company.

Representative Powell, member of the Agriculture and Natural Resources Budget Committee, presented the Budget Committee report on the Board of Veterinary Examiners for FY 2005 and moved for the adoption of the Budget Committee recommendation for FY 2005 (Attachment 7). The motion was seconded by Representative Schwartz. Motion carried.

Representative Powell, member of the Agriculture and Natural Resources Budget Committee, presented the Budget Committee report on the Board of Veterinary Examiners for FY 2006 and moved for the adoption of the Budget Committee recommendation for FY 2006 (Attachment 7). The motion was seconded by Representative Schwartz. Motion carried.

The Budget Committee noted that there is still a waiting list of students wanting to attend the Kansas State University College of Veterinary Medicine.


Representative Powell, member of the Agriculture and Natural Resources Budget Committee, presented the Budget Committee report on the Board of Veterinary Examiners for FY 2007 and moved for the adoption of the Budget Committee recommendation for FY 2007 (Attachment 7). The motion was seconded by Representative Schwartz. Motion carried.

**Action on HB 2116: Disposition of certain federal moneys received by Department of Wildlife and Parks.**

Julian Efird, Legislative Research Department, explained that **HB 2116** would establish four new statutory funds into which federal moneys would be deposited and from which expenditures could be made within the Department of Wildlife and Parks.

Representative Schwartz moved to adopt the Budget Committee report on **HB 2116** and recommend **HB 2116** favorable for passage (Attachment 8). The motion was seconded by Representative Williams. Motion carried.

The meeting was adjourned at 9:50 a.m. The next meeting of the Committee will be held at 9:00 a.m. on March 2, 2005.

  
\_\_\_\_\_  
Melvin Neufeld, Chair



February 21, 2005

The Honorable Melvin Neufeld, Chairperson  
House Committee on Appropriations  
Statehouse, Room 517-S  
Topeka, Kansas 66612

Dear Representative Neufeld:

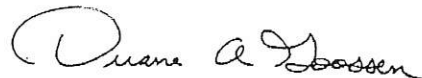
SUBJECT: Fiscal Note for HB 2477 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2477 is respectfully submitted to your committee.

HB 2477 would amend current law regarding unclaimed property. First, the bill would shorten the time when a stock or other equity interest is considered abandoned if it is unclaimed after three years. Current law sets the time limit at five years. The state is required to sell stock no sooner than six months after it receives the abandoned stock but no later than one year after it receives it. All monies derived from the sale of stock are deposited in the State General Fund and held there until they are claimed.

The effective date of the act is July 1, 2005. The State Treasurer receives the majority of abandoned stocks around November 1 of each year, and holds its sale in July or August. Any additional stock that may be reported as abandoned as a result of shortening the dormancy period in this bill would be subject to sale no sooner than July 2006, or in FY 2007. Any revenue increase from the sale would occur in that year.

Sincerely,



Duane A. Goossen  
Director of the Budget

cc: Peggy Hanna, Treasurer's Office

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 1



STATE OF KANSAS

## Lynn Jenkins, CPA

TREASURER

900 SW JACKSON ST. SUITE 201  
TOPEKA, KANSAS 66612-1235

TELEPHONE  
(785) 296-3171

February 23, 2005

Representative Melvin Neufeld, Chairperson, and members  
House Appropriations Committee

Testimony on House Bill 2477

My name is Peggy Hanna from the Treasurer's Office. Treasurer Jenkins appreciates you allowing me to speak today in favor of House Bill 2477. This amendment to the Unclaimed Property Act would decrease the dormancy period on abandoned stocks and mutual funds and would result in this type of property being turned over to the state two years sooner than under current law.

There are three really good reasons you should vote favorably for this bill:

1. These types of properties and the parties that handle them are regulated by the Securities and Exchange Commission (SEC). The SEC rules require that most lost accounts undergo two electronic database searches, and that these searches must be completed within twenty-four months of the account first becoming lost. For instance, if a stock property becomes lost today, sometime before February 2007, the transfer agent must twice attempt to locate the lost owner by using an electronic database. If those searches do not produce a new address for the owner, it is highly unlikely that the transfer agent merely holding the property for three additional years (as they do now) will have a different result. The state will eventually receive the property.
2. Currently, transfer agents and stock issuers are hiring third-party locators whose job it is to locate the owners during the period prior to the report date of the lost property. These locators do not fall under our unclaimed property laws and are known to charge from 30-35% for owners to retrieve their property.
3. Finally, these changes would yield funds into the state general fund sooner than they would have been deposited. We are required to sell stocks and mutual funds after we have held them for six months. The proceeds of these sales are deposited into the state general fund, where the state uses the funds and retains any interest earnings until such time as the owner or their heirs come forward to claim their property. Under current law, we receive one year's accumulated stock and mutual funds. With this change, in November 2005 we would receive those stocks and mutual funds that would have been received in November 2005, November 2006 and November 2007, since we would be "catching up" with the change in dormancy period. Then in November 2006, we would receive only one year's accumulated stock and mutual funds. As a result of the three years' accumulation being received in November 2005, we would be able to sell the stock after six months (or July 2006), thus realizing increased stock sale proceeds than we would normally realize. This is a one-time "bump".

**HOUSE APPROPRIATIONS**

DATE 2-23-2005  
ATTACHMENT 2

In our fiscal note we stated that a third-party auditor that remits a great deal of stocks and mutual funds to the state of Kansas, projects we could receive stock with an estimated value of \$8 million in November 2005 with the actual cash value to be realized in July 2006.

Nineteen states have changed their unclaimed property laws to the 3-year dormancy period on stocks and mutual funds with no negative results.

During the 2004 session, the Treasurer requested and you passed SB 399 which allowed our office to bring in property resulting from the demutualization of life insurance companies two years earlier than the law allowed. This change resulted in a one-time \$10 million receipt into the state general fund.

Here is a short history on the Unclaimed Property program:

Inception date:	1979		
Total funds received since 1979:	\$201 million	Average received each year:	\$15 million
Total funds paid out since 1979:	\$ 73 million	Average paid out each year:	\$6-\$8 million
Total outstanding dollars:	\$155 million	Number of properties:	705,105

Thank you again for your consideration of HB 2477.

February 22, 2005

The Honorable Melvin Neufeld, Chairperson  
House Committee on Appropriations  
Statehouse, Room 517-S  
Topeka, Kansas 66612

Dear Representative Neufeld:

SUBJECT: Fiscal Note for HB 2478 by House Committee on Appropriations

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2478 is respectfully submitted to your committee.

HB 2478 would delay the expansion of the Kansas Court of Appeals for one year. The 13th judge would not be added until January 1, 2007, and the 14th judge would be added a year later.

The Judiciary would no longer require the \$298,306 that is include in *The FY 2006 Governor's Budget Report* to fund the 13th judge that was to be added on January 1, 2006.

Sincerely,



Duane A. Goossen  
Director of the Budget

cc: Brandy Wheeler, Judiciary

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 3





KANSAS COURT OF APPEALS

GARY W. RULON  
CHIEF JUDGE

301 WEST TENTH  
TOPEKA, KANSAS 66612-1507

(785) 296-6184  
FAX: (785) 296-7079

February 23, 2005

Representative Melvin Neufeld, Chair  
House Appropriations Committee  
State Capitol  
300 SW 10th, Room 517-S  
Topeka, Kansas 66612

Dear Representative Neufeld:

As you may recall, K.S.A. 2003 Supp. 20-3002 provides for the addition of the thirteenth judge for the Kansas Court of Appeals, effective January 1, 2006. However, in prior years, Judges of the Court of Appeals supported a proposal which temporarily postponed increasing the number of Court of Appeals Judges. This year we again propose postponing the addition of another judge to this court.

Our Court is currently in the midst of a substantial renovation of the physical area occupied by the Court. Likewise, in the past several years, our Court has experienced a substantial change of judicial personnel. Consequently, we request the funding for Court of Appeals Judge number thirteen be delayed until the next legislative session, giving us the opportunity to reassess our needs for additional judges.

Thank you for your consideration.

Very truly yours,

A handwritten signature in black ink that reads "Gary W. Rulon". The signature is written in a cursive style.

Gary W. Rulon  
Chief Judge

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 4

# HOUSE BILL No. 2478

By Committee on Appropriations

2-16

Proposed Technical Amendment  
For Consideration by  
Committee on Appropriations

HOUSE APPROPRIATIONS  
DATE 2-23-2005  
ATTACHMENT 5

9 AN ACT concerning the court of appeals; amending K.S.A. 2004 Supp.  
10 20-3002 and repealing the existing ~~section~~

and 20-3006  
sections

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

12 Section 1. K.S.A. 2004 Supp. 20-3002 is hereby amended to read as  
13 follows: 20-3002. (a) On and after January 1, 2003, through December  
14 31, 2004, the court of appeals shall consist of 11 judges whose positions  
15 shall be numbered one to 11. On and after January 1, 2005, through  
16 December 31, ~~2005~~ 2006, the court of appeals shall consist of 12 judges  
17 whose positions shall be numbered one to 12. On and after January 1,  
18 ~~2006~~ 2007, through December 31, ~~2006~~ 2007, the court of appeals shall  
19 consist of 13 judges whose positions shall be numbered one to 13. On  
20 and after January 1, ~~2007~~ 2008, the court of appeals shall consist of 14  
21 judges whose positions shall be numbered one to 14. Judges of the court  
22 of appeals shall possess the qualifications prescribed by law for justices  
23 of the supreme court.  
24

25 (b) Judges of the court of appeals shall be selected in the manner  
26 provided by K.S.A. 20-3003 through 20-3010, and amendments thereto.  
27 Each judge of the court of appeals shall receive an annual salary in the  
28 amount prescribed by law. No judge of the court of appeals may receive  
29 additional compensation for official services performed by the judge.  
30 Each such judge shall be reimbursed for expenses incurred in the per-  
31 formance of such judge's official duties in the same manner and to the  
32 same extent justices of the supreme court are reimbursed for such  
33 expenses.

34 (c) The supreme court may assign a judge of the court of appeals to  
35 serve temporarily on the supreme court.

36 (d) Any additional court of appeals judge position created by this  
37 section shall be considered a position created by the supreme court and  
38 not a civil appointment to a state office pursuant to K.S.A. 46-234, and  
39 amendments thereto.

See Sec. 2. Insert (attached)

3. 40 Sec. ~~2~~ K.S.A. 2004 Supp. 20-3002 ~~is~~ hereby repealed.

and 20-3006

41 Sec. ~~2~~ This act shall take effect and be in force from and after its  
42 publication in the statute book.

are

Sec. 2. K.S.A. 2004 Supp. 20-3006 is hereby amended to read as follows: 20-3006. (a) Persons who are appointed as judges of the court of appeals pursuant to K.S.A. 20-3005 and amendments thereto shall commence the duties of office upon appointment, and each judge shall have all the rights, privileges, powers and duties prescribed by law for the office of judge of the court of appeals. ~~The initial term of office for the person serving as judge of the court of appeals in position 11 and position 12 shall expire January 8, 2007. The initial term of office for the person serving as judge of the court of appeals in position 13 and position 14 shall expire January 12, 2009.~~

(b) (1) Not less than 60 days prior to the holding of the general election next preceding the expiration of the term of any judge of the court of appeals, the judge may file in the office of the secretary of state a declaration of candidacy for retention in office. If a declaration is not filed as provided in this section, the position held by the judge shall be vacant upon the expiration of the judge's term of office. If such declaration is filed, the judge's name shall be submitted at the next general election to the electors of the state on a separate judicial ballot, without party designation, reading substantially as follows:

"Shall \_\_\_\_\_ (Here insert name of judge.), Judge of the Court of Appeals, be retained in office?"

(2) If a majority of those voting on the question votes against retaining the judge in office, the position which the judge holds shall be vacant upon the expiration of the judge's term of office. Otherwise, unless the judge is removed for cause, the judge shall remain in office for a term of four years from the second Monday in January following

the election. At the expiration of each term, unless by law the judge is compelled to retire, the judge shall be eligible for retention in office by election in the manner prescribed in this section. 5-2

(3) If a majority of those voting on the question votes against the judge's retention, the secretary of state, following the final canvass of votes on the question, shall certify the results to the clerk of the supreme court. Any such judge who has not been retained in office pursuant to this section shall not be eligible for nomination or appointment to the office of judge of the court of appeals prior to the expiration of four years after the expiration of the judge's term of office.

(4) Election laws applicable to the general election of other state officers shall apply to elections upon the question of retention of judges of the court of appeals pursuant to this section, to the extent that they are not in conflict with and are consistent with the provisions of this act.

House Budget Committee Report

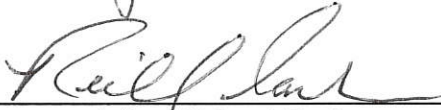
FY 2005  
FY 2006  
FY 2007

on

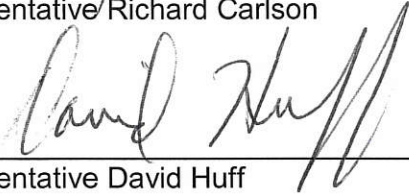
Kansas Dental Board  
Board of Examiners for Hearing Aids  
State Board of Pharmacy



Representative JoAnn Pottorff, Chairperson



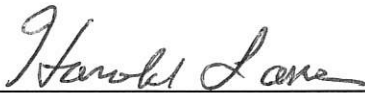
Representative Richard Carlson



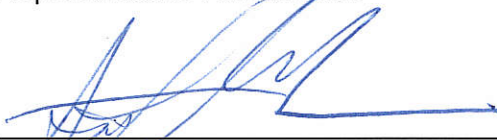
Representative David Huff




Representative Annie Kuether



Representative Harold Lane



Representative Scott Schwab



Representative Clark Shultz

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 6

## Senate Subcommittee Report

**Agency:** Dental Board

**Bill No.** SB 272

**Bill Sec.** 6

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2005</u>	<u>Governor's Recommendation FY 2005</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	0
Other Funds	344,017	344,017	0
TOTAL	<u>\$ 344,017</u>	<u>\$ 344,017</u>	<u>0</u>
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>

### Agency Estimate/Governor's Recommendation

The **agency** estimate for FY 2005 expenditures of \$344,017 is a \$500 decrease from the amount approved by the 2004 Legislature. The agency did not request any KSIP expenditures.

**The Governor** recommends expenditures of \$344,017, which is consistent with the agency's estimate.

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor.

### Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation.

### Senate Committee of the Whole Recommendation

The Senate Committee of the Whole has not yet addressed this issue.

### House Budget Committee Report

**Agency:** Dental Board

**Bill No.** HB 2480

**Bill Sec.** 6

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

Expenditure Summary	Agency Estimate FY 2005	Governor's Recommendation FY 2005	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 344,017	\$ 344,017	0
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>

#### Agency Estimate/Governor's Recommendation

The **agency** estimate for FY 2005 expenditures of \$344,017 is a \$500 decrease from the amount approved by the 2004 Legislature. The agency did not request any KSIP expenditures.

The **Governor** recommends expenditures of \$344,017, which is consistent with the agency's estimate.

#### House Budget Committee Recommendation

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

## Senate Subcommittee Report

**Agency:** Dental Board

**Bill No.** SB 270

**Bill Sec.** 10

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	359,451	298,866	(8,415)
<b>TOTAL</b>	<b>\$ 359,451</b>	<b>\$ 298,866</b>	<b>\$ (8,415)</b>
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>3.0</b>	<b>3.0</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$359,451 which is an increase of \$15,434 (4.5 percent) from the FY 2005 request.

#### Salaries and Wages

- \$131,908 to fund 3.0 FTE positions and Board members.
- An increase of \$434 (0.3 percent) over FY 2005 estimates.

#### Contractual Services

- \$220,779 to fund services that include professional service fees (\$166,240), rent (\$20,431), communication (\$15,727), and printing (\$4,660). The request includes an enhancement of \$15,000 to conduct additional contracted investigations.
- An increase of \$15,000 (7.3 percent) over FY 2005 estimates.

#### Commodities

- \$6,264 for stationery and professional and scientific supplies.
- This is the same amount as estimated for FY 2005.

#### Capital Outlay

- \$500 is requested.
- This is the same amount as estimated for FY 2005.

The agency request exceeds the expected revenue and cash balance of the Dental Board Fee Fund account.

The **Governor** recommends expenditures of \$298,866 for FY 2006 which is a decrease of \$45,151 (13.1 percent) from the FY 2005 recommendation. The Governor's recommendation

includes an additional \$8,849 (6.7 percent) in salaries and wages. The increase includes \$4,817 for the 27th payroll period during FY 2006. The recommendation also includes an additional \$347 for the KPERS death and disability adjustment, and \$3,251 for a base salary adjustment. The Governor did not recommend the enhancement request. The Governor's recommended reduction in contractual services would require the agency to cancel the attorney contract. The Governor's recommendation exceeds the expected revenue and cash balance of the Dental Board Fee Fund Account.

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$3,251 to remove pay plan funding recommended by the Governor (a 2.5 percent base salary adjustment for all state employees) for consideration in a separate bill.
2. **Other Salary and Wage Adjustments.** Delete \$5,164 to remove funding recommended by the Governor for the 27th payroll period (\$4,817), and for the Kansas Public Employees Retirement System (KPERS) death and disability increase (\$347) for later Committee consideration.
3. The Subcommittee notes that the Governor's recommended expenditures exceed the estimated revenue and cash balance in the Dental Board Fee Fund Account by \$32,444. The agency is currently assessing the maximum fee allowed by statute. The Subcommittee notes that SB 91 has been introduced to raise the statutory fee limitation. If this bill is successfully enrolled, the agency's board will implement a higher fee. The Subcommittee also notes that the agency receives higher revenues in years when dentists renew their licenses, and lower revenues in the following year when dental hygienists renew their licenses. In FY 2006, the projected revenues are at the lower level for hygienist renewals.
4. The Subcommittee recommends a review at Omnibus for the possible restoration of \$54,000 for the agency's attorney contract pending passage of SB 91. The agency has requested that this funding be restored. This attorney works on enforcement actions resulting from investigations and inspections conducted by the agency.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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

The Senate Committee of the Whole has not yet addressed this issue.

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## House Budget Committee Report

**Agency:** Dental Board

**Bill No.** HB 2482

**Bill Sec.** 10

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 359,451	\$ 298,866	0
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$359,451 which is an increase of \$15,434 (4.5 percent) from the FY 2005 request.

#### Salaries and Wages

- \$131,908 to fund 3.0 FTE positions and Board members.
- An increase of \$434 (0.3 percent) over FY 2005 estimates.

#### Contractual Services

- \$220,779 to fund services that include professional service fees (\$166,240), rent (\$20,431), communication (\$15,727), and printing (\$4,660). The request includes an enhancement of \$15,000 to conduct additional contracted investigations.
- An increase of \$15,000 (7.3 percent) over FY 2005 estimates.

#### Commodities

- \$6,264 for stationery and professional and scientific supplies.
- This is the same amount as estimated for FY 2005.

#### Capital Outlay

- \$500 is requested.
- This is the same amount as estimated for FY 2005.

The **Governor** recommends expenditures of \$298,866 for FY 2006 which is a decrease of \$45,151 (13.1 percent) from the FY 2005 recommendation. The Governor's recommendation includes an additional \$8,849 (6.7 percent) in salaries and wages. The increase includes \$4,817 for the 27th payroll period during FY 2006. The recommendation also includes an additional \$347 for the KPERS death and disability adjustment, and \$3,251 for a base salary adjustment. The Governor

did not recommend the enhancement request. The Governor's recommended reduction in contractual services (\$54,000) would require the agency to cancel the attorney contract.

### **House Budget Committee Recommendation**

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

1. The Budget Committee notes the Governor's recommended reductions from the agency request are due to the limited funds available in the agency's special revenue fund. Based upon current revenue projections, the agency does not have sufficient funds available to cover the Governor's recommended expenditures for FY 2006, and the Dental Board Fee Fund Account is projected at a \$32,444 shortfall. The Budget Committee also notes that the agency is currently charging the maximum fee allowed by statute for dental and dental hygienist licenses, and the agency testified that SB 91 would raise the statutory limit on license fees for both dentists and dental hygienists. The agency testified that the Board plans to increase fees once the statutory limitation is increased.
2. The Budget Committee recommends a review at Omnibus to consider restoring the \$54,000 for the agency's attorney contract, pending the passage of SB 91.

## Senate Subcommittee Report

**Agency:** Dental Board

**Bill No.** SB 270

**Bill Sec.** 10

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	361,252	295,835	(3,515)
<b>TOTAL</b>	<b>\$ 361,252</b>	<b>295,835</b>	<b>\$ (3,515)</b>
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>3.0</b>	<b>3.0</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$361,252 for FY 2007 which is an increase of \$1,801 (0.5 percent) from the FY 2006 request.

#### Salaries and Wages

- \$133,709 to fund 3.0 FTE and Board members.
- An increase of \$1,801 (1.4 percent) over FY 2006 estimates.

#### Contractual Services

- \$220,779 to fund services that include professional service fees (\$165,240), rent (\$20,431), communication (\$15,727) and printing (\$4,660).
- This is the same request as FY 2006 and includes the enhancement in contractual services for additional investigations.

#### Commodities

- \$6,264 is requested, the same request as FY 2006.

#### Capital Outlay

- \$500 is requested, the same request as FY 2006

The **Governor** recommends FY 2007 expenditures of 295,835. The Governor recommends a reduction of \$54,000 in contractual services from the agency request. The recommendation is to eliminate the attorney contract. The Governor recommends adjustments to the agency's requested salaries and wages of \$3,515 which includes \$347 for the additional KPERs death and disability and \$3,168 for the base salary adjustment.

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$3,168 to remove pay plan funding recommended by the Governor (the continuation of the 2.5 percent base salary adjustment for all state employees recommended in FY 2006) for consideration in a separate bill.
2. **Other Salary and Wage Adjustment.** Delete \$347 to remove funding recommended by the Governor for the Kansas Public Employees Retirement System (KPERs) death and disability increase for later Committee consideration.
3. The Subcommittee notes that the agency is currently assessing the maximum fee allowed by statute. The Subcommittee notes that SB 91 has been introduced to raise the statutory fee limitation. If this bill is successfully enrolled, the agency's board will implement a higher fee. The Subcommittee also notes that the agency receives higher revenues in years when dentists renew their licenses, and lower revenues in the following year when dental hygienists renew their licenses. In FY 2007, the projected revenues are at the higher level for dentist renewals.
4. The Subcommittee recommends a review at Omnibus for the possible restoration of \$54,000 for the agency's attorney contract pending passage of SB 91. The agency has requested that this funding be restored. This attorney works on enforcement actions resulting from investigations and inspections conducted by the agency.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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

The Senate Committee of the Whole has not yet addressed this issue.

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## House Budget Committee Report

**Agency:** Dental Board

**Bill No.** HB 2482

**Bill Sec.** 10

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1570

**Budget Page No.** 484

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 361,252	\$ 295,835	0
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>3.0</b>	<b>3.0</b>	<b>0.0</b>

### Agency Request/Governor's Recommendation

The **agency requests** expenditures of \$361,252 for FY 2007 which is an increase of \$1,801 (0.5 percent) from the FY 2006 request.

#### Salaries and Wages

- \$133,709 to fund 3.0 FTE and Board members.
- An increase of \$1,801 (1.4 percent) over FY 2006 estimates.

#### Contractual Services

- \$220,779 to fund services that include professional service fees (\$165,240), rent (\$20,431), communication (\$15,727) and printing (\$4,660).
- This is the same request as FY 2006 and includes the enhancement in contractual services for additional investigations.

#### Commodities

- \$6,264 is requested, the same request as FY 2006.

#### Capital Outlay

- \$500 is requested, the same request as FY 2006.

The **Governor** recommends FY 2007 expenditures of \$295,835. The Governor recommends a reduction of \$54,000 in contractual services from the agency request. The recommendation is to eliminate the attorney contract. The Governor recommends adjustments to the agency's requested salaries and wages of \$3,515 which includes \$347 for the additional KPERS death and disability and \$3,168 for the base salary adjustment.

6-10

## House Budget Committee Recommendation

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

1. The Budget Committee notes that the agency is currently charging the maximum fee allowed by statute for dental and dental hygienist licenses, and the agency testified that SB 91 would raise the statutory limit on license fees for both dentists and dental hygienists. The agency testified that the Board plans to increase fees once the statutory limitation is increased.
2. The Budget Committee recommends a review at Omnibus to consider restoring the \$54,000 for the agency's attorney contract, pending the passage of SB 91.

## Senate Subcommittee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** SB 272

**Bill Sec.** 8

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2005</u>	<u>Governor's Recommendation FY 2005</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	0
Other Funds	27,331	27,331	0
TOTAL	<u>\$ 27,331</u>	<u>\$ 27,331</u>	<u>0</u>
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>0.4</u>	<u>0.4</u>	<u>0.0</u>

### Agency Estimate/Governor's Recommendation

The **agency's** estimate for FY 2005 operating expenditures is \$27,331, which is an increase of \$5,202 (23.5 percent) from the amount approved by the 2004 Legislature. The increases are largely in estimated expenses for contractual services. The agency reported travel expenses have increased due to more persons needing to travel when exams are given and also that current board members are spread throughout the state. The FY 2005 request also includes a \$3,000 request for building space rental (\$125 per month) for FY 2004 and 2005. Rent was not paid in FY 2004 due to budget shortages. The agency reports that certain commodities were requested and approved as expenditures for FY 2004, but were not ordered due to fiscal shortages. The Board also estimates \$400 to fund necessary supplies not ordered during FY 2004 in addition to \$550 in supplies for FY 2005.

The agency also reports that the part time secretarial position was increased from 15 hours per week to 17.5 hours per week.

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

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor.

### Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation.

### Senate Committee of the Whole Recommendation

The Senate Committee of the Whole has not yet addressed this issue.

6-12

### House Budget Committee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** HB 2480

**Bill Sec.** 8

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

Expenditure Summary	Agency Estimate FY 2005	Governor's Recommendation FY 2005	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 27,331	\$ 27,331	\$ 0
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>0.4</u>	<u>0.4</u>	<u>0.0</u>

#### Agency Estimate/Governor's Recommendation

The **agency's** estimate for FY 2005 operating expenditures is \$27,331, which is an increase of \$5,202 (23.5 percent) from the amount approved by the 2004 Legislature. The increases are largely in estimated expenses for contractual services. The agency reported travel expenses have increased due to more persons needing to travel when exams are given and also that current board members are spread throughout the state. The FY 2005 request also includes a \$3,000 request for building space rental (\$125 per month) for FY 2004 and 2005 to be paid in FY 2005. Rent was not paid in FY 2004 due to budget shortages. Rental expenditures for the agency are \$1,500 pre year. However since the agency was unable to pay rent for FY 2004 during that fiscal year. The agency will pay two years of rent during FY 2005. The agency reports that certain commodities were requested and approved as expenditures for FY 2004, but were not ordered due to fiscal shortages. The Board also estimates \$400 to fund necessary supplies not ordered during FY 2004 in addition to \$550 in supplies for FY 2005.

The agency also reports that the part time secretarial position was increased from 15 hours per week to 17.5 hours per week.

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

#### House Budget Committee Recommendation

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



## Senate Subcommittee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** SB 270

**Bill Sec.** 12

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	25,578	26,680	(1,102)
<b>TOTAL</b>	<b>\$ 25,578</b>	<b>\$ 26,680</b>	<b>\$ (1,102)</b>
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>0.4</b>	<b>0.4</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$25,578 for FY 2006 which is a decrease of \$1,753 (6.4 percent) from the FY 2005 estimate.

#### Salaries and Wages

- \$17,085 to fund one part-time secretary, one part-time Executive Officer, and per diem for Board members.
- An increase of \$13 (0.1 percent) over FY 2005 estimates.

#### Contractual Services

- \$7,843 is requested for FY 2006, a decrease of \$1,416 (15.3 percent) from FY 2005 estimates.
- Building space rental is reduced to \$1,500 for FY 2006 only (\$125 per month). Expenditures for FY 2005 included unpaid rent for FY 2004 which was not paid until FY 2005.

#### Commodities

- \$600 is requested for stationary and office supplies.
- \$50 is requested for miscellaneous commodities.

The **Governor** recommends expenditures for FY 2006 of \$26,680, a decrease of \$651 (2.4 percent) from the FY 2005 recommendation. The Governor's recommendations for salaries and wages includes an additional \$1,102 from the agency's request. The increase is to fund the 27th pay period (\$658) and the cost of living adjustment (\$444). The Governor concurs with the agency's request for all other operating expenditures.

6-14

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$444 to remove pay plan funding recommended by the Governor (a 2.5 percent base salary adjustment for all state employees) for consideration in a separate bill.
2. **Other Salary and Wage Adjustments.** Delete \$658 to remove funding recommended by the Governor for the 27th payroll period (\$658) for later Committee consideration. There are no employees eligible for KPERS death and disability insurance in this agency.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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

The Senate Committee of the Whole has not yet addressed this issue.

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### House Budget Committee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** HB 2482

**Bill Sec.** 12

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 25,578	\$ 26,680	0
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>0.4</b>	<b>0.4</b>	<b>0.0</b>

#### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$25,578 for FY 2006 which is a decrease of \$1,753 (6.4 percent) from the FY 2005 estimate.

##### Salaries and Wages

- \$17,085 to fund one part-time secretary, one part-time Executive Officer, and per diem for Board members.
- An increase of \$13 (0.1 percent) over FY 2005 estimates.

##### Contractual Services

- \$7,843 is requested for FY 2006, a decrease of \$1,416 (15.3 percent) from FY 2005 estimates.
- Building space rental returns to \$1,500 for FY 2006 (\$125 per month). Expenditures for FY 2005 included unpaid rent for FY 2004 which was not paid until FY 2005.

##### Commodities

- \$600 is requested for stationary and office supplies.
- \$50 is requested for miscellaneous commodities.

The **Governor** recommends expenditures for FY 2006 of \$26,680, a decrease of \$651 (2.4 percent) from the FY 2005 recommendation. The Governor's recommendations for salaries and wages includes an additional \$1,102 from the agency's request. The increase is to fund the 27th payroll period (\$658) and the base salary adjustment (\$444). The Governor concurs with the agency's request for all other operating expenditures.

6-16

## House Budget Committee Recommendation

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

1. The Budget Committee notes that the Board of Hearing Aid Examiners is a small agency. The Budget Committee also notes that according to the agency, many of the complaints investigated are consumer protection type complaints, which may be turned over to the Attorney General's office. The agency reported that between 5 and 20 complaints are received per year. The Budget Committee notes that the agency oversees and regulates approximately 225 to 235 licensees. Noting the small number of licensees and the nature of the investigations, the Budget Committee recommends an interim study to review the efficiency, effectiveness and need for a separate agency to regulate hearing aid dispensers.

## Senate Subcommittee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** SB 270

**Bill Sec.** 12

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	25,876	26,306	(430)
<b>TOTAL</b>	<b>\$ 25,876</b>	<b>\$ 26,306</b>	<b>\$ (430)</b>
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>0.4</b>	<b>0.4</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$25,876 for FY 2007 which is an increase of \$298 (1.2 percent) from the FY 2006 request.

#### Salaries and Wages

- \$17,236 to fund one part-time secretary, one part-time Executive Officer, and per diem for board members.
- An increase of \$151 (0.9 percent) over the FY 2006 request.

#### Contractual Services

- \$7,990 is requested for FY 2007, an increase of \$147 (1.9 percent) over FY 2006 request.

#### Commodities

- \$600 is requested for stationary and office supplies.
- \$50 is requested for miscellaneous commodities.
- No change from the FY 2006 request.

The **Governor** recommends expenditures of \$26,306, a decrease of \$374 (1.4 percent) from the FY 2006 recommendation. The Governor recommends salaries and wages of \$17,666, which is an increase of \$430 from the agency's request. This amount is to fund the cost of living adjustment. The Governor concurs with the agency's request for other operating expenditures.

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$430 to remove pay plan funding recommended by the Governor (the continuation of the 2.5 percent base salary adjustment for all state employees recommended in FY 2006) for consideration in a separate bill.
2. The Subcommittee notes that the agency does not have any employees eligible for KPERS death and disability insurance. Therefore, no adjustment was required for the KPERS death and disability increase.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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

The Senate Committee of the Whole has not yet addressed this issue.

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### House Budget Committee Report

**Agency:** Board of Hearing Aid Examiners **Bill No.** HB 2482

**Bill Sec.** 12

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1607

**Budget Page No.** 489

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	House Budget Committee Adjustments
Operating Expenditures:			
Special Revenue Fund	\$ 25,876	\$ 26,306	0
FTE Positions	0.4	0.4	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>0.4</b>	<b>0.4</b>	<b>0.0</b>

#### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$25,876 for FY 2007 which is an increase of \$298 (1.2 percent) from the FY 2006 request.

##### Salaries and Wages

- \$17,236 to fund one part-time secretary, one part-time Executive Officer, and per diem for board members.
- An increase of \$1A51 (0.9 percent) over the FY 2006 request.

##### Contractual Services

- \$7,990 is requested for FY 2007, an increase of \$147 (1.9 percent) over FY 2006 request.

##### Commodities

- \$600 is requested for stationary and office supplies.
- \$50 is requested for miscellaneous commodities.
- No change from the FY 2006 request.

The **Governor** recommends expenditures of \$26,306, a decrease of \$374 (1.4 percent) from the FY 2006 recommendation. The Governor recommends salaries and wages of \$17,666, which is an increase of \$430 from the agency's request. This amount is to fund the base salary adjustment. The Governor concurs with the agency's request for other operating expenditures.

#### House Budget Committee Recommendation

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

## Senate Subcommittee Report

**Agency:** Board of Pharmacy    **Bill No.** SB 272

**Bill Sec.** 10

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3. 1653

**Budget Page No.** 497

Expenditure Summary	Agency Estimate FY 2005	Governor's Recommendation FY 2005	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	748,211	699,830	0
<b>TOTAL</b>	<b>\$ 748,211</b>	<b>\$ 699,830</b>	<b>\$ 0</b>
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>7.0</b>	<b>7.0</b>	<b>0.0</b>

### Agency Estimate/Governor's Recommendation

The **agency's** request for FY 2005 expenditures is \$748,221 which is an increase of \$111,000 (17.4 percent) above the amount approved by the 2004 Legislature. The agency request a supplement of \$111,000 for an updated licensing software

The **Governor** recommends FY 2005 expenditures of \$699,830, an increase of \$62,609 above the amount approved by the 2004 Legislature. The recommendation includes an enhancement for computer software of \$111,000. The recommendation reduces contractual services by \$33,000 from the agency's estimate, and capital outlay is reduced from the agency's estimate by \$15,391. The Governor also recommends reducing the amount to be transferred from the agency's fee fund account to the State General Fund. The Governor recommends \$842,600 be transferred rather than the \$1,178,600, which was certified by the Director of the Budget on April 19, 2004. Reductions were made in capital outlay for an apparent duplication of equipment in the enhancement request. Contractual services were reduced to a level consistent with past expenditures and current estimated revenues.

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor.

### Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation.

6-21



### Senate Committee of the Whole Recommendation

The Senate Committee of the Whole has not yet addressed this issue.

### House Budget Committee Report

**Agency:** Board of Pharmacy    **Bill No.** HB 2480    **Bill Sec.** Sec. 10

**Analyst:** Spurgin    **Analysis Pg. No.** Vol. 3, 1653    **Budget Page No.** 497

Expenditure Summary	Agency Estimate FY 2005	Governor's Recommendation FY 2005	House Budget Committee Adjustments
Operating Expenditures:			
Board of Pharmacy Fee Fund	\$ 748,211	\$ 699,830	\$ 0
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>7.0</u>	<u>7.0</u>	<u>0.0</u>

### Agency Estimate/Governor's Recommendation

The **agency** request for FY 2005 expenditures is \$748,221 which is an increase of \$111,000 (17.4 percent) from the amount approved by the 2004 Legislature. The agency requests a supplement of \$111,000 for a updated licensing software.

The **Governor** recommends FY 2005 expenditures of \$699,830, an increase of \$62,609 from the amount approved by the 2004 Legislature. The recommendation includes an increase for computer software of \$111,000. The Governor's recommendation reduces contractual services by \$33,000 and capital outlay by \$15,391. The Governor also recommends reducing the amount to be transferred from the agency's fee fund account to the State General Fund. The Governor recommends \$842,600 be transferred rather than the \$1,178,600 which was certified by the Director of the Budget on April 19, 2004. Reductions were made in capital outlay for an apparent duplication of equipment in the enhancement request. Contractual services were reduced to a level consistent with past expenditures and current estimated revenues.

### House Budget Committee Recommendation

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

## Senate Subcommittee Report

**Agency:** Board of Pharmacy    **Bill No.** SB 270

**Bill Sec.** 15

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1653

**Budget Page No.** 497

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	657,408	613,848	(24,831)
<b>TOTAL</b>	<b>\$ 657,408</b>	<b>\$ 613,848</b>	<b>\$ (24,831)</b>
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>7.0</b>	<b>7.0</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency requests** expenditures of \$657,408 for FY 2006 which is an decrease of \$90,813 (12.1 percent) from the FY 2005 request.

#### Salaries and Wages

- \$387,891 to fund 7.0 FTE and Board members.
- An increase of \$1,318 (0.3 percent) from FY 2005 estimate.

#### Contractual Services

- \$213,154 to fund expenditures including \$97,555 for contractual service and professional fees, \$49,914 in travel costs, \$20,055 in communication costs, and \$28,560 in rent.
- A decrease of \$87,631(29.1 percent) below the FY 2005 estimates. Service costs in FY 2005 include \$86,500 for installation of the pharmacy licensing system which is not included for FY 2006. The FY 2006 estimate also includes a decrease in communication costs from \$26,186 to \$20,055 (a decrease of \$6,131) and an increase in professional services from \$74,064 to \$79,064 (an increase of \$5,000). The request for rent, travel, printing and advertising remain the same as the FY 2005 estimates.

#### Commodities

- \$20,972 for office and professional supplies.
- The FY 2006 request is the same as the FY 2005 estimate.

6-23

### **Capital Outlay**

- \$35,391 is requested, including an enhancement of \$20,000 for replacement of one vehicle.
- A decrease of \$4,500 (11.3 percent) from the FY 2005 estimate.

The **Governor** recommends expenditures of \$613,848. The Governor recommends an additional \$26,149 for salaries and wages expenditures above the FY 2005 recommendation. The request includes \$14,240 for the 27th payroll period, \$980 for the KPERS death and disability adjustment and \$9,611 for the base salary adjustment, an increase of \$24,831 from the amount requested by the agency. The recommendation reduces contractual services by \$33,000 and commodities by \$15,391 from the agency request. Reductions for contractual services and capital outlay are consistent with the recommendation for FY 2005.

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$9,611 to remove pay plan funding recommended by the Governor (a 2.5 percent base salary adjustment for all state employees) for consideration in a separate bill.
2. **Other Salary and Wage Adjustments.** Delete \$15,220 to remove funding recommended by the Governor for the 27th payroll period (\$14,240), and for the Kansas Public Employees Retirement System (KPERS) death and disability increase (\$980) for later Committee consideration.
3. The Subcommittee notes that the Governor reduced the expenditures requested by the agency due to the funds available in the agency's fee fund account. The Subcommittee notes that the agency's expenditures exceed the estimated revenue receipts and recommends the agency consider increasing license fees.
4. The Subcommittee notes the agency's enhancement request to purchase one vehicle, which the Governor did not recommend. The Subcommittee recommends the agency do a cost analysis of a long-term lease versus the purchase of vehicles prior to requesting vehicle purchases in the future. The cost analysis should include associated costs, specifically insurance and maintenance costs. The Subcommittee notes that the current state contract with Enterprise limits the agency to a four week contract and notes that the state contract expires on October 30, 2006. Additionally, the Subcommittee recommends the agency do a needs analysis to determine an internal rotation cycle that would allow for the most efficient use of all vehicles within the agency's fleet.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

6-24

### Senate Committee of the Whole Recommendation

The Senate Committee of the Whole has not yet addressed this issue.

### House Budget Committee Report

**Agency:** Board of Pharmacy    **Bill No.** HB 2482    **Bill Sec.** 15

**Analyst:** Spurgin    **Analysis Pg. No.** Vol. 3, 1653    **Budget Page No.** 497

Expenditure Summary	Agency Request FY 2006	Governor's Recommendation FY 2006	House Budget Committee Adjustments
Operating Expenditures:			
Board of Pharmacy Fee Fund	\$ 657,408	\$ 613,848	0
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>7.0</b>	<b>7.0</b>	<b>0.0</b>

### Agency Request/Governor's Recommendation

The **agency requests** expenditures of \$657,408 for FY 2006 which is an decrease of \$90,813 (12.1 percent) from the FY 2005 request.

#### Salaries and Wages

- \$387,891 to fund 7.0 FTE and Board members.
- An increase of \$1,318 (0.3 percent) from FY 2005 estimate.

#### Contractual Services

- \$213,154 to fund expenditures including \$97,555 for contractual service and professional fees, \$49,914 in travel costs, \$20,055 in communication costs, and \$28,560 in rent.
- A decrease of \$87,631(29.1 percent) below the FY 2005 estimates. Service costs in FY 2005 include \$86,500 for installation of the pharmacy licensing system which is not included for FY 2006. The FY 2006 estimate also includes a decrease in communication costs from \$26,186 to \$20,055 (a decrease of \$6,131) and an increase in professional services from \$74,064 to \$79,064 (an increase of \$5,000). The request for rent, travel, printing and advertising remain the same as the FY 2005 estimates.

#### Commodities

6-25

- \$20,972 for office and professional supplies.
- The FY 2006 request is the same as the FY 2005 estimate.

**Capital Outlay**

- \$35,391 is requested, including an enhancement of \$20,000 for replacement of one vehicle.
- A decrease of \$4,500 (11.3 percent) from the FY 2005 estimate.

The **Governor** recommends expenditures of \$613,848. The Governor recommends an additional \$26,149 for salaries and wages expenditures above the FY 2005 recommendation. The request includes \$14,240 for the 27th payroll period, \$980 for the KPERS death and disability adjustment and \$9,611 for the base salary adjustment, an increase of \$24,831 from the amount requested by the agency. The recommendation reduces contractual services by \$33,000 and commodities by \$15,391 from the agency request. Reductions for contractual services and capital outlay are consistent with the recommendation for FY 2005. The Governor does not recommend the enhancement request for a new vehicle.

**House Budget Committee Recommendation**

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

## Senate Subcommittee Report

**Agency:** Board of Pharmacy    **Bill No.** SB 270

**Bill Sec.** 15

**Analyst:** Spurgin

**Analysis Pg. No.** Vol. 3, 1653

**Budget Page No.** 497

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	647,600	609,334	(10,128)
<b>TOTAL</b>	<b>\$ 647,600</b>	<b>\$ 609,334</b>	<b>\$ (10,128)</b>
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>7.0</b>	<b>7.0</b>	<b>0.0</b>

\*The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$647,600 for FY 2007. The agency's request is \$9,808 less than the request for FY 2006.

#### Salaries and Wages

- \$384,383 to fund 7.0 FTE and Board members was requested.
- A decrease of \$3,508 (0.9 percent) from FY 2006 estimates.

**Staff Note:** The agency reported that it erroneously omitted a part time inspector from the FY 2007 budget request. Adding this part time employee to the FY 2007 salaries and wages would increase the FY 2007 request for salaries and wages \$6,219 to \$390,602. This results in a net increase in salaries and wages of \$2,711 (0.7 percent) from the FY 2006 request.

#### Contractual Services

- \$226,854 is requested. This is an increase of \$13,700 (6.4 percent) from the FY 2006 request.

**Staff Note:** The agency reported that it erroneously entered \$15,222 into the budget column for dues instead of the correct amount of \$1,522. The difference caused by the agency's error is \$13,700. The amount for contractual services should not have increased 6.4 percent as reflected in the budget request and in fact, the numbers did not increase from FY 2006 to FY 2007.

#### Commodities

- \$20,972 for office and professional supplies.
- This is the same amount as requested for FY 2006.

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### **Capital Outlay**

- \$15,391 is requested for capital outlay.
- This is a decrease of \$20,000 (56.5 percent) from the FY 2006 estimate. Excluding the FY 2006 enhancement request of \$20,000 to replace one vehicle, the amount requested is consistent with the FY 2006 request.

The **Governor** recommends expenditures of \$609,334. The Governor's recommendation includes additional expenditures in salaries and wages of \$10,125 for the KPERS death and disability and base salary adjustments. The recommendation reduces the agency request for contractual services by \$33,000 and capital outlay by \$15,391. The reductions in contractual services and capital outlay are consistent with those recommended for FY 2005 and FY 2006.

### **Senate Subcommittee Recommendation**

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

1. **Pay Plan Adjustment.** Delete \$9,145 to remove pay plan funding recommended by the Governor (the continuation of the 2.5 percent base salary adjustment for all state employees recommended in FY 2006) for consideration in a separate bill.
2. **Other Salary and Wage Adjustment.** Delete \$980 to remove funding recommended by the Governor for the Kansas Public Employees Retirement System (KPERS) death and disability increase for later Committee consideration.

### **Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

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

The Senate Committee of the Whole has not yet addressed this issue.

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### House Budget Committee Report

**Agency:** Board of Pharmacy **Bill No.** HB 2482

**Bill Sec.** 15

**Analyst:** Spurgin **Analysis Pg. No.** Vol. 3, 1653

**Budget Page No.** 497

Expenditure Summary	Agency Request FY 2007	Governor's Recommendation FY 2007	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 647,600	\$ 609,334	\$ 0
FTE Positions	7.0	7.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u>7.0</u>	<u>7.0</u>	<u>0.0</u>

#### Agency Request/Governor's Recommendation

The **agency** requests expenditures of \$647,600 for FY 2007. The agency's request is \$9,808 less than the request for FY 2006.

##### Salaries and Wages

- \$384,383 to fund 7.0 FTE and Board members was requested.
- A decrease of \$3,508 (0.9 percent) from FY 2006 estimates.

**Staff Note:** The agency reported that it erroneously omitted a part time inspector from the FY 2007 budget request. Adding this part time employee to the FY 2007 salaries and wages would increase the FY 2007 request for salaries and wages \$6,219 to \$390,602. This results in a net increase in salaries and wages of \$2,711 (0.7 percent) from the FY 2006 request.

##### Contractual Services

- \$226,854 is requested. This is an increase of \$13,700 (6.4 percent) from the FY 2006 request.

**Staff Note:** The agency reported that it erroneously entered \$15,222 into the budget column for dues instead of the correct amount of \$1,522. The difference caused by the agency's error is \$13,700. The amount for contractual services should not have increased 6.4 percent as reflected in the budget request and in fact, the numbers did not increase from FY 2006 to FY 2007.

##### Commodities

- \$20,972 for office and professional supplies.
- This is the same amount as requested for FY 2006.

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**Capital Outlay**

- \$15,391 is requested for capital outlay.
- This is a decrease of \$20,000 (56.5 percent) from the FY 2006 estimate. Excluding the FY 2006 enhancement request of \$20,000 to replace one vehicle, the amount requested is consistent with the FY 2006 request.

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The **Governor** recommends expenditures of \$609,334. The Governor's recommendation includes additional expenditures in salaries and wages of \$10,125 for the KPERS death and disability and base salary adjustments. The recommendation reduces the agency request for contractual services by \$33,000 and capital outlay by \$15,391. The reductions in contractual services and capital outlay are consistent with those recommended for FY 2005 and FY 2006.

**House Budget Committee Recommendation**

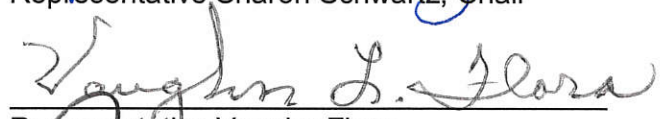
The House Budget Committee concurs with the recommendations of the Governor.

# House Agriculture and Natural Resources Budget Committee

## FY 2005 and FY 2006 Subcommittee Reports

Board of Veterinary Examiners

  
Representative Sharon Schwartz, Chair

  
Representative Vaughn Flora

  
Representative Joann Freeborn

  
Representative Carl Holmes

  
Representative Larry Powell

  
Representative Tom Sloan

  
Representative Jerry Williams

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 7

## Senate Subcommittee Report

**Agency:** Board of Veterinary Examiners      **Bill No. --**      **Bill Sec. --**  
**Analyst:** VanHouse      **Analysis Pg. No.** Vol. III -1717      **Budget Page No.** 507

<u>Expenditure Summary</u>	<u>Agency Estimate FY 05</u>	<u>Gov. Rec. FY 05</u>	<u>Senate Subcommittee Adjustments</u>
Special Revenue Funds	\$ 287,723	\$ 257,723	\$ 0
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>

### Agency Estimate/Governor's Recommendation

The Board of Veterinary Examiners estimates expenditures of \$287,723 from the Veterinary Examiners Fee Fund for FY 2005. The estimate is an increase of \$6,485, or 2.3 percent, from the amount approved by the 2004 Legislature.

The Governor recommends expenditures of \$257,723 from the Veterinary Examiners Fee Fund for FY 2005. The recommendation is a decrease of \$23,515, or 8.4 percent, from the amount approved by the 2004 Legislature. The Governor recommends a reduction of \$30,000 for contracted legal services.

### Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation with the following adjustment.

1. The Subcommittee notes that the Governor deleted funding of \$30,000 for contracted legal services. The agency reported that typically the Attorney General's office is used for the prosecution of cases; however, a contracted attorney is used during the long-term litigation of larger cases. The Subcommittee recommends the inclusion of a proviso allowing the agency to expend funds for contracted legal services if a case arises that warrants the use of a contract attorney.

### Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee's recommendation.

### Senate Recommendation

The Senate has not yet considered this budget.

### House Budget Committee Report

**Agency:** Board of Veterinary Examiners

**Bill No. --**

**Bill Sec. --**

**Analyst:** VanHouse

**Analysis Pg. No.** Vol. III - 1717

**Budget Page No.** 507

<u>Expenditure Summary</u>	<u>Agency Estimate FY 05</u>	<u>Gov. Rec. FY 05</u>	<u>House Budget Committee Adjustments</u>
Special Revenue Funds	\$ 287,723	\$ 257,723	\$ 30,000
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>3.0</b>	<b>3.0</b>	<b>0.0</b>

#### Agency Estimate/Governor's Recommendation

The Board of Veterinary Examiners estimates expenditures of \$287,723 from the Veterinary Examiners Fee Fund for FY 2005. The estimate is an increase of \$6,485, or 2.3 percent, from the amount approved by the 2004 Legislature.

The Governor recommends expenditures of \$257,723 from the Veterinary Examiners Fee Fund for FY 2005. The recommendation is a decrease of \$23,515, or 8.4 percent, from the amount approved by the 2004 Legislature. The Governor recommends a reduction of \$30,000 for contracted legal services.

#### House Budget Committee Recommendation

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

1. The Budget Committee recommends restoring the \$30,000 reduced by the Governor for contracted legal services.

## Senate Subcommittee Report

**Agency:** Board of Veterinary Examiners **Bill No.** SB 270

**Bill Sec.** 20

**Analyst:** VanHouse

**Analysis Pg. No.** Vol. III - 1717

**Budget Page No.** 507

Expenditure Summary	Agency Request FY 06	Gov. Rec. FY 06	Senate Subcommittee Adjustments*
Special Revenue Funds	\$ 293,545	\$ 273,825	\$ (10,281)
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>3.0</b>	<b>3.0</b>	<b>0.0</b>

\* The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The Board of Veterinary Examiners requests expenditures of \$293,545 from the Veterinary Examiners Fee Fund for FY 2006. The request is an increase of \$5,822, or 2.0 percent, from the amount estimated for FY 2005.

The Governor recommends expenditures of \$273,825 from the Veterinary Examiners Fee Fund for FY 2006. The recommendation is an increase of \$16,102, or 6.2 percent, from the FY 2005 recommendation. The recommendation includes the Governor's recommended salary and wage adjustments and the continued reduction of \$30,000 for contracted legal services.

### Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation with the following adjustments.

1. **Pay Plan Adjustment.** Delete \$3,942, none of which is from the State General Fund, to remove pay plan funding recommended by the Governor (a 2.5 percent base salary adjustment for all state employees) for consideration in a separate bill.
2. **Other Salary and Wage Adjustments.** Delete \$6,339, including none of which is from the State General Fund, to remove funding recommended by the Governor for the 27th payroll period (\$5,842), and for the Kansas Public Employees Retirement System (KPERs) death and disability increase (\$497) for later Committee consideration.
3. The Subcommittee notes that the Governor deleted funding of \$30,000 for contracted legal services. The agency reported that typically the Attorney General's office is used for the prosecution of cases; however, a contracted attorney is used during the long-term litigation of larger cases. The Subcommittee recommends the inclusion of a proviso allowing the agency to expend funds

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for contracted legal services if a case arises that warrants the use of a contract attorney.

**Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

**Senate Recommendation**

The Senate has not yet considered this budget.

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**House Budget Committee Report**

**Agency:** Board of Veterinary Examiners **Bill No.** HB 2482 **Bill Sec.** 20

**Analyst:** VanHouse **Analysis Pg. No.** Vol. III - 1717 **Budget Page No.** 507

<u>Expenditure Summary</u>	<u>Agency Request FY 06</u>	<u>Gov. Rec. FY 06</u>	<u>House Budget Committee Adjustments</u>
Special Revenue Funds	\$ 293,545	\$ 273,825	\$ 30,000
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u>3.0</u>	<u>3.0</u>	<u>0.0</u>

**Agency Request/Governor's Recommendation**

The Board of Veterinary Examiners requests expenditures of \$293,545 from the Veterinary Examiners Fee Fund for FY 2006. The request is an increase of \$5,822, or 2.0 percent, from the amount estimated for FY 2005.

The Governor recommends expenditures of \$273,825 from the Veterinary Examiners Fee Fund for FY 2006. The recommendation is an increase of \$16,102, or 6.2 percent, from the FY 2005 recommendation. The recommendation includes the Governor's recommended salary and wage adjustments and the continued reduction of \$30,000 for contracted legal services.

**House Budget Committee Recommendation**

The Budget Committee concurs with the Governor's recommendation with the following adjustment and comments.

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1. The Budget Committee recommends restoring the \$30,000 reduced by the Governor for contracted legal services.
2. The Budget Committee notes that the contract the Kansas State University College of Veterinary Medicine (KSHCVM) has maintained with the state of Nebraska will be expiring at the end of the 2004-2005 school year. Historically, the KSUCVM has had an agreement with Nebraska for 25 Nebraska residents to pay in-state tuition to enroll in the Kansas veterinary program. Nebraska has entered into an agreement with the Iowa State University College of Veterinary Medicine. The KSUCVM reported that a contract with the state of North Dakota for ten North Dakota students to attend the KSUCVM is being considered by the North Dakota Legislature. As of February 15, 2005, this legislation had passed the North Dakota House of Representatives.
3. The Budget Committee notes that approximately half of the veterinarians licensed by the Board of Veterinary Examiners reside out-of-state. The Board of Veterinary Examiners licenses approximately 2,375 veterinarians.
4. The Budget Committee notes that the population of large animal veterinarians, particularly in rural areas, is increasingly getting older. The agency reported that this is a national trend. The Budget Committee is concerned that it is becoming more difficult for younger veterinarians to start a veterinary practice due to rising costs such as the expense of purchasing a facility and equipment.

## Senate Subcommittee Report

**Agency:** Board of Veterinary Examiners **Bill No.** SB 270

**Bill Sec.** 20

**Analyst:** VanHouse

**Analysis Pg. No.** Vol. III - 1717

**Budget Page No.** 507

<u>Expenditure Summary</u>	<u>Agency Request FY 07</u>	<u>Gov. Rec. FY 07</u>	<u>Senate Subcommittee Adjustments*</u>
Special Revenue Funds	\$ 293,545	\$ 267,922	\$ (4,297)
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>203.0</u>	<u>3.0</u>	<u>0.0</u>

\* The entire adjustment reflects deletion of the Governor's recommended salary plan adjustments.

### Agency Request/Governor's Recommendation

The Board of Veterinary Examiners requests expenditures of \$293,545 from the Veterinary Examiners Fee Fund for FY 2007. The request is consistent with the amount requested for FY 2006. No enhancements are requested by this agency.

The Governor recommends expenditures of \$267,922 from the Veterinary Examiners Fee Fund for FY 2007. The recommendation is a decrease of \$5,903, or 2.2 percent, from the FY 2006 recommendation. The recommendation includes the Governor's recommended salary and wage adjustments and the continued reduction of \$30,000 for contracted legal services.

### Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation with the following adjustments.

- 1. Pay Plan Adjustment.** Delete \$3,800, none of which is from the State General Fund, to remove pay plan funding recommended by the Governor (the continuation of the 2.5 percent base salary adjustment for all state employees recommended in FY 2006) for consideration in a separate bill.
- 2. Other Salary and Wage Adjustment.** Delete \$497, none of which is from the State General Fund, to remove funding recommended by the Governor for the Kansas Public Employees Retirement System (KPERs) death and disability increase for later Committee consideration.
- 3.** The Subcommittee notes that the Governor deleted funding of \$30,000 for contracted legal services. The agency reported that typically the Attorney General's office is used for the prosecution of cases; however, a contracted attorney is used during the long-term litigation of larger cases. The Subcommittee



recommends the inclusion of a proviso allowing the agency to expend funds for contracted legal services if a case arises that warrants the use of a contract attorney.

**Senate Committee Recommendation**

The Senate Committee concurs with the Subcommittee's recommendation.

**Senate Recommendation**

The Senate has not yet considered this budget.

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**House Budget Committee Report**

**Agency:** Board of Veterinary Examiners    **Bill No.** HB 2482    **Bill Sec.** 20

**Analyst:** VanHouse    **Analysis Pg. No.** Vol. III - 1717    **Budget Page No.** 507

<u>Expenditure Summary</u>	<u>Agency Request FY 07</u>	<u>Gov. Rec. FY 07</u>	<u>House Budget Committee Adjustments</u>
Special Revenue Funds	\$ 293,545	\$ 267,922	\$ 30,000
FTE Positions	3.0	3.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u>203.0</u>	<u>3.0</u>	<u>0.0</u>

**Agency Request/Governor's Recommendation**

The Board of Veterinary Examiners requests expenditures of \$293,545 from the Veterinary Examiners Fee Fund for FY 2007. The request is consistent with the amount requested for FY 2006. No enhancements are requested by this agency.

The Governor recommends expenditures of \$267,922 from the Veterinary Examiners Fee Fund for FY 2007. The recommendation is a decrease of \$5,903, or 2.2 percent, from the FY 2006 recommendation. The recommendation includes the Governor's recommended salary and wage adjustments and the continued reduction of \$30,000 for contracted legal services.

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## House Budget Committee Recommendation

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


1. The Budget Committee recommends restoring the \$30,000 reduced by the Governor for contracted legal services.

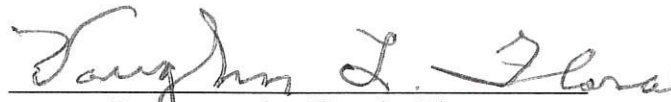
# HOUSE BUDGET COMMITTEE REPORT

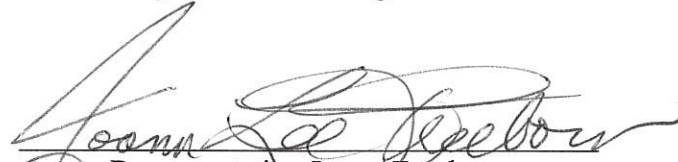
## Recommendation and Report on HB 2116

February 17, 2005


The Budget Committee recommends this bill favorable for passage by the House Committee on Appropriations that adds to statutes four federal funds in the Department of Wildlife and Parks.


  
Representative Sharon Schwartz Chairperson

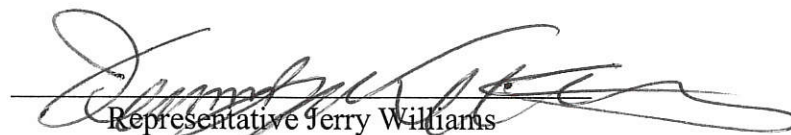
  
Representative Vaughn Flora

  
Representative Joann Freeborn

  
Representative Carl Holmes

  
Representative Larry Powell

  
Representative Tom Sloan

  
Representative Jerry Williams

HOUSE APPROPRIATIONS

DATE 2-23-2005  
ATTACHMENT 8

February 18, 2005

## HOUSE BUDGET COMMITTEE REPORT

### House Bill No. 2116

#### Brief

HB 2116 would establish four new statutory funds into which federal moneys would be deposited and from which expenditures could be made, subject to appropriations by the Legislature:

Boating Fund—Federal

Wildlife Conservation Fund—Federal

Wildlife Fund—Federal

Non-Game Wildlife Improvement Fund—Federal

The bill would establish the statutory purposes for which expenditures could be made of moneys in these funds.

#### Background

These funds were established in the 2004 FY 2005 appropriations bill at the request of the Division of the Budget in order to insure the accurate reporting of federal fund expenditures by the Department of Wildlife and Parks. The bill would require that moneys in these funds be used for programs as authorized by state and federal law and would provide the same statutory protection that statutory state fee funds have been given. The Secretary of Wildlife and Parks testified in support of this bill. No other conferees appeared.

HB 2116 has no fiscal effect, according to the agency.