

MINUTES OF THE SENATE WAYS AND MEANS COMMITTEE

The meeting was called to order by Chairman Dwayne Umbarger at 10:35 A.M. on March 20, 2006, in Room 123-S of the Capitol.

All members were present.

Committee staff present:

Jill Wolters, Revisor of Statutes Office
Michael Corrigan, Revisor of Statutes Office
Alan Conroy, Director, Kansas Legislative Research Department
J. G. Scott, Kansas Legislative Research Department
Reagan Cussimano, Kansas Legislative Research Department
Amy Deckard, Kansas Legislative Research Department
Audrey Dunkel, Kansas Legislative Research Department
Julian Efir, Kansas Legislative Research Department
Judy Bromich, Chief of Staff
Mary Shaw, Committee Secretary

Conferees appearing before the committee:

Kathy Greenlee, Acting Secretary, Kansas Department on Aging
Martin "Marty" Kennedy, Commissioner of Licensure, Certification and Evaluation, Kansas Department on Aging

Others attending:

See attached list.

Overview of the Nursing Facility Inspection Surveys

Chairman Umbarger welcomed Kathy Greenlee, Acting Secretary, Kansas Department on Aging, who introduced Martin "Marty" Kennedy, Commissioner of Licensure, Certification and Evaluation, Kansas Department on Aging ([Attachment 1](#)). Mr. Kennedy explained an organization chart showing the Kansas Department on Aging Licensure, Certification and Evaluation Commission as of March 16, 2006, which was attached to his written testimony. In addition to the overview, Mr. Kennedy addressed trends and developments, Quality Indicator Survey, Consultation Services and the Complaint Program that are detailed in his written testimony.

Mr. Kennedy noted that the greatest predictor of facility deficiencies is staff turnover which was indicated in research conducted by the University of Kansas School of Social Welfare. He explained that Providers often express a desire that the survey process be made more consultative and less adversarial, but Mr. Kennedy noted that the state survey process operates under contract to the Centers for Medicare and Medicaid Services which requires continuous compliance with federal standards. The Chairman thanked Mr. Kennedy for the information provided in the overview.

Chairman Umbarger recognized Alan Conroy, Director, Kansas Legislative Research Department, who presented an update on the State General Fund Profile. Mr. Conroy distributed the following information that was requested by Chairman Umbarger:

- State General Fund Receipts, Expenditures and Balances as Projected FY 2005 - FY 2009 (Corrected) ([Attachment 2](#)). Mr. Conroy noted that the blue sheet contains the additional K-12 funding corrected - adjusted so it is not double counted.
- State General Fund Receipts, Expenditures and Balances as Projected as Projected FY 2005 - FY 2009 ([Attachment 3](#))

Mr. Conroy noted that the Consensus Revenue Estimating Group meets again on April 17, 2006.

CONTINUATION SHEET

MINUTES OF THE Senate Ways and Means Committee at 10:35 A.M. on March 20, 2006, in Room 123-S of the Capitol.

Staff provided information on Bills with EDIF Impact (Attachment 4) and an update on the Economic Development Initiatives Fund, FY 2006 and FY 2007 (Attachment 5).

Chairman Umbarger reminded the Committee that the Omnibus Session will begin on April 19, 2006, at 1:00 p.m.

The meeting adjourned at 11:50 a.m. The next meeting was scheduled for March 21, 2006.



KANSAS

DEPARTMENT ON AGING
KATHY GREENLEE, ACTING SECRETARY

KATHLEEN SEBELIUS, GOVERNOR

**Testimony to Senate Ways and Means Committee
Overview of Adult Care Home Survey and Licensure
March 20, 2006**

Mr. Chairman and members of the committee, thank you for the opportunity to appear before you today to discuss the responsibilities of the KDOA Licensure, Certification and Evaluation Division. My name is Marty Kennedy and I have served as Commissioner since January of this year. I'm looking forward to the many challenges involved in administration of the LCE program.

Overview

The LCE Commission provides for the survey and regulation of more than 600 state-licensed and federally certified facilities. State-only licensure is provided for several groups of facilities including boarding care homes, nursing facilities for the mentally ill (NF-MH), adult day care and assisted living facilities. Nursing facilities that accept Medicare and Medicaid funding are certified through surveys overseen by the federal Centers for Medicare and Medicaid Services (CMS). In addition, nursing home intermediate care facilities for the mentally retarded (ICF-MRs) are certified to receive federal funding from the Medicaid program. Funding for the program comes from federal Medicare and Medicaid sources as well as the State General Fund.

The division's central office staff includes the Licensure and Certification Division responsible for licensure federal certification surveys. The Mental Health and Residential Health Care Facilities division is responsible for "state-only" licensing activities, as well as surveys of ICF-MRs. The Enforcement Coordinator and Complaints Coordinator report directly to the Commissioner. They provide support to both licensure programs as well as the Department of Health and Environment health facility licensing function and the State Fire Marshal. Finally, the Long-Term Care division provides consultative support to new facilities addresses questions on best practices and gives technical assistance to providers regarding quality improvement.

Surveys are conducted by teams organized regionally across the state. Federal survey teams are located in six regional offices comprising 8-10 FTE positions each. Each regional office is headed by a regional manager. In addition, state-only and ICF-MR surveyors are available across the state. Regional managers come together for monthly conference calls and quarterly face-to-face meetings. In addition, regional quality assurance staff members participate in monthly conference calls where deficiencies are reviewed to assure uniformity of treatment among the various regions. In-service training is provided two to three times a year to all survey staff in a common location.

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*Senate Ways and Means
03-20-06
Attachment*

Trends and Developments

The number of complaints regarding nursing home care, as well as the number of deficiencies cited during surveys, has grown during the past two years after several years of relative stability. The number of complaint intakes grew by 21% from 3,982 to 4,811 between 2004 and 2005. The number of deficiencies cited during surveys also grew from 4,080 to 4,359, an increase of almost 7%. The reasons for the increase in complaints and deficiencies are not known, but may be attributed to a number of factors.

According to Dr. Sarah Thompson in research conducted by the KU School of Social Welfare, the greatest predictor of facility deficiencies is staff turnover. Thus, economic factors increasing turnover could impact on facility performance. In addition, federal CMS guidance has increased the focus on urinary incontinence and other deficient practices, resulting in more citations. CMS guidelines and the Quality Indicator Survey (QIS) survey methodology cause surveyors to bring greater attention to areas of care beyond the core health care regulations, including quality of life, professional standards and care plan, which historically may not have received the focus of surveyors. Finally and not insignificantly, the increase in the number of complaints reported by facilities and the public requires investigation and generates more deficiencies.

QIS Survey

CMS is in the process of testing and evaluating the Quality Indicator Survey (QIS), a new survey methodology intended to reduce the variance in survey outcomes and bring more objectivity to the survey process. The methodology makes use of interviews and computer-generated investigation paths to bring deficient practices to light. Kansas is one of five states involved in the process on a pilot basis. Eight of our surveyors, organized in two teams that operate across regional boundaries, are involved in the pilot program. About 10 QIS surveys have been completed so far in Kansas.

The federal government has asked KDOA to participate in an expansion of the program that would result in the training of more staff and the implementation of QIS on a regional basis. The goal of CMS is to develop an implementation and training program that can be followed in the national rollout of QIS beginning in 2007. KDOA is currently evaluating the CMS proposal.

Consultation Services

Providers often express a desire that the survey process be made more consultative and less adversarial. However, the state survey process operates under contract to CMS, which requires continuous compliance with federal standards. A facility's participation in Medicare and Medicaid is predicated on its willingness and ability to operate within the requirements of those programs. Therefore, we are not able to allow a facility to operate outside those standards.

Nevertheless, it remains in everyone's interest to support facilities operating at their highest level of effectiveness. Outside the survey process itself, KDOA extends consultative services help improve performance and assure that facilities remain abreast of regulatory requirements. These efforts include:

1. Joint provider training offered to facilities and surveyors three times a year in cooperation with the provider community. These sessions cover issues of current concern.

2. The *Sunflower Connections* quarterly newsletter for providers includes articles interpreting regulations and highlighting areas of concerns.
3. The Practice Workgroup on Falls last year conducted an ongoing process in the development of best practices regarding falls management. The workgroup process is under consideration for renewal with a new topic in the coming months.
4. Ongoing consultation services are available through our Long Term Care program, which has available resources to support physical plant, nursing and nutrition concerns, as well as assistance in regulatory evaluation.

KDOA is evaluating an enhanced on-site nursing home consulting program. The state of Washington has provided on-site consultation for nursing facilities for the past several years. Their program provides visits by nurse surveyors who review current focus issues and offer advice on best practices. Each facility is visited four times per year. The program also conducts MDS audits to assure that billings are appropriate, which has financial benefits for the state as well. This structure allows for federal participation in paying the costs of the consultation positions.

Complaint Program

As noted previously, the number of complaints registered by the complaint program has grown substantially in the past year. The current staff, which includes the complaint coordinator, the intake specialist and one clerical staff member, has been hard-pressed to keep up with the number of intakes which number more than 20 per day in recent months. Each complaint must be triaged for severity, investigated, documented and resolved. In addition, complaints of immediate jeopardy or abuse, neglect and exploitation generate additional workload.

Because of limited staff, the complaints hotline is open only between 8 am and 4:30 pm, and is closed during the lunch hour. With the growing number of complaints being registered we are concerned that complainants might not get through during these limited hours. In addition, if both the complaint coordinator and the intake worker were absent, the complaints line must be filled by staff members who do not have an everyday knowledge of the program. In order to assure that complaints are dealt with timely, an existing surveyor position is being reassigned to provide additional intake support. This change will allow the complaint hotline to be open from 8 am to 5 pm, including lunch hours.

Conclusion

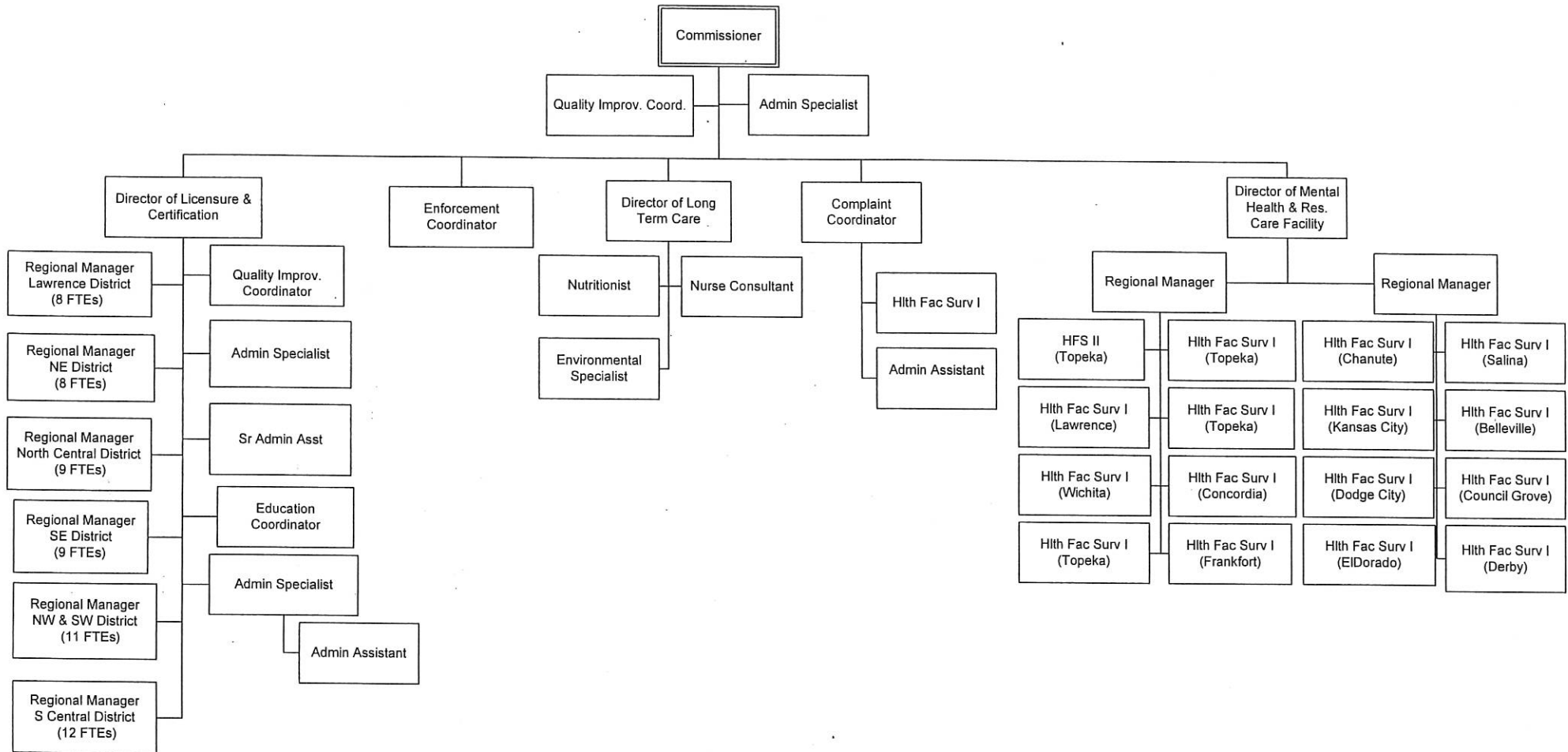
The mission of the LCE program is to support high quality nursing facilities and assure that Kansas nursing home residents are cared for in a safe, healthful and secure environment. We have met in the past few weeks with representatives of provider associations as well as regional CMS officials in Kansas City. Over the coming months we will continue to work with our staff and the provider community to address concerns related to nursing facility surveys. Throughout this process we will build on our common interest in providing high quality care and services for our Kansas nursing home residents.

Thank you again for the opportunity to appear and I will stand for questions you may have.

KANSAS DEPARTMENT ON AGING Licensure, Certification & Evaluation Commission

March 16, 2006

1-4



Senate Ways and Means
03-20-06
Attachment 2

\$480.4 million in New K-12 Funding FY 2007- FY 2009 - S.B. 584
Base Increase in Revenue (February) of \$73.1 million Beginning in FY 2006 (5.4 Percent Composite Growth in FY 08 and FY 09)
Machinery and Equipment Tax Reductions as Passed by the House; and Sales Tax on Motor Vehicle Manufacturers' Rebates
Senate Ways and Means Committee Receipt and Expenditure Recommendations - FY 2006 and FY 2007

Corrected

STATE GENERAL FUND RECEIPTS, EXPENDITURES AND BALANCES
AS PROJECTED FY 2005-FY 2009
In Millions

	Actual FY 2005	Senate Ways and Means Committee Revised FY 2006	Senate Ways and Means Committee Recommended FY 2007	Projected FY 2008	Projected FY 2009
Beginning Balance	\$ 327.5	\$ 478.7	\$ 548.2	\$ 375.2	\$ (27.0)
Base Increase in Receipts for Year-to-Date Collections - February	0.0	73.1	73.1	73.1	73.1
Machinery and Equipment Tax and Car Rebate Reductions - House	0.0	0.0	(10.9)	(58.4)	(76.5)
Receipts (November 2005 Consensus - Adjusted)	4,841.3	5,161.0	5,223.5	5,291.0	5,498.7
Adjusted Receipts	4,841.3	5,234.1	5,285.7	5,305.7	5,495.3
Total Available	\$ 5,168.8	\$ 5,712.8	\$ 5,833.9	\$ 5,680.9	\$ 5,468.3
K-12 Additional Funding - S.B. 584	-	-	180.4	150.0	150.0
Less All Other Expenditures	4,690.1	5,164.6	5,278.3	5,557.9	5,796.5
Total Expenditures	4,690.1	5,164.6	5,458.7	5,707.9	5,946.5
Ending Balance	\$ 478.7	\$ 548.2	\$ 375.2	\$ (27.0)	\$ (478.2)
Ending Balance as a Percentage of Expenditures	10.2%	10.6%	6.9%	-0.5%	-8.0%
Receipts in Excess of Expenditures	\$ 151.2	\$ 69.5	\$ (173.0)	\$ (402.2)	\$ (451.2)

- 1) Actual FY 2005 and FY 2006 expenditures as approved by the 2005 Legislature, including \$31.6 million in expenditures shifted forward from FY 2005 to FY 2006. Plus, Governor's recommended net adjustments in FY 2006 expenditures (SRS/Aging caseloads, school finance adjustments, etc.).
- 2) FY 2006 revised receipts and FY 2007 projected receipts reflect the estimates of the Consensus Revenue Estimating Group as of November 3, 2005, as adjusted by the Governor, plus receipts year-to-date (\$73.1 million) above the estimate as a base increase.
- 3) FY 2008 and FY 2009 base receipts assume a 4.0 percent growth; and expenditures include out-year significant obligations (i.e., SRS and Aging caseloads - \$50 million; KPERS employer contribution rate increase - \$29.0 million; KDOT bonds payments \$16.5 million; and KPERS bond increase - \$11.1 million in FY 2008). State expenditures other those areas specifically mentioned are frozen at the FY 2007 level for FY 2008 and FY 2009.
- 4) Machinery and equipment tax reduction as passed by the House - HB 2525 and HB 2619; and HB 2640 Sales tax on motor vehicle manufacturers' rebates.

Prepared at the Request and Direction of Senator Dwayne Umbarger

Senate Ways and Means
03-20-06
Attachment
3

\$480.4 million in New K-12 Funding FY 2007- FY 2009 - S.B. 584
Base Increase in Revenue (February) of \$73.1 million Beginning in FY 2006 (5.4 Percent Composite Growth in FY 08 and FY 09)
Machinery and Equipment Tax Reductions as Passed by the House; and Sales Tax on Motor Vehicle Manufacturers' Rebates
Senate Ways and Means Committee Receipt and Expenditure Recommendations - FY 2006 and FY 2007
Base Increase of \$50 Million in Other State Spending - FY 2008 and FY 2009

STATE GENERAL FUND RECEIPTS, EXPENDITURES AND BALANCES
AS PROJECTED FY 2005-FY 2009
In Millions

	Actual FY 2005	Senate Ways and Means Committee Revised FY 2006	Senate Ways and Means Committee Recommended FY 2007	Projected FY 2008	Projected FY 2009
Beginning Balance	\$ 327.5	\$ 478.7	\$ 548.2	\$ 375.2	\$ (77.0)
Base Increase in Receipts for Year-to-Date Collections - February	0.0	73.1	73.1	73.1	73.1
Machinery and Equipment Tax and Car Rebate Reductions - House	0.0	0.0	(10.9)	(58.4)	(76.5)
Receipts (November 2005 Consensus - Adjusted)	4,841.3	5,161.0	5,223.5	5,291.0	5,498.7
Adjusted Receipts	4,841.3	5,234.1	5,285.7	5,305.7	5,495.3
Total Available	\$ 5,168.8	\$ 5,712.8	\$ 5,833.9	\$ 5,680.9	\$ 5,418.3
Base Increase in the Balance of State Government - FY 08 and FY 09	-	-	-	50.0	50.0
K-12 Additional Funding - S.B. 584	-	-	180.4	150.0	150.0
Less All Other Expenditures	4,690.1	5,164.6	5,278.3	5,557.9	5,846.5
Total Expenditures	4,690.1	5,164.6	5,458.7	5,757.9	6,046.5
Ending Balance	\$ 478.7	\$ 548.2	\$ 375.2	\$ (77.0)	\$ (628.2)
Ending Balance as a Percentage of Expenditures	10.2%	10.6%	6.9%	-1.3%	-10.5%
Receipts in Excess of Expenditures	\$ 151.2	\$ 69.5	\$ (173.0)	\$ (452.2)	\$ (551.2)

- 1) Actual FY 2005 and FY 2006 expenditures as approved by the 2005 Legislature, including \$31.6 million in expenditures shifted forward from FY 2005 to FY 2006. Plus, Governor's recommended net adjustments in FY 2006 expenditures (SRS/Aging caseloads, school finance adjustments, etc.).
- 2) FY 2006 revised receipts and FY 2007 projected receipts reflect the estimates of the Consensus Revenue Estimating Group as of November 3, 2005, as adjusted by the Governor, plus receipts year-to-date (\$73.1 million) above the estimate as a base increase.
- 3) FY 2008 and FY 2009 base receipts assume a 4.0 percent growth; and expenditures include out-year significant obligations (i.e., SRS and Aging caseloads - \$50 million; KPERS employer contribution rate increase - \$29.0 million; KDOT bonds payments \$16.5 million; and KPERS bond increase - \$11.1 million in FY 2008).
- 4) Machinery and equipment tax reduction as passed by the House - HB 2525 and HB 2619; and HB 2640 Sales tax on motor vehicle manufacturers' rebates.

Prepared at the Request and Direction of Senator Dwayne Umberger

Bills with EDIF Impact

Bill Number	Content of Bill	EDIF Impact of the Original Bill	Last Action on the Bill
SB 260	Abolishes Kansas, Inc.	(\$97,615)	Referred to the House Committee on Economic Development on 3/24/2005.
SB 475	Creating the State Affordable Airfare Fund	\$5,000,000	Passed out of House Appropriations, as amended, 3/17/2006. The bill was amended to make funding subject to appropriations, with 75.0 percent from the state and 25.0 percent from REAP.
SB 583	Creating the Local Government Outdoor Recreation Grant Program Fund.	\$5,000,000	Passed out of Senate Ways and Means, as amended, 3/16/2006. The bill was amended to fund the grants from the State Gaming Revenues Fund.
HB 2010	Shifting responsibility for evaluating the cost effectiveness of income tax credits and sales tax exemptions from Kansas, Inc. to the Department of Revenue	(\$7,150)	Referred to House Economic Development on 1/10/2005.
HB 2442	Creating the Kansas Film Production Growth Act	Up to 2.5 percent of the EDIF (\$1,060,800)	Referred to House Committee on Economic Development on 2/14/2005.
HB 2814	Creating the State Affordable Airfare Fund	\$5,000,000	See also SB 475.

Senate Ways and Means
03-20-06
Attachment 4

**ECONOMIC DEVELOPMENT INITIATIVES FUND
FY 2005 - FY 2006**

As of March 20, 2006

Agency/Program	Actual FY 2005	Governor's * Recommendation FY 2006	House Committee of the Whole Adjustments FY 2006	Senate Ways and Means Adjustments FY 2006
Department of Commerce				
Operating Grant	\$ 14,789,751	\$ 16,164,976	\$ -	\$ -
Older Kansans Employment Program	239,430	239,430	-	-
Kansas Economic Opportunity Initiative Fund	3,225,000	3,000,000	-	-
Kansas Existing Industry Expansion Program	300,000	-	-	-
State Affordable Airfare Fund	-	-	-	-
Subtotal - Commerce	\$ 18,554,181	\$ 19,404,406	\$ -	\$ -
Kansas Technology Enterprise Corporation				
Operations	\$ 1,618,422	\$ 1,732,543	\$ -	\$ -
University & Strategic Research	5,677,796	5,449,891	-	-
Commercialization	1,379,494	2,116,334	-	-
Mid-America Manuf. Tech. Center (MAMTC)	1,474,359	1,528,152	-	-
Product Development	1,214,951	1,519,030	-	-
Subtotal - KTEC	\$ 11,365,022	\$ 12,345,950	\$ -	\$ -
Kansas, Inc.				
Operations	\$ 315,894	\$ 379,671	\$ -	\$ -
Kansas Racing and Gaming Commission				
Racing Operations	\$ -	\$ -	\$ -	\$ -
Social and Rehabilitation Services				
Child Support Enforcement Call Center	\$ -	\$ -	\$ -	\$ -
Board of Regents				
Tech. Innovation & Internship Prog. - AVTS	\$ 183,696	\$ 180,749	\$ -	\$ -
Post-secondary Aid - AVTS	6,957,162	6,957,162	-	-
Capital Outlay - AVTS	2,565,000	2,565,000	-	-
KSU - ESARP	300,000	300,000	-	-
Wichita State University - Aviation Research	1,828,778	292,058	-	-
Subtotal - Regents & Universities	\$ 11,834,636	\$ 10,294,969	\$ -	\$ -
Kansas Arts Commission				
Local Arts Grants	\$ 35,000	\$ -	\$ -	\$ -
Kansas Water Office				
Water Education for Teachers Project	\$ 10,000	\$ -	\$ -	\$ -
State Conservation Commission				
Conservation Easement Matching Funds	\$ -	\$ 31,250	\$ -	\$ -
Multipurpose Small Lakes (Horse Thief Reservoir)	-	50,000	-	-
Subtotal - State Conservation Commission	\$ -	\$ 81,250	\$ -	\$ -
State Fair				
Largest Classroom	\$ -	\$ -	\$ -	\$ -
Ticket Marketing	-	-	-	-
Premiums for competitive exhibitors	-	-	-	-
Subtotal - State Fair	\$ -	\$ -	\$ -	\$ -
State Water Plan Fund Transfer	\$ 2,000,000	\$ 2,000,000	\$ -	\$ -
Budget Efficiency and Savings Team Transfers	\$ 106,760	\$ -	\$ -	\$ -
Pay Plan and KPERS Death and Disability Rate Increase	\$ -	\$ 92,279 ¹	\$ -	\$ -
TOTAL TRANSFERS AND EXPENDITURES	44,221,493	44,598,525	\$ -	\$ -

	Actual FY 2005	Governor's Recommendation FY 2006	House Appropriations Adjustments FY 2006	Senate Ways and Means Adjustments FY 2006
EDIF Resource Estimate				
Beginning Balance	\$ 2,974,689	\$ 2,519,677	2,519,677	2,519,677
Gaming Revenues	42,432,000	42,432,000	42,432,000	42,432,000
Other Income**	1,334,481	729,540	729,540	729,540
Total Available	\$ 46,741,170	\$ 45,681,217	45,681,217	45,681,217
Less: Expenditures and Transfers	44,221,493	44,598,525	44,598,525	44,598,525
ENDING BALANCE	\$ 2,519,677	\$ 1,082,692	1,082,692	1,082,692

* Unless otherwise noted, increases in agency total in the Governor's recommendation reflect reappropriations.

** Other income includes interest, transfers, reimbursements and released encumbrances.

1. This amount is transferred to the State General Fund as part of a transfer of special revenue funds from amounts not required for the pay plan and KPERS death and disability rates increase due to adjustments by the Legislature.

ECONOMIC DEVELOPMENT INITIATIVES FUND

FY 2007

As of March 20, 2006

Agency/Program	Governor's Recommendation FY 2007	House Committee of the Whole Adjustments FY 2007	Senate Ways and Means Adjustments FY 2007
Department of Commerce			
Operating Grant	\$ 15,701,164	\$ (145,074)	\$ -
Older Kansans Employment Program	230,481	-	100,000
Kansas Economic Opportunity Initiative Fund	3,160,000	-	-
Kansas Existing Industry Expansion Program	-	-	-
State Affordable Airfare Fund	-	-	5,000,000 ⁸
Subtotal - Commerce	\$ 19,091,645	\$ (145,074)	\$ 5,100,000
Kansas Technology Enterprise Corporation			
Operations	\$ 1,698,695	\$ (46,026)	\$ -
University & Strategic Research	5,345,205	-	-
Commercialization	1,790,249	-	-
Mid-America Manuf. Tech. Center (MAMTC)	1,547,788	-	-
Product Development	1,519,030	-	-
Subtotal - KTEC	\$ 11,900,967	\$ (46,026)	\$ -
Kansas, Inc.			
Operations	\$ 382,085	\$ (6,602)	\$ -
Kansas Racing and Gaming Commission			
Racing Operations	\$ 200,000 ¹	\$ (39,829)	\$ (200,000)
Social and Rehabilitation Services			
Child Support Enforcement Call Center	\$ 340,000 ²	\$ -	\$ -
Board of Regents			
Tech. Innovation & Internship Prog. - AVTS	\$ 180,500	\$ -	\$ -
Post-secondary Aid - AVTS	6,957,162	-	-
Capital Outlay - AVTS	2,565,000	-	-
KSU - ESARP	-	300,000 ³	-
Wichita State University - Aviation Research	-	-	-
Subtotal - Regents & Universities	\$ 9,702,662	\$ 300,000	\$ -
Kansas Arts Commission			
Local Arts Grants	\$ -	\$ -	\$ -
Kansas Water Office			
Water Education for Teachers Project	\$ -	\$ -	\$ -
State Conservation Commission			
Conservation Easement Matching Funds	\$ 311,500 ⁴	\$ (311,500)	\$ -
Multipurpose Small Lakes (Horsethief Reservoir)	-	-	-
Subtotal - State Conservation Commission	\$ 311,500	\$ (311,500)	\$ -
State Fair			
Largest Classroom	\$ 19,960 ⁵	\$ (19,960)	\$ -
Ticket Marketing	50,000 ⁶	-	-
Premiums for competitive exhibitors	-	20,000	-
Subtotal - State Fair	\$ 69,960	\$ 40	\$ -
State Water Plan Fund Transfer	\$ 2,000,000	\$ -	\$ -
Budget Efficiency and Savings Team Transfers	\$ -	\$ -	\$ -
Pay Plan and KPERS Death and Disability Rate Increase	\$ -	\$ -	\$ -
TOTAL TRANSFERS AND EXPENDITURES	\$ 43,998,819	\$ (248,991)	\$ 4,900,000

EDIF Resource Estimate	Governor's Recommendation FY 2007	House Appropriations Adjustments FY 2007	Senate Ways and Means Adjustments FY 2007
Beginning Balance	\$ 1,082,692	1,082,692	1,082,692
Gaming Revenues	42,432,000	42,432,000	42,432,000
Other Income**	500,000	500,000	500,000
Total Available	\$ 44,014,692	44,014,692	44,014,692
Less: Expenditures and Transfers	43,998,819	43,749,828	48,898,819
ENDING BALANCE	\$ 15,873	\$ 264,864	\$ (4,884,127)

** Other income includes interest, transfers, reimbursements and released encumbrances.

1. The Governor recommends this funding for agency operations.
2. The Governor recommends this item as a one-time expenditure to establish a child Support Enforcement Customer Service Center. The funding will be matched with \$1.32 million from the federal Child Support Enforcement Administration Fund, for total FY 2007 expenditures of \$2.0 million.
3. These expenditures have been shifted to the State General Fund.
4. The Governor's recommendation reflects a full year of funding for multiple projects in FY 2007. The FY 2006 funding covered only one project.
5. The Governor recommends this item to assist teachers in planning and organizing educational Field Trips to the Kansas State Fair for children from preschool to college level, with the majority if the students being elementary school age.
6. The Governor recommends this item to enhance outreach ticket marketing by providing upgrades to the agency's website, multi-cultural day at the State Fair featuring entertainment from various ethnic groups, as well as increased radio, television, and print advertising.
7. Expenditures for this project are now completely funded from the State Water Plan Fund.
8. Reflects SB 475 as passed by the Senate Committee of the Whole.