

Approved: May 12, 2008  
Date

## MINUTES OF THE SENATE WAYS AND MEANS COMMITTEE

The meeting was called to order by Vice Chairman Jay Emler at 10:35 A.M. on March 12, 2008, in Room 123-S of the Capitol.

All members were present except:

Senator Ruth Teichman - excused

Committee staff present:

Jill Wolters, Senior Assistant, Revisor of Statutes  
Alan Conroy, Director, Kansas Legislative Research Department  
Kristen Clarke Kellems, Assistant Revisor of Statutes  
Kimbra Caywood McCarthy, Kansas Legislative Research Department  
Amy Deckard, Kansas Legislative Research Department  
Audrey Dunkel, Kansas Legislative Research Department  
Julian Efir, Kansas Legislative Research Department  
Cody Gorges, Kansas Legislative Research Department  
Reed Holwegner, Kansas Legislative Research Department  
Aaron Klaassen, Kansas Legislative Research  
J. G. Scott, Kansas Legislative Research Department  
Michael Steiner, Kansas Legislative Research Department  
Jarod Waltner, Kansas Legislative Research Department  
Melinda Gaul, Chief of Staff, Senate Ways & Means  
Mary Shaw, Committee Assistant

Conferees appearing before the committee: None

Others attending:

See attached list.

### **Bill Introductions**

Senator Schodorf moved, with a second by Senator Goodwin, to conceptually introduce a bill concerning Division of Vehicles modernization surcharge. Motion carried on a voice vote. Jim Conant, Kansas Department of Revenue, requested introduction of the bill.

Senator McGinn moved, with a second by Senator Schodorf, to introduce a bill concerning the Kansas funeral picketing act. Motion carried on a voice vote.

Copies of the Kansas Legislative Research Department Budget Analysis Report for FY 2008 and FY 2009 were available to the committee.

### **Subcommittee reports on:**

**Postsecondary Education Systemwide (Attachment 1)**  
**University of Kansas**  
**Kansas State University**  
**Kansas State University - School of Veterinary Medicine**  
**Kansas State University - ESARP**  
**Wichita State University**  
**Kansas Board of Regents**  
**University of Kansas Medical Center**  
**Emporia State University**  
**Fort Hays State University**  
**Pittsburg State University**

Subcommittee Chairman Steve Morris reported that the subcommittee on Higher Education concurs with the Governor in FY 2008 and concurs with the Governor's recommendation in FY 2009.

## CONTINUATION SHEET

MINUTES OF THE Senate Ways and Means Committee at 10:30 A.M. on March 12, 2008, in Room 123-S of the Capitol.

While under discussion regarding Wichita State University, Chairman Umbarger recognized Senator Schodorf who presented information about the National Center for Aviation Training, Competition for Jobs (Attachment 2). She mentioned that the aviation community came to Capitol recently and there is concern regarding competition coming from other states and countries. Senator Schodorf noted that they want aviation jobs to stay here in Kansas and they are very pleased with NIAR. It was felt that Kansas needs to step up now as a state and realize the seriousness of the matter in order to fund the technology campus. Three contracts are coming up and this will happen before the Omnibus Session. Senator Schodorf asked that the Committee consider \$5 million in the Mega bill at this time.

Senator Mc Ginn also expressed concerned regarding the ripple impact of losing aviation jobs. She noted that aviation is south central Kansas and information distributed to the Committee shows the aviation business in Kansas (Attachment 3). Senator McGinn was concerned that changes are being made in aviation from a competitive local market to a global market. Other countries want the jobs that are in the states and Kansas is currently the aviation area of the world. Senator McGinn mentioned that this contract at Boeing was the second largest contract lost in the history of aviation in Kansas, and it is a statewide concern. It is different from anything in the past.

Senator Betts expressed concern that Kansas needs to think reality for a minute and look at the \$1.3 billion of budget in Kansas is related to the aviation industry. As for the \$5 million, it is tough, but it would be a good investment. The needs and the offers are real all over the country and the \$5 million would be a great investment in Kansas.

The Chairman recognized Andy Schlepp, Sedgwick County, explained that the infrastructure is currently here in Kansas. He noted that the concern is that Kansas needs to sell to the aviation industry why they should remain or continue to invest in Kansas and there is advantage in making that decision today. Committee discussion followed.

Senator Schodorf moved, with a second by Senator McGinn, to amend the subcommittee budget report on Postsecondary Education Systemwide to add \$5 million for Item No. 12 in FY 2009. Motion failed on a voice vote.

Senator Morris moved, with a second by Senator Emler, to amend the subcommittee budget report on Fort Hays State University to add \$300,000 to review at Omnibus the request for the creation of a Professional Science Masters program. Motion carried on a voice vote.

Senator Taddiken moved to amend the subcommittee budget report on the Kansas Board of Regents to remove Item No. 6 and concerning the funding for the new Science, Technology, Engineering, or Math (STEM) Teacher Scholarship because it appears to be a new program. Following discussion, Senator Taddiken withdrew his motion. There was no second to the motion.

Senator Morris moved, with a second by Senator Emler, to adopt the subcommittee budget report on Higher Education for the University of Kansas, Kansas State University, Kansas State University - Veterinary Medical Center, Kansas State University - Extension, Wichita State University, Kansas Board of Regents, University of Kansas Medical Center, Emporia State University, Fort Hays State University, Pittsburg State University and Regents Systemwide in FY 2008 and FY 2009 as amended. Motion carried on a voice vote.

### **Capital Improvements (Attachment 4)**

Subcommittee Chairman Dwayne Umbarger reported that the subcommittee on Capital Improvements concurs with the Governor's recommendation in FY 2008 and concurs with the Governor's FY 2009 recommendation.

Senator Umbarger moved, with a second by Senator Kelly, to restore the bonding authority for the expansion of the School of Pharmacy at the University of Kansas and consider at Omnibus. Motion carried on a voice vote.



CONTINUATION SHEET

MINUTES OF THE Senate Ways and Means Committee at 10:30 A.M. on March 12, 2008, in Room 123-S of the Capitol.

Senator Kelly moved, with a second by Senator Emler, to adopt the subcommittee on Capital Improvements in FY 2008 and FY 2009 as amended. Motion carried on a voice vote.

**SRS Hospitals (Attachment 5)**

**Parsons State Hospital**

**Kansas Neurological Institute**

**Rainbow Mental Health Facility**

**Osawatomie State Hospital**

**Larned State Hospital**

Senator Dwayne Umbarger reported that the subcommittee on Parsons State Hospital, Kansas Neurological Institute, Rainbow Mental Health Facility, Osawatomie State Hospital and Larned State Hospital concurs with the Governor's recommendation in FY 2008 and concurs with the Governor's FY 2009 recommendation.

Senator Goodwin moved, with a second by Senator Kelly, to adopt the subcommittee budget report on Parsons State Hospital, Kansas Neurological Institute, Rainbow Mental Health Facility, Osawatomie State Hospital and Larned State Hospital in FY 2008 and FY 2009. Motion carried on a voice vote.

The meeting adjourned at 12:05 p.m. The next meeting was scheduled for March 13, 2008.

**SENATE WAYS AND MEANS  
GUEST LIST**

Date March 12, 2008

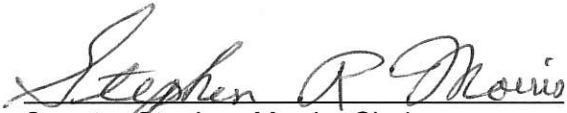
NAME	REPRESENTING
Dick Koertge	KDWP
Ray Dalton	SRS
Laura Howard	SRS
Don John	SRS
Jim Conant	KDOR
Tammy Forsyth	SRS
Ashley Barron	SRS
Marlye Shomber Jones	PSHTC
Barbara Strickland-Dick	SD
Richard Smalley	Pennington Assoc
Sara Bratton	SRS
John Dougherty	ESU
LARRY FELL	KACCT
BJ SHEARS	PARSONS STATE HOSPITAL
Wally McMillan	Parsons State Hospital
Dwight Monial	WASHBURN UNIVERSITY
BLAKE FLANDERS	Ks Board of Regents
JAY KRAMER	CARTER GROUP
GILMAN ERICKSON	MDOT
SUE PETERSON	K-STATE
John Frederick	Boeing
DICK CARTER	JOHNSON COUNTY COMMUNITY COLLEGE
TOM BRUND	WATE

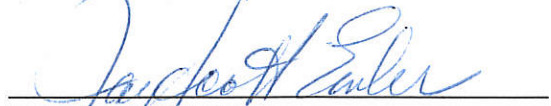


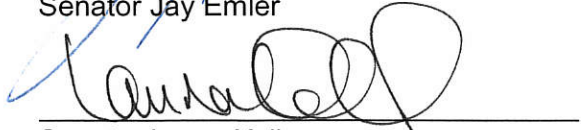
FY 2008 and FY 2009

SENATE WAYS AND MEANS SUBCOMMITTEE

University of Kansas  
Kansas State University  
KSU - Veterinary Medical Center  
KSU - Extension  
Wichita State University  
Board of Regents  
University of Kansas Medical Center  
Emporia State University  
Fort Hays State University  
Pittsburg State University  
Regents Systemwide

  
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Senator Stephen Morris, Chair

  
\_\_\_\_\_  
Senator Jay Emler

  
\_\_\_\_\_  
Senator Laura Kelly

  
\_\_\_\_\_  
Senator Jean Schodorf

  
\_\_\_\_\_  
Senator Ruth Teichman

Senate Ways and Means  
3-12-08  
Attachment 1





## House Budget Committee Recommendation

The **House Budget Committee** concurs with the Governor's recommendation for FY 2008.

## House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

## Senate Subcommittee Report

**Agency:** Postsecondary Education Systemwide    **Bill No.** SB 655    **Bill Sec.** Various

**Analyst:** Dunkel    **Analysis Pg. No.** Various    **Budget Page No.** Various

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 829,475,525	\$ 830,207,525	\$ (1,000,000)
General Fees Fund	469,896,035	469,896,035	0
Other Funds	813,569,392	814,469,392	0
Subtotal - Operating	<u>\$ 2,112,940,952</u>	<u>\$ 2,114,572,952</u>	<u>\$ (1,000,000)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 2,823,232	\$ 2,823,232	0
General Fees Fund	2,369,768	2,369,768	0
Other Funds	109,774,775	109,774,775	0
Subtotal - Capital Improvements	<u>\$ 114,967,775</u>	<u>\$ 114,967,775</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 2,227,908,727</u></u>	<u><u>\$ 2,229,540,727</u></u>	<u><u>\$ (1,000,000)</u></u>
FTE Positions	17,724.6	17,724.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>17,724.6</u></u>	<u><u>17,724.6</u></u>	<u><u>0.0</u></u>

## Agency Estimate

The **current year estimate** for operating expenditures for the postsecondary education system is \$2.1 billion which is an increase of \$48.5 million, or 2.4 percent, above the approved budget. The FY 2008 State General Fund expenditures are estimated to be \$829.5 million which is an increase of \$2.7 million, or 0.3 percent, above the approved budget. The increase reflects reappropriations and higher than anticipated revenues in special revenue funds.

### **Governor's Recommendation**

The **Governor** recommends FY 2008 operating expenditures of \$2.1 billion, including \$830.2 million from the State General Fund. The recommendation is an increase of \$50.1 million, or 2.4 percent, above the approved all funds amount and \$3.5 million, or 0.4 percent, above the approved State General Fund amount. The increases reflect reappropriations, higher than anticipated revenues in special revenue funds, and the addition of \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education (WCGME) in FY 2008. The increase is partially offset by a reduction of \$268,000 from the State General Fund in the Board office for increased shrinkage and reductions to other operating expenditures.

### **Senate Subcommittee Recommendation**

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

1. **University of Kansas Medical Center.** Delete \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education (WCGME) for review at Omnibus.





The recommendation is an increase of \$4.1 million, or 0.2 percent, above the agency request and a State General Fund reduction of \$23.1 million, or 2.6 percent, below the agency request.

### House Budget Committee Recommendation

The House Budget Committee concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$34,082,223, including \$16,396,757 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$27,494,424, including \$12,552,967 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$4,718,730, including \$2,476,653 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$1,869,069, including \$1,367,137 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. **Board of Regents.** Delete \$3.0 million, all from the State General Fund, from the Comprehensive Grant Program. Created by the 1998 Legislature, the Comprehensive Grant Program provides grants to financially needy students. The Program provides need-based grants to full-time (12 hours) undergraduate students who are Kansas residents enrolled in accredited Kansas colleges and universities. The program is intended to provide up to half of the average tuition and fees of state educational institutions. However, it is subject to available appropriations. The maximum award is \$3,000, with an average award of \$1,500. The Budget Committee recommendation reduces funding for the program from \$18.7 million to 15.7 million, all from the State General Fund.
3. **Board of Regents.** Delete \$1.0 million, all from the State General Fund, for a newly created Science, Technology, Education, or Math (STEM) Teacher Service Program. The new STEM scholarship would be targeted at students wishing to teach in science, technology, engineering, or mathematics. Recipients of the awards must teach in a hard-to-fill discipline or under served geographic area for one year for each year they receive a scholarship, or repay the scholarship with interest. Students must be Kansas residents and priority goes to upperclass students, followed by high school students who demonstrate high achievement on the ACT, with high GPA and class rank. The Budget Committee recommendation eliminates all funding for the program.
4. **Board of Regents.** Delete \$250,000, all from the State General Fund, for the Kansas Military Service Scholarship. The Kansas Military Service Scholarship was established by proviso during the 2007 Session to assist individuals who

had served after September 11, 2001, in one or more of the following military operations: Enduring Freedom; Nobel Eagle; or Iraqi Freedom. The scholarship provides payment of tuition and fees at eligible institutions which include: area vocational schools, area vocational-technical schools, technical colleges, community colleges, the municipal university, and state educational institutions. The Budget Committee recommendation reduces funding for the scholarship from \$500,000 to \$250,000, all from the State General Fund, to fund the program at the FY 2008 level.

5. **Board of Regents.** Delete \$2.0 million, all from the State General Fund, for KAN-ED. The 2001 Legislature passed the KAN-ED Act to provide for a broadband technology-based network to which schools, libraries, and hospitals could connect for broadband internet access and intranet access for distance learning. The Board of Regents was charged with the governance of the network. The Governor's recommendation for KAN-ED is \$10.0 million, including \$2.0 million from the State General Fund and \$8.0 million from the Kansas Universal Service Fund (KUSF). The Budget Committee recommendation reduces funding for KAN-ED to \$8.0 million, all from the KUSF.
6. **Board of Regents.** Delete \$2.5 million, all from the Expanded Lottery Act Revenue Fund, for the Technical Education Technology and Equipment Grant and review appropriation of State General Fund for the grant at Omnibus. The Technical Education Technology Equipment Grant was created by proviso in the 2007 Omnibus appropriations bill, with \$4.0 million in funding from the State General Fund. The proviso language required a 2 to 1 match from technical colleges and schools and community colleges to access the grant funds, and limited institutions to not more than 20.0 percent of the total funding available. The agency requests \$4.0 million, all from the State General Fund, to continue the Technical Education Technology and Equipment Grants in FY 2009. The Governor recommended \$2.5 million, all from the Expanded Lottery Act Revenue Fund.
7. **Board of Regents.** Add language directing the Board of Regents to distribute postsecondary aid for vocational education so that no technical college receives less state aid in the fiscal year ending June 30, 2009, than it received in the previous fiscal year.
8. **University of Kansas Medical Center.** Delete \$513,000, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for Energy Conservation Debt service interest payments.
9. **University of Kansas Medical Center.** Review at Omnibus the addition of \$8.6 million from the State General Fund or other funds for the Wichita Center for Graduate Medical Education (WCGME). The WCGME provides training for 272 residents in major hospitals in Wichita and Salina. The Accreditation Council for Graduate Medical Education (ACGME) has changed accreditation standards by mandating paid time for faculty research, teaching, and administration. ACGME has cited or warned half of the WCGME programs for inadequate research and scholarly activity. WCGME estimates it will need an additional \$4,559,703 to address its accreditation needs, as well as \$1,739,292 for educational leave and off-site rotations and \$3,316,657 for a current net loss funded by the participating hospitals, for a total need of \$9.6 million in FY 2009.

The Governor has funded \$1.0 million of this need from the State General Fund for FY 2009.

10. **Wichita State University.** Delete \$369,208, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for Aviation Research Debt service interest payments.
11. **Wichita State University.** Add \$1.0 million, all from the Economic Development Initiatives Fund, for aviation research in FY 2009. The Governor recommended \$4.0 million from the EDIF for aviation research, a reduction of \$750,000 from the FY 2008 approved amount. The Budget Committee recommendation is an increase of \$250,000 from the FY 2008 approved amount, for a total of \$5.0 million for aviation research in FY 2009.

The Budget Committee notes that the aviation industry has a tremendous impact on the state's economy. The aviation industry provides 36,500 direct jobs with a payroll of approximately \$2.4 billion. In addition, each of these jobs generates 2.9 jobs in Kansas. The total contribution of the aviation industry to the state tax revenue base is \$1.3 billion, or 22 percent of the state budget. Continued funding of aviation research is an important part of maintaining the presence of the aviation industry in Kansas.

12. **Wichita State University.** Delete \$2.5 million, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the Economic Development Initiatives Fund, as well as \$2.5 million from the State General Fund for Aviation Infrastructure in FY 2009. The funding will provide classroom and training equipment necessary to train workers for the aviation industry at the new Jabara Campus in Wichita. The Governor recommended \$2.5 million from the Expanded Lottery Act Revenue Fund to support the aviation industry. The Budget Committee recommendation increases total funding for aviation infrastructure to \$5.0 million.

The Budget Committee notes that aviation industry hired 5,000 people in 2007, and estimates it will need an additional 1,000 employees in each of the next ten years. In addition, 12,000 more employees will be needed for retirement replacement, bringing the total estimated need for skilled aviation workers to over 20,000 in the next ten years. Flexible, business-driven, high-tech training is necessary to meet this need and retain the presence of the aviation industry in Kansas.

13. **Pittsburg State University.** Delete \$166,999, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for debt service interest payments on the Readiness Center in FY 2009.

## Capital Improvements

1. **Board of Regents.** Delete \$15.0 million in Education Building Fund (EBF) expenditures for FY 2009 and eliminate the transfer of \$15.0 million from the Expanded Lottery Act Revenue Fund to the EBF. The Governor's recommendation includes a transfer of \$15.0 million from the Expanded Lottery Act Revenue Fund to the EBF in FY 2009. In addition, the Governor increases appropriations from the EBF to the Board of Regents for capital improvements

by \$15.0 million. The Budget Committee recommendation reduces the total appropriations from the EBF to \$30.0 million from \$45.0 million.

2. **University of Kansas.** Delete \$1.0 million, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund in FY 2009 for planning for the expansion of the School of Pharmacy.
3. **University of Kansas.** Add \$7,078,000, all from special revenue funds, for the construction of a classroom/shop facility on the West Campus for the School of Architecture. The project would construct a 43,000 square foot classroom/shop facility on West Campus to fulfill the educational program needs for Architecture. The building will include 12,000 square feet for Studio 804, 8,200 square feet for Architecture 300 Studios, 3,160 square feet for Wood and Metal Shop, 4,640 square feet for departmental offices and support space and 15,000 square feet of shelled space for future expansion. As an educational tool the facility will investigate sustainable technologies for incorporation and other "green" technology. The estimated cost of the project is \$7,078,000 and will be funded from restricted fee funds and course fees.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

4. **University of Kansas.** Add \$2,338,000, all from special revenue funds, for the renovation of Smissman Hall. Smissman Hall is located on the West Campus of the University of Kansas and currently provides wet lab space for a number of labs for faculty in Pharmaceutical Chemistry and Pharmacology and Toxicology. Approximately 2,300 net square feet on the upper level and 3,350 net square feet on the lower level will be renovated to house Pharmacology and Toxicology and Pharmacogenomics research activities. The estimated cost of the project is \$2,338,000 and will be funded with a combination of University funds, private funds and federal grant funds.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

5. **University of Kansas.** Add \$20,000, all from special revenue funds, to raze building #342 and garage at the Sunflower Research Farm in Johnson County. Building #342 and the garage were built with private funds in 1992. The building is a 1,005 gross square foot wood-framed building with concrete floor slab, metal siding and interior stud and wallboard partitions. The program that utilized the building is no longer associated with the university so the building is currently vacant. The estimated cost of razing the building is \$20,000 which will be funded with University Funds. The vacated lot will be returned to pasture/lawn type grass.
6. **University of Kansas.** Add \$20,000, all from special revenue funds, to raze building #47, the old Multicultural Resource Center. Building #47 was built in 1946. The building is a one story wood framed structure built on a concrete foundation with a concrete floor slab. The facility received minimal remodeling approximately 12 years ago to temporarily house the Multicultural Resource Center. In 2008, the Multicultural Resource Center moved to a new building adjacent to the Student Union. According to the University, it would be cost



prohibitive to repair the facility with the extensive termite damage, and the facility has a live sanitary sewer manhole in the floor slab of the building. The estimated cost of razing the building is \$20,000, which will be funded with University funds. The vacated lot will be converted to additional parking which currently exists on both sides of the facility.

7. **University of Kansas.** Add \$15.0 million, all from special revenue funds, for improvements to Allen Fieldhouse. According to the University, the addition of the Booth Family Hall of Athletics and other associated improvements to Allen Fieldhouse, has resulted in renewed interest in improving the student athlete locker rooms, existing restrooms not improved in previous projects, reorganizing the concessions, and improving level of finishes on the concourses. These improvements would include new floor coverings, wall finishes and ceilings/lighting treatments. The project will also include associated mechanical, electrical and life safety improvements. The estimated cost of the project is \$15.0 million and will be funded by private gift funds.
8. **University of Kansas.** Add \$5.0 million, all from special revenue funds, for phase IV of the Structural Biology Center. Structural Biology Center (SBC) phase four is an addition to the phase three (SBC III) project currently under construction. According to the University, the facility will be occupied primarily by the Dr. Blake Petersen, a Kansas Bioscience Authority Eminent Scholar in the department of Medicinal Chemistry in the School of Pharmacy. The structure will be two stories and will share a building entry and support space with SBC III. The 8,300 square foot facility will include labs for organic synthetic chemistry, cell culture and cell imaging equipment along with offices for graduate research students and faculty, and a conference room. The project will be funded with a \$5.0 million grant from the Kansas Bioscience Eminent Scholars Program and will be constructed by KU Center for Research (KUCR) under as authorized by K.S.A. 76-759.
9. **University of Kansas.** Add \$13,075,000 in bonding authority to be paid from special revenue funds for the renovation of Gertrude Sellards Pearson Hall. The renovation of this women's residence hall, built in 1955, will include all student rooms and public spaces, excluding the recently renovated main lobby. The dining area and kitchen on the lower level will also be renovated. The building will be brought into compliance with current codes, and the project will address energy conservation and sustainability issues. Following renovation the building will be co-ed and the Halls design is intended to attract and retain students; therefore, amenities must be competitive. The debt service will be paid with housing fees.
10. **University of Kansas Medical Center.** Delete \$395,000, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for energy conservation debt service principal payments.
11. **University of Kansas Medical Center.** Add \$5.0 million, all from special revenue funds, for the renovation of the Breidenthal Research Building. The University of Kansas Medical Center proposes to renovate the recently vacated Breidenthal Research building for use as a Biomedical Entrepreneurial Research Incubator. This project will correct building infrastructure deficiencies and, through renovation, establish entrepreneurial work units of various sizes providing laboratory and business component space suitable for start-up biomedical companies. The budget for this project is \$6,000,000 with

\$5,000,000 allocated to construction/renovation and \$1,000,000 to furnishing and equipping the facility. This project is to be jointly funded by grants from the federal Department of Commerce Economic Development Administration, the Kansas Bioscience Authority, and the KUMC Research Institute. The project will be constructed under the authorization of K.S.A. 76-759. Once the renovation is complete, the building will be leased to start up companies through the KUMC Research Institute. The leases will provide that all direct expenses are paid by the occupants including a surcharge for maintenance.

12. **Wichita State University.** Delete \$1,275,000, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for aviation research debt service principal payments.
13. **Wichita State University.** Add \$475,000, all from special revenue funds, for improvements and maintenance of campus parking. In August 2007, the University elected to proceed with funding of the replacement and partial realignment of a segment of its perimeter road system in the southwest portion of campus. According to the University, this is consistent with its long range General Development Plan, and will be paid from University parking funds. Rather than wait until submission of the FY 2010 capital improvement requests, the University believed it would be more cost effective to bid this project as early as possible while paving contractors are still planning and filling out their work load for calendar year 2008. The cost for this project is estimated at \$475,000, including engineering and contingencies. Initial planning and engineering will be completed in FY 2008, and the actual construction would begin following this Spring semester and be completed in FY 2009.
14. **Wichita State University.** Add \$5,990,000, all from special revenue funds, for improvements to the Wichita State University Baseball Program at Eck Stadium/Home of Tyler Field. The University proposes what it considers Phase V improvements to Eck Stadium / Home of Tyler Field for the Athletic Association's baseball program. The estimated cost for the proposed improvements is \$5,990,000, to be paid by private gifts and ICAA funds. A major component of the project is an indoor practice facility of approximately 29,000 square feet. Additional facilities are proposed to include new coaches' offices, home team locker room and support spaces, team meeting room, and field level grandstand improvements. Recently the University received a major private gift toward this project, which is expected to help accelerate the time frame to move forward with an initial phase of the proposed improvements. Accordingly, the University has requested approval to amend its FY 2009 Five-Year Capital Budget Plan to include this project.
15. **Emporia State University.** Add \$2.1 million, all from special revenue funds, for preliminary and final planning for the renovation of the Memorial Union. Emporia State University requests approval for expenditures of \$2.1 million from Memorial Union Funds for preliminary and final planning of its project, Renovation of the Memorial Union. A complete renovation of the University Memorial Union has been on the long term plan for several years. With completion of the Program Plan the project could be facilitated, if preliminary and final planning progressed during FY 2008 and FY 2009. The Program Plan estimates project costs at \$25.0 million, which includes remodeling of 165,000 sq. ft. and 15,000 sq. ft. of new construction, for revised entrances and minor additions to the building. The project will be financed with a combination of revenue bonds and donated funds.

The University obtained Board of Regents approval for its Program Plan on December 13, 2007. No formal bills or appropriations are required by this request, only Committee approval for the University to seek architectural services on the project.

16. **Fort Hays State University.** Add \$200,000, all from special revenue funds, to raze Wing "A" of Wiest Hall. Fort Hays State University seeks authority to raze wing "A" of the Wiest Hall dormitory. Wiest, originally constructed in 1961, housed male students on campus and later provided office space for such units as the Kelly Center, the Psychology Department, and other office units displaced by campus renovation. Since 2005 the wing has been used for storage. The building is in need of significant improvements to convert it into modern living units. The University believes removal of said structure will be more efficient from a space utilization and cost standpoint than performing renovations.
17. **Fort Hays State University.** Add \$42,000, all from special revenue funds, to raze residential properties at 610 Park Street and 507 W. 6<sup>th</sup> Street, Hays, Kansas. The Endowment Association was housed most recently in a residential property at 610 Park Street adjacent to the FHSU. Constructed in 1945, the building had limited usage, was not handicapped accessible, and proved to hamper the Association in terms of growth. The decision was made to move to a new Alumni/Foundation Center which lead to the Endowment Board acquiring adjacent properties. They successfully secured a two-story rental structure at 507 W. 6th built in 1936. Unfortunately other needed properties did not materialize and the decision was made to construct the Center on campus. In 2001, a land exchange was completed between the Endowment Association and the University allowing construction of the new Robbins Center now located along west Gustad Drive. The University is seeking legislative authority to raze the properties at 610 Park Street and 507 W. 6th to provide critically needed visitors' parking for the east side of the main campus.
18. **Pittsburg State University.** Add \$40,000, all from special revenue funds, for a new columbarium for Timmons Chapel. The \$40,000 dollar project includes construction of a three foot high stone wall with spaces for 56 niches. Each niche would include a granite cover engraved with biographical data. The project will be designed to compliment the architecture of Timmons Chapel and the surrounding area. Four additional phases have been designed should there be a demand to expand the project up to a total of 280 niches. The project will be financed by private gifts and will include funding for perpetual care.

This project was not included in the original budget submission because the project is a result of involvement and identification from alumni in the past few months and their interest in the project being completed summer 2008. The project and program statement were approved by the Board of Regents at its January 2008, meeting.

19. **Pittsburg State University** - Add \$4.0 million in bonding authority, to be paid from special revenue funds, for improvement to existing student parking lots and construction of a new student parking lot and pedestrian plazas. The \$4.0 million dollar project includes property acquisition, paving and enlarging two existing lots, construction of a new paved parking lot, and construction of two pedestrian plazas. The two existing lots are gravel and do not include lighting, emergency phones, or adequate drainage and access. The project also



includes constructing new pedestrian plazas across two different streets that would accomplish one of the main goals identified in the Master Plan - to turn the campus back to the pedestrian. The plazas will be located at strategic points to link the core campus with areas that include the only student dining hall and south dorm complex with a plaza across Lindburg Street and the stadium, McPherson Hall, and the large student parking lot with a plaza across Joplin Street. The project will be financed by revenue bonds to be repaid from parking revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

20. **Pittsburg State University** - Add \$22.0 million in bonding authority for improvements to existing student housing facilities and construction of a new student house facility. The \$22.0 million dollar total project includes \$12.0 million in renovations to provide new exterior windows; student room doors; exterior entrance, corridor access, and stairwell doors; floor coverings; room built-in cabinetry (closet/dresser); ceilings and lights; and all wall surface finishes. All restroom and shower/bath facilities would be reconditioned. Two dorms would receive an upgrade to their HVAC distribution systems. If possible within the total funding allotted, central air conditioning would be considered as a part of the renovation to Mitchell Hall. The other \$10.0 million would be for the construction of a new facility with occupancy for approximately 200 residents. The facility would be a modified suite style configuration featuring clusters of sleeping rooms, private or semi-private bath facilities, and efficiency kitchenettes (apartment size refrigerator, sink, cabinetry, and microwave) associated with each sleeping cluster. The possible sites for constructing a new residence facility include north of Shirk Hall on acquired land, to the east of McPherson Hall along the hike and bike trail, or on the site of the closed East Campus Apartment complex (corner of Ford and Homer). The project will be financed by revenue bonds to be repaid from housing revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

21. **Pittsburg State University** - Add \$550,000, all from special revenue funds, for the new Student Health Center. Pittsburg State University requests permission to modify its FY 2009 capital improvement plan to include increasing the project budget from \$3,200,000 to \$3,750,000 due to inflationary factors. The project will be financed by private sources and student health center revenues. This project was included in the July Capital Improvement Submission but with a smaller budget. The project and program statement were approved by the Board of Regents in 2006 and reviewed with the Joint Committee on State Building Construction the following August.



22. **Pittsburg State University.** Delete \$160,000, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund for readiness center debt service principal payments.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee with the following adjustments:

1. **Board of Regents.** Review additional funding for the Comprehensive Grant Program during Omnibus.
  2. **Board of Regents.** Add \$250,000, all from the State General Fund, to restore the Governor's recommended increase for the Military Service Scholarship in FY 2009.
  3. **Board of Regents.** Review funding for the new Science, Technology, Engineering or Math (STEM) Teacher Scholarship program during Omnibus.
  4. **Board of Regents.** Delete \$8.0 million, all from the Kansas Universal Service Fund (KUSF), to eliminate funding for KAN-ED and review funding for the program at Omnibus.
  5. **Board of Regents.** Delete \$350,000, all from the State General Fund, to remove funding for the Kansas Academy for Math and Science (KAMS) in FY 2009 and fund the program instead on the basis of the average amount of state funds provided for K-12 students per pupil, to be transferred to the program from the Department of Education. The balance of the funding necessary for the program should come from gifts, donations, and other funds as can be identified by the Board of Regents and Fort Hays State University.
  6. **Fort Hays State University.** Review at Omnibus the request for the creation of a Professional Science Masters.
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### Senate Subcommittee Report

**Agency:** Postsecondary Education Systemwide **Bill No.** SB 658 **Bill Sec.** Various

**Analyst:** Dunkel **Analysis Pg. No.** Various **Budget Page No.** Various

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 877,583,345	\$ 854,477,286	\$ (40,181,386)
General Fees Fund	459,722,180	467,528,385	(7,669,327)
Other Funds	<u>801,244,315</u>	<u>820,682,340</u>	<u>(16,065,346)</u>
Subtotal - Operating	\$ 2,138,549,840	\$ 2,142,688,011	\$ (63,916,059)
Capital Improvements:			
State General Fund	\$ 87,289,098	\$ 1,066,098	\$ 0
General Fees Fund	1,758,274	1,758,274	0
Other Funds	<u>83,065,150</u>	<u>100,895,150</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 172,112,522	\$ 103,719,522	\$ 0
 TOTAL	 <u>\$ 2,310,662,362</u>	 <u>\$ 2,246,407,533</u>	 <u>\$ (63,916,059)</u>
 FTE Positions	 17,725.7	 17,723.7	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>17,725.7</u>	<u>17,723.7</u>	<u>0.0</u>

\* Of the Subcommittee's recommended operating reductions, \$34,082,223, including \$16,396,757 from the State General Fund, is related to pay plan adjustments.

#### Agency Request

The **FY 2009 operating request** for the postsecondary education system is \$2.1 billion which is an increase of \$25.6 million, or 1.2 percent, above the current year estimate. State General Fund expenditures for FY 2009 are requested at \$877.6 million which is an increase of \$48.1 million, or 5.8 percent, above the current year estimate. The State General Fund increase is offset by reductions in other funds expenditures which reflects reappropriations available in FY 2008 that will not be available in FY 2009.

The request includes enhancements totaling \$60.4 million, including \$62.9 million from the State General Fund. The greater State General Fund amount reflects a requested shift in funding from the Kansas Universal Service Fund to the State General Fund of \$2.5 million.

#### Governor's Recommendation

The **Governor** recommends an FY 2009 operating budget of \$2.1 billion which is an increase of \$28.1 million, or 1.3 percent, above the current year recommendation. The Governor

recommends State General Fund expenditures of \$854.5 million which is an increase of \$24.3 million, or 2.9 percent, above the current year estimate.

The recommendation is an increase of \$4.1 million, or 0.2 percent, above the agency request and a State General Fund reduction of \$23.1 million, or 2.6 percent, below the agency request.

### Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$34,082,223, including \$16,396,757 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$27,494,424, including \$12,552,967 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$4,718,730, including \$2,476,653 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$1,869,069, including \$1,367,137 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. **Board of Regents.** Delete \$250,000, all from the State General Fund, for the Kansas Academy of Math and Science (KAMS) and place funding for the program in a separate bill appropriating \$295,000, all from the State General Fund. The funding is a \$45,000 increase above the Governor's recommendation, which was made before final budget figures for the program became available. The additional \$45,000 is necessary to fund the final budget estimates for KAMS.
3. **Board of Regents.** Delete \$20,083,836, all from the State General Fund, for the unified operating grant increase absent the pay plan funding, for placement in a separate bill.
4. **Board of Regents.** Delete \$250,000, all from the State General Fund, to eliminate the Governor's increase for the Military Service Scholarship and review at Omnibus. The Kansas Military Service Scholarship was established by proviso during the 2007 Session to assist individuals who had served after September 11, 2001, in one or more of the following military operations: Enduring Freedom; Nobel Eagle; or Iraqi Freedom. The scholarship provides payment of tuition and fees at eligible institutions which include: area vocational schools, area vocational-technical schools, technical colleges, community colleges, the municipal university, and state educational institutions. The Subcommittee recommendation funds for the scholarship at the FY 2008 level.



5. **Board of Regents.** Delete \$3.0 million, all from the State General Fund, to eliminate the Governor's increase for the Comprehensive Grant Program and review at Omnibus. Created by the 1998 Legislature, the Comprehensive Grant Program provides grants to financially needy students. The Program provides need-based grants to full-time (12 hours) undergraduate students who are Kansas residents enrolled in accredited Kansas colleges and universities. The program is intended to provide up to half of the average tuition and fees of state educational institutions. However, it is subject to available appropriations. The maximum award is \$3,000, with an average award of \$1,500. The Subcommittee recommendation funds the Comprehensive Grant Program at the FY 2008 amount.
6. **Board of Regents.** Delete \$1.0 million, all from the State General Fund, to eliminate the Governor's funding for the new Science, Technology, Engineering, or Math (STEM) Teacher Scholarship and review at Omnibus. The new STEM scholarship would be targeted at students wishing to teach in science, technology, engineering, or mathematics. Recipients of the awards must teach in a hard-to-fill discipline or under served geographic area for one year for each year they receive a scholarship, or repay the scholarship with interest. Students must be Kansas residents and priority goes to upperclass students, followed by high school students who demonstrate high achievement on the ACT, with high GPA and class rank. The Subcommittee recommendation eliminates all funding for the program.
7. **Board of Regents.** Delete \$2.5 million, all from the Expanded Lottery Act Revenue Fund (ELARF) for the Technical Education Equipment Grant and review at Omnibus. The Technical Education Technology Equipment Grant was created by proviso in the 2007 Omnibus appropriations bill, with \$4.0 million in funding from the State General Fund. The proviso language required a 2 to 1 match from technical colleges and schools and community colleges to access the grant funds, and limited institutions to not more than 20.0 percent of the total funding available. The agency requests \$4.0 million, all from the State General Fund, to continue the Technical Education Technology and Equipment Grants in FY 2009. The Governor recommended \$2.5 million, all from the ELARF.

The Subcommittee requests the Board of Regents report at Omnibus on current and future anticipated expenditures of the grant funds, as well as private industry funding that was provided as matching dollars for the grant.

8. **University of Kansas.** The Subcommittee notes that the Governor's budget included \$1.0 million, all from the State General Fund, for planning expenditures related to the expansion of the School of Pharmacy. In addition, the Governor recommended \$50.0 million in bonding authority for the expansion, with bond payments in the amount of \$5.0 million from the State General Fund for 15 years, beginning in FY 2010. These expenditures are included in the capital improvements budget of the University of Kansas, and are reviewed by the Capital Improvement Subcommittee.

However, the Subcommittee feels strongly about this project and recommends that the Capital Improvements subcommittee remove the funding for planning and the bonding authority for review at Omnibus.

9. **University of Kansas Medical Center.** Delete \$513,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Energy Conservation Debt service interest payments.
10. **University of Kansas Medical Center.** Delete \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education (WCGME) and review at Omnibus. The WCGME provides training for 272 residents in major hospitals in Wichita and Salina. The Accreditation Council for Graduate Medical Education (ACGME) has changed accreditation standards by mandating paid time for faculty research, teaching, and administration. ACGME has cited or warned half of the WCGME programs for inadequate research and scholarly activity. WCGME estimates an additional \$4,559,703 to address its accreditation needs, as well as \$1,739,292 for educational leave and off-site rotations and \$3,316,657 for a current net loss funded by the participating hospitals, for a total need of \$9.6 million in FY 2009. The Governor has funded \$1.0 million of the estimate from the State General Fund for FY 2009.
11. **Wichita State University.** Delete \$369,208 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Aviation Research Debt service interest payments.
12. **Wichita State University.** Delete \$2.5 million, all from the ELARF, for aviation infrastructure for review at Omnibus. The funding would provide classroom and training equipment necessary to train workers for the aviation industry at the new Jabara Campus in Wichita. The Governor recommended \$2.5 million from the ELARF for this program.

The Subcommittee notes that aviation industry hired 5,000 people in 2007, and estimates it will need an additional 1,000 employees in each of the next ten years. In addition, 12,000 more employees will be needed for retirement replacement, bringing the total estimated need for skilled aviation workers to over 20,000 in the next ten years. Flexible, business-driven, high-tech training is necessary to meet this need and retain the presence of the aviation industry in Kansas.

13. **Wichita State University.** Add \$750,000, all from the State General Fund, for aviation research. The Governor recommended \$4.0 million from the EDIF for aviation research, a reduction of \$750,000 from the FY 2008 approved amount. The Subcommittee recommendation increases funding to the FY 2008 approved amount, for a total of \$4.75 million for aviation research in FY 2009.

The Subcommittee notes that the aviation industry has a tremendous impact on the state's economy. The aviation industry provides 36,500 direct jobs with a payroll of approximately \$2.4 billion. In addition, each of these jobs generates 2.9 jobs in Kansas. The total contribution of the aviation industry to the state tax revenue base is \$1.3 billion, or 22 percent of the state budget. Continued funding of aviation research is an important part of maintaining the presence of the aviation industry in Kansas.

14. **Pittsburg State University.** Delete \$166,999 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for debt service interest payments on the Readiness Center in FY 2009.



## House Budget Committee Report

**Agency:** University of Kansas **Bill No.** HB 2947

**Bill Sec.** 38

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I 658

**Budget Page No.** Vol. II, Page 421

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 150,507,270	\$ 150,507,270	\$ 0
General Fees Fund	196,614,000	196,614,000	0
Other Funds	181,733,793	181,733,793	0
Subtotal - Operating	<u>\$ 528,855,063</u>	<u>\$ 528,855,063</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 763,768	\$ 763,768	\$ 0
General Fees Fund	0	0	0
Other Funds	36,484,638	36,484,638	0
Subtotal - Capital Improvements	<u>\$ 37,248,406</u>	<u>\$ 37,248,406</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 566,103,469</u></u>	<u><u>\$ 566,103,469</u></u>	<u><u>\$ 0</u></u>
FTE Positions	5,450.0	5,450.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>5,450.0</u></u>	<u><u>5,450.0</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$528.9 million which is an increase of \$371,253, or 0.1 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$150.5 million which is an increase of \$6.3 million, or 4.3 percent, above the approved budget due mainly to transfers from the Board of Regents.

### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 estimate.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

### Senate Subcommittee Report

**Agency:** University of Kansas

**Bill No.** SB 655

**Bill Sec.** 38

**Analyst:** Dunkel

**Analysis Pg. No.** Vol. I - 658

**Budget Page No.** 421

<u>Expenditure Summary</u>	<u>Agency Estimate FY 08</u>	<u>Governor's Recommendation FY 08</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 150,507,270	\$ 150,507,270	\$ 0
General Fees Fund	196,614,000	196,614,000	0
Other Funds	181,733,793	181,733,793	0
Subtotal - Operating	<u>\$ 528,855,063</u>	<u>\$ 528,855,063</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 763,768	\$ 763,768	\$ 0
General Fees Fund	0	0	0
Other Funds	36,484,638	36,484,638	0
Subtotal - Capital Improvements	<u>\$ 37,248,406</u>	<u>\$ 37,248,406</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 566,103,469</u></u>	<u><u>\$ 566,103,469</u></u>	<u><u>\$ 0</u></u>
FTE Positions	5,450.0	5,450.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>5,450.0</u></u>	<u><u>5,450.0</u></u>	<u><u>0.0</u></u>

#### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$528.9 million which is an increase of \$371,253, or 0.1 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$150.5 million which is an increase of \$6.3 million, or 4.3 percent, above the approved budget due mainly to transfers from the Board of Regents.

#### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 estimate.

#### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

## House Budget Committee Report

**Agency:** University of Kansas **Bill No.** HB 2946, 2936

**Bill Sec.** 47, 17

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 658

**Budget Page No.** Vol. II, Page 421

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
Operating Expenditures:			
State General Fund	\$ 148,845,368	\$ 148,845,368	\$ 0
General Fees Fund	196,614,000	199,771,125	(3,157,125)
Other Funds	181,529,810	183,639,974	(2,110,164)
Subtotal - Operating	<u>\$ 526,989,178</u>	<u>\$ 532,256,467</u>	<u>\$ (5,267,289)</u>
Capital Improvements:			
State General Fund	\$ 728,120	\$ 728,120	\$ 1,000,000
General Fees Fund	0	0	0
Other Funds	6,442,862	7,442,862	28,456,000
Subtotal - Capital Improvements	<u>\$ 7,170,982</u>	<u>\$ 8,170,982</u>	<u>\$ 29,456,000</u>
 TOTAL	 <u><u>\$ 534,160,160</u></u>	 <u><u>\$ 540,427,449</u></u>	 <u><u>\$ 24,188,711</u></u>
 FTE Positions	 5,450.0	 5,450.0	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>5,450.0</u></u>	<u><u>5,450.0</u></u>	<u><u>0.0</u></u>

\* All of the Budget Committee's recommended operating reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$527.0 million which is a decrease of \$1.9 million, or 0.4 percent, below the current year estimate. The agency requests State General Fund expenditures of \$148.8 million which is a decrease of \$1.7 million, or 1.1 percent, below the current year.

### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 request for operating expenditures and adds \$5.3 million from special revenue funds for the pay plan adjustments.

### House Budget Committee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$5,267,289, all from special revenue funds, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$5,267,289, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** This agency no longer has classified employees but instead has University Support Staff, and did not receive funding for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** This agency has no longevity bonus payments for FY 2009.
2. Delete \$1.0 million, all from the Expanded Lottery Act Revenue Fund, and add the same amount from the State General Fund in FY 2009 for planning for the expansion of the School of Pharmacy.
3. Add \$7,078,000 from special revenue funds for the construction of a classroom/shop facility on the West Campus for the School of Architecture. The project would construct a 43,000 square foot classroom/shop facility on West Campus to fulfill the educational program needs for Architecture. The building will include 12,000 square feet for Studio 804, 8,200 square feet for Architecture 300 Studios, 3,160 square feet for Wood and Metal Shop, 4,640 square feet for departmental offices and support space and 15,000 square feet of shelled space for future expansion. As an educational tool the facility will investigate sustainable technologies for incorporation and other "green" technology. The estimated cost of the project is \$7,078,000 and will be funded from restricted fee funds and course fees.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

4. Add \$2,338,000 from special revenue funds for the renovation of Smissman Hall. Smissman Hall is located on the West Campus of the University of Kansas and currently provides wet lab space for a number of labs for faculty in Pharmaceutical Chemistry and Pharmacology and Toxicology. Approximately 2,300 net square feet on the upper level and 3,350 net square feet on the lower level will be renovated to house Pharmacology and Toxicology and Pharmacogenomics research activities. The estimated cost of the project is \$2,338,000 and will be funded with a combination of University funds, private funds and federal grant funds.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

5. Add \$20,000 from special revenue funds to raze building #342 and garage at the Sunflower Research Farm in Johnson County. Building #342 and the garage were built with private funds in 1992. The building is a 1,005 gross square foot wood-framed building with concrete floor slab, metal siding and interior stud and wallboard partitions. The program that utilized the building is no longer

associated with the university so the building is currently vacant. The estimated cost of razing the building is \$20,000 which will be funded with University Funds. The vacated lot will be returned to pasture/lawn type grass.

6. Add \$20,000 from special revenue funds to raze building #47, the old Multicultural Resource Center. Building #47 was built in 1946. The building is a one story wood framed structure built on a concrete foundation with a concrete floor slab. The facility received minimal remodeling approximately 12 years ago to temporarily house the Multicultural Resource Center. In 2008, the Multicultural Resource Center moved to a new building adjacent to the Student Union. According to the University, it would be cost prohibitive to repair the facility with the extensive termite damage, and the facility has a live sanitary sewer manhole in the floor slab of the building. The estimated cost of razing the building is \$20,000, which will be funded with University funds. The vacated lot will be converted to additional parking which currently exists on both sides of the facility.
7. Add \$15.0 million from special revenue funds for improvements to Allen Fieldhouse. According to the University, the addition of the Booth Family Hall of Athletics and other associated improvements to Allen Fieldhouse, has resulted in renewed interest in improving the student athlete locker rooms, existing restrooms not improved in previous projects, reorganizing the concessions, and improving level of finishes on the concourses. These improvements would include new floor coverings, wall finishes and ceilings/lighting treatments. The project will also include associated mechanical, electrical and life safety improvements. The estimated cost of the project is \$15.0 million and will be funded by private gift funds.
8. Add \$5.0 million from special revenue funds for phase IV of the Structural Biology Center. Structural Biology Center (SBC) phase four is an addition to the phase three (SBC III) project currently under construction. According to the University, the facility will be occupied primarily by the Dr. Blake Petersen, a Kansas Bioscience Authority Eminent Scholar in the department of Medicinal Chemistry in the School of Pharmacy. The structure will be two stories and will share a building entry and support space with SBC III. The 8,300 square foot facility will include labs for organic synthetic chemistry, cell culture and cell imaging equipment along with offices for graduate research students and faculty, and a conference room. The project will be funded with a \$5.0 million grant from the Kansas Bioscience Eminent Scholars Program and will be constructed by KU Center for Research (KUCR) under as authorized by K.S.A. 76-759.
9. Add \$13,075,000 in bonding authority to be paid from special revenue funds for the renovation of Gertrude Sellards Pearson Hall. The renovation of this women's residence hall, built in 1955, will include all student rooms and public spaces, excluding the recently renovated main lobby. The dining area and kitchen on the lower level will also be renovated. The building will be brought into compliance with current codes, and the project will address energy conservation and sustainability issues. Following renovation the building will be co-ed and the Halls design is intended to attract and retain students; therefore, amenities must be competitive. The debt service will be paid with housing fees.

### **House Committee Recommendation**

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



### Senate Subcommittee Report

**Agency:** University of Kansas **Bill No.** SB 658

**Bill Sec.** 47

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 658

**Budget Page No.** 421

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 148,845,368	\$ 148,845,368	\$ 0
General Fees Fund	196,614,000	199,771,125	(3,157,125)
Other Funds	<u>181,529,810</u>	<u>183,639,974</u>	<u>(2,110,164)</u>
Subtotal - Operating	\$ 526,989,178	\$ 532,256,467	\$ (5,267,289)
<b>Capital Improvements:</b>			
State General Fund	\$ 728,120	\$ 728,120	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>6,442,862</u>	<u>7,442,862</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 7,170,982	\$ 8,170,982	\$ 0
<b>TOTAL</b>	<u><u>\$ 534,160,160</u></u>	<u><u>\$ 540,427,449</u></u>	<u><u>\$ (5,267,289)</u></u>
FTE Positions	5,450.0	5,450.0	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>	<u><u>5,450.0</u></u>	<u><u>5,450.0</u></u>	<u><u>0.0</u></u>

\* All of the Subcommittee's recommended operating reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$527.0 million which is a decrease of \$1.9 million, or 0.4 percent, below the current year estimate. The agency requests State General Fund expenditures of \$148.8 million which is a decrease of \$1.7 million, or 1.1 percent, below the current year.

### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 request for operating expenditures and adds \$5.3 million from special revenue funds for the pay plan adjustments.

### Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$5,267,289, all from special revenue funds, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$5,267,289, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** This agency no longer has classified employees but instead has University Support Staff, and did not receive funding for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** This agency has no longevity bonus payments for FY 2009.
2. The Subcommittee notes that the Governor's budget included \$1.0 million, all from the State General Fund, for planning expenditures related to the expansion of the School of Pharmacy. In addition, the Governor recommended \$50.0 million in bonding authority for the expansion, with bond payments in the amount of \$5.0 million from the State General Fund for 15 years, beginning in FY 2010. These expenditures are included in the capital improvements budget of the University of Kansas, and are reviewed by the Capital Improvement Subcommittee.

However, the Subcommittee feels strongly about this project and recommends that the Capital Improvements subcommittee remove the funding for planning and the bonding authority for review at Omnibus.

## House Budget Committee Report

**Agency:** Kansas State University    **Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I, Page 678    **Budget Page No.** Vol. II, Page 261

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 115,373,256	\$ 115,373,256	\$ 0
General Fees Fund	128,137,015	128,137,015	0
Other Funds	241,305,230	241,305,230	0
Subtotal - Operating	<u>\$ 484,815,501</u>	<u>\$ 484,815,501</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
General Fees Fund	1,565,459	1,565,459	0
Other Funds	23,564,936	23,564,936	0
Subtotal - Capital Improvements	<u>\$ 25,319,841</u>	<u>\$ 25,319,841</u>	<u>\$ 0</u>
 TOTAL	 <u>\$ 510,135,342</u>	 <u>\$ 510,135,342</u>	 <u>\$ 0</u>
 FTE Positions	 3,475.9	 3,475.9	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>3,475.9</u>	<u>3,475.9</u>	<u>0.0</u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$484.8 million which is an increase of \$18.9 million, or 4.1 percent above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$115.4 million which is an increase of \$4.6 million, or 4.2 percent, above the approved budget.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

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

## Senate Subcommittee Report

**Agency:** Kansas State University    **Bill No.** --

**Bill Sec.** --

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I - 678

**Budget Page No.** 261

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 115,373,256	\$ 115,373,256	\$ 0
General Fees Fund	128,137,015	128,137,015	0
Other Funds	241,305,230	241,305,230	0
Subtotal - Operating	<u>\$ 484,815,501</u>	<u>\$ 484,815,501</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 189,446	\$ 189,446	\$ 0
General Fees Fund	1,565,459	1,565,459	0
Other Funds	23,564,936	23,564,936	0
Subtotal - Capital Improvements	<u>\$ 25,319,841</u>	<u>\$ 25,319,841</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 510,135,342</u></u>	<u><u>\$ 510,135,342</u></u>	<u><u>\$ 0</u></u>
FTE Positions	3,475.9	3,475.9	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>3,475.9</u></u>	<u><u>3,475.9</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$484.8 million which is an increase of \$18.9 million, or 4.1 percent above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$115.4 million which is an increase of \$4.6 million, or 4.2 percent, above the approved budget.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.



## House Budget Committee Report

**Agency:** Kansas State University **Bill No.** HB 2946, 2936

**Bill Sec.** 42, 13

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 678 **Budget Page No.** Vol. II, Page 261

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 114,076,520	\$ 114,076,520	\$ (439,268)
General Fees Fund	120,011,971	121,991,453	(1,986,582)
Other Funds	241,401,102	243,615,858	(2,391,122)
Subtotal - Operating	<u>\$ 475,489,593</u>	<u>\$ 479,683,831</u>	<u>\$ (4,816,972)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 189,446	\$ 189,446	0
General Fees Fund	924,494	924,494	0
Other Funds	11,157,582	11,157,582	0
Subtotal - Capital Improvements	<u>\$ 12,271,522</u>	<u>\$ 12,271,522</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 487,761,115</u></u>	<u><u>\$ 491,955,353</u></u>	<u><u>\$ (4,816,972)</u></u>
FTE Positions	3,475.9	3,475.9	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>3,475.9</u></u>	<u><u>3,475.9</u></u>	<u><u>0.0</u></u>

\*All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$475.5 million which is a decrease of \$9.3 million, or 1.9 percent, below the current year estimate. The agency requests State General Fund expenditures of \$114.1 million, which is a decrease of \$1.3 million, or 1.1 percent, below the current year estimate, which reflects the one-time bonus payment in FY 2008.

### Governor's Recommendation

The **Governor** concurs with the agency request and adds \$4.2 million from special revenue funds for the pay plan adjustments.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustment:

1. **Pay Plan Adjustments.** Delete \$4,816,972, including \$439,268 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 3,093,174, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$1,083,438, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$640,360, including \$439,268 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

**House Committee Recommendation**

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

**Senate Subcommittee Report**

**Agency:** Kansas State University **Bill No.** SB 658

**Bill Sec.** 42

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 678

**Budget Page No.** 261

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 114,076,520	\$ 114,076,520	\$ (439,268)
General Fees Fund	120,011,971	121,991,453	(1,986,582)
Other Funds	241,401,102	243,615,858	(2,391,122)
Subtotal - Operating	<u>\$ 475,489,593</u>	<u>\$ 479,683,831</u>	<u>\$ (4,816,972)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 189,446	\$ 189,446	0
General Fees Fund	924,494	924,494	0
Other Funds	11,157,582	11,157,582	0
Subtotal - Capital Improvements	<u>\$ 12,271,522</u>	<u>\$ 12,271,522</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 487,761,115</u></u>	<u><u>\$ 491,955,353</u></u>	<u><u>\$ (4,816,972)</u></u>
FTE Positions	3,475.9	3,475.9	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>3,475.9</u></u>	<u><u>3,475.9</u></u>	<u><u>0.0</u></u>

\*All of the Subcommittee's recommended reductions are related to pay plan adjustments.

## Agency Request

The **agency** requests an FY 2009 operating budget of \$475.5 million which is a decrease of \$9.3 million, or 1.9 percent, below the current year estimate. The agency requests State General Fund expenditures of \$114.1 million, which is a decrease of \$1.3 million, or 1.1 percent, below the current year estimate, which reflects the one-time bonus payment in FY 2008.

## Governor's Recommendation

The **Governor** concurs with the agency request and adds \$4.2 million from special revenue funds for the pay plan adjustments.

## Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustment:

1. **Pay Plan Adjustments.** Delete \$4,816,972, including \$439,268 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 3,093,174, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$1,083,438, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$640,360, including \$439,268 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

## House Budget Committee Report

**Agency:** Kansas State University - Vet Med      **Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I, Page 698      **Budget Page No.** Vol. II, Page 265

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 11,281,788	\$ 11,281,788	\$ 0
General Fees Fund	11,559,817	11,559,817	0
Other Funds	13,242,647	13,242,647	0
Subtotal - Operating	<u>\$ 36,084,252</u>	<u>\$ 36,084,252</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	200,000	200,000	0
Subtotal - Capital Improvements	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 36,284,252</u></u>	<u><u>\$ 36,284,252</u></u>	<u><u>\$ 0</u></u>
FTE Positions	323.1	323.1	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>323.1</u></u>	<u><u>323.1</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$36.1 million which is an increase of \$3.2 million, or 9.7 percent above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$11.3 million which is an increase of \$459,124, or 4.2 percent, above the approved budget. The overall increase is due mainly to carryforward balances from FY 2007 being expended in FY 2008, while the State General Fund increase reflects the transfer from the Board of Regents for the

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.



### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Kansas State University - Vet Med      **Bill No. --**      **Bill Sec. --**

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I- 698      **Budget Page No.** 265

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 11,281,788	\$ 11,281,788	\$ 0
General Fees Fund	11,559,817	11,559,817	0
Other Funds	13,242,647	13,242,647	0
Subtotal - Operating	<u>\$ 36,084,252</u>	<u>\$ 36,084,252</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
General Fees Fund	0	0	0
Other Funds	200,000	200,000	0
Subtotal - Capital Improvements	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 36,284,252</u></u>	 <u><u>\$ 36,284,252</u></u>	 <u><u>\$ 0</u></u>
 FTE Positions	 323.1	 323.1	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>323.1</u></u>	<u><u>323.1</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$36.1 million which is an increase of \$3.2 million, or 9.7 percent above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$11.3 million which is an increase of \$459,124, or 4.2 percent, above the approved budget. The overall increase is due mainly to carryforward balances from FY 2007 being expended in FY 2008, while the State General Fund increase reflects the transfer from the Board of Regents for the

**Governor's Recommendation**

The **Governor** concurs with the agency estimate for FY 2008.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

## House Budget Committee Report

**Agency:** Kansas State University - Vet Med **Bill No.** HB 2946

**Bill Sec.** 44

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 698 **Budget Page No.** Vol. II, Page 265

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 11,257,430	\$ 11,257,430	\$ (29,750)
General Fees Fund	11,536,615	11,754,039	(231,644)
Other Funds	10,145,235	10,241,711	(112,806)
Subtotal - Operating	<u>\$ 32,939,280</u>	<u>\$ 33,253,180</u>	<u>\$ (374,200)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 32,939,280</u></u>	 <u><u>\$ 33,253,180</u></u>	 <u><u>\$ (374,200)</u></u>
 FTE Positions	 323.1	 323.1	
Non FTE Uncl. Perm. Pos.	0.0	0.0	
TOTAL	<u><u>323.1</u></u>	<u><u>323.1</u></u>	<u><u>0.0</u></u>

\*All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$32.9 million which is a decrease of \$3.1 million, or 8.7 percent below the current year estimate. The agency requests State General Fund expenditures of \$11.3 million which is a decrease of \$24,358, or 0.2 percent, below the current year estimate. The decrease reflects the one-time bonus payment in FY 2008 and the expenditures of carryforward funds from FY 2007 in FY 2008. The decrease is partially offset by the enhancement request for \$100,000, all from the State General Fund, for the third year of the Veterinary Training Program for Rural Kansas service scholarship.

### Governor's Recommendation

The **Governor** concurs with the agency request and adds \$313,900 from special revenue funds for the pay plan and market adjustments.

## House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$374,200, including \$29,750 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 313,900, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** There are no pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate for this agency.
  - c. **Longevity Pay.** Delete \$60,300, including \$29,750 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

## House Committee Recommendation

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

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### Senate Subcommittee Report

Agency: Kansas State University - Vet Med Bill No. SB 658

Bill Sec. 44

Analyst: Dunkel Analysis Pg. No. Vol. I - 698

Budget Page No. 265

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 11,257,430	\$ 11,257,430	\$ (29,750)
General Fees Fund	11,536,615	11,754,039	(231,644)
Other Funds	<u>10,145,235</u>	<u>10,241,711</u>	<u>(112,806)</u>
Subtotal - Operating	\$ 32,939,280	\$ 33,253,180	\$ (374,200)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 0	\$ 0	\$ 0
 TOTAL	 <u>\$ 32,939,280</u>	 <u>\$ 33,253,180</u>	 <u>\$ (374,200)</u>
 FTE Positions	 323.1	 323.1	
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	
TOTAL	<u>323.1</u>	<u>323.1</u>	<u>0.0</u>

\*All of the Subcommittee's recommended reductions are related to pay plan adjustments.

#### Agency Request

The **agency** requests an FY 2009 operating budget of \$32.9 million which is a decrease of \$3.1 million, or 8.7 percent below the current year estimate. The agency requests State General Fund expenditures of \$11.3 million which is a decrease of \$24,358, or 0.2 percent, below the current year estimate. The decrease reflects the one-time bonus payment in FY 2008 and the expenditures of carryforward funds from FY 2007 in FY 2008. The decrease is partially offset by the enhancement request for \$100,000, all from the State General Fund, for the third year of the Veterinary Training Program for Rural Kansas service scholarship.

#### Governor's Recommendation

The **Governor** concurs with the agency request and adds \$313,900 from special revenue funds for the pay plan and market adjustments.

## Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$374,200, including \$29,750 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 313,900, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** There are no pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate for this agency.
  - c. **Longevity Pay.** Delete \$60,300, including \$29,750 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

## House Budget Committee Report

**Agency:** Kansas State University - ESARP **Bill No.** --

**Bill Sec.** --

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 716

**Budget Page No.** Vol. II, Page 263

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 54,807,626	\$ 54,807,626	\$ 0
General Fees Fund	0	0	0
Other Funds	72,232,943	72,232,943	0
Subtotal - Operating	<u>\$ 127,040,569</u>	<u>\$ 127,040,569</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	1,000,000	1,000,000	0
Subtotal - Capital Improvements	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 128,040,569</u></u>	<u><u>\$ 128,040,569</u></u>	<u><u>\$ 0</u></u>
FTE Positions	1,389.7	1,389.7	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>1,389.7</u></u>	<u><u>1,389.7</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$127.0 million which is a decrease of \$6.6 million, or 5.0 percent, below the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$54.8 million which is an increase of \$2.9 million, or 5.5 percent, above the approved budget and due to transfers from the Board of Regents.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

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

**Senate Subcommittee Report**

**Agency:** Kansas State University - ESARP **Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 716

**Budget Page No.** 263

<u>Expenditure Summary</u>	<u>Agency Estimate FY 08</u>	<u>Governor's Recommendation FY 08</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 54,807,626	\$ 54,807,626	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>72,232,943</u>	<u>72,232,943</u>	<u>0</u>
Subtotal - Operating	<u>\$ 127,040,569</u>	<u>\$ 127,040,569</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>1,000,000</u>	<u>1,000,000</u>	<u>0</u>
Subtotal - Capital Improvements	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 0</u>
TOTAL	<u>\$ 128,040,569</u>	<u>\$ 128,040,569</u>	<u>\$ 0</u>
FTE Positions	1,389.7	1,389.7	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>1,389.7</u>	<u>1,389.7</u>	<u>0.0</u>

**Agency Estimate**

The **agency's** current year estimate of operating expenditures is \$127.0 million which is a decrease of \$6.6 million, or 5.0 percent, below the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$54.8 million which is an increase of \$2.9 million, or 5.5 percent, above the approved budget and due to transfers from the Board of Regents.

**Governor's Recommendation**

The **Governor** concurs with the agency estimate for FY 2008.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.



## House Budget Committee Report

**Agency:** Kansas State University - ESARP **Bill No.** HB 2946

**Bill Sec.** 43

**Analyst:** Dunkel

**Analysis Pg. No.** Vol. I, Page 716 **Budget Page No.** Vol. II, Page 263

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 54,084,620	\$ 54,084,620	\$ (146,124)
General Fees Fund	0	0	0
Other Funds	<u>72,056,086</u>	<u>73,121,601</u>	<u>(1,098,851)</u>
Subtotal - Operating	\$ 126,140,706	\$ 127,206,221	\$ (1,244,975)
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 0	\$ 0	\$ 0
 TOTAL	 <u>\$ 126,140,706</u>	 <u>\$ 127,206,221</u>	 <u>\$ (1,244,975)</u>
 FTE Positions	 1,389.7	 1,389.7	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>1,389.7</u>	<u>1,389.7</u>	<u>0.0</u>

\*All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$126.1 million which is a decrease of \$899,863, or 0.7 percent, below the current year estimate. The agency requests State General Fund expenditures of \$54.1 million which is a decrease of \$723,006, or 1.3 percent, below current year estimate, which reflects the one-time salary bonus payment in FY 2008.

### Governor's Recommendation

The **Governor** concurs with the agency estimate and adds \$1.1 million from special revenue funds for base salary and market adjustments.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$1,244,975, including \$146,124 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$1,065,515, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** There are no pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate for this agency.
  - c. **Longevity Pay.** Delete \$179,460, including \$146,124 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

### House Committee Recommendation

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

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### Senate Subcommittee Report

Agency: Kansas State University - ESARP Bill No. SB 658

Bill Sec. 43

Analyst: Dunkel Analysis Pg. No. Vol. I - 716

Budget Page No. 263

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 54,084,620	\$ 54,084,620	\$ (146,124)
General Fees Fund	0	0	0
Other Funds	<u>72,056,086</u>	<u>73,121,601</u>	<u>(1,098,851)</u>
Subtotal - Operating	\$ 126,140,706	\$ 127,206,221	\$ (1,244,975)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	0
General Fees Fund	0	0	0
Other Funds	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 0	\$ 0	0
 TOTAL	 <u>\$ 126,140,706</u>	 <u>\$ 127,206,221</u>	 <u>\$ (1,244,975)</u>
FTE Positions	1,389.7	1,389.7	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>1,389.7</u>	<u>1,389.7</u>	<u>0.0</u>

\*All of the Subcommittee's recommended reductions are related to pay plan adjustments.

#### Agency Request

The **agency** requests an FY 2009 operating budget of \$126.1 million which is a decrease of \$899,863, or 0.7 percent, below the current year estimate. The agency requests State General Fund expenditures of \$54.1 million which is a decrease of \$723,006, or 1.3 percent, below current year estimate, which reflects the one-time salary bonus payment in FY 2008.

#### Governor's Recommendation

The **Governor** concurs with the agency estimate and adds \$1.1 million from special revenue funds for base salary and market adjustments.

#### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$1,244,975, including \$146,124 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$1,065,515, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** There are no pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate for this agency.
  - c. **Longevity Pay.** Delete \$179,460, including \$146,124 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.



## House Budget Committee Report

**Agency:** Wichita State University    **Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I, Page 733

**Budget Page No.** Vol. II, Page 437

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 73,425,991	\$ 73,425,991	\$ 0
General Fees Fund	48,783,754	48,783,754	0
Other Funds	76,772,846	76,772,846	0
Subtotal - Operating	<u>\$ 198,982,591</u>	<u>\$ 198,982,591</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 1,215,000	\$ 1,215,000	\$ 0
General Fees Fund	624,638	624,638	0
Other Funds	6,532,189	6,532,189	0
Subtotal - Capital Improvements	<u>\$ 8,371,827</u>	<u>\$ 8,371,827</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 207,354,418</u></u>	 <u><u>\$ 207,354,418</u></u>	 <u><u>\$ 0</u></u>
 FTE Positions	 1,880.6	 1,880.6	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u><u>1,880.6</u></u>	<u><u>1,880.6</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$199.0 million which is an increase of \$6.3 million, or 3.3 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$73.4 million which is an increase of \$3.4 million, or 4.8 percent, above the approved budget due to transfers from the Board of Regents.

### Governor's Recommendation

The **Governor** concurs with the agency's revised estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

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

### Senate Subcommittee Report

Agency: Wichita State University      Bill No. --      Bill Sec. --

Analyst: Dunkel      Analysis Pg. No. Vol. I - 733      Budget Page No. 437

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 73,425,991	\$ 73,425,991	\$ 0
General Fees Fund	48,783,754	48,783,754	0
Other Funds	76,772,846	76,772,846	0
Subtotal - Operating	<u>\$ 198,982,591</u>	<u>\$ 198,982,591</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 1,215,000	\$ 1,215,000	\$ 0
General Fees Fund	624,638	624,638	0
Other Funds	6,532,189	6,532,189	0
Subtotal - Capital Improvements	<u>\$ 8,371,827</u>	<u>\$ 8,371,827</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 207,354,418</u></u>	 <u><u>\$ 207,354,418</u></u>	 <u><u>\$ 0</u></u>
 FTE Positions	 1,880.6	 1,880.6	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>1,880.6</u></u>	<u><u>1,880.6</u></u>	<u><u>0.0</u></u>

#### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$199.0 million which is an increase of \$6.3 million, or 3.3 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$73.4 million which is an increase of \$3.4 million, or 4.8 percent, above the approved budget due to transfers from the Board of Regents.

#### Governor's Recommendation

The **Governor** concurs with the agency's revised estimate for FY 2008.

#### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

## House Budget Committee Report

**Agency:** Wichita State University **Bill No.** HB 2946, 2936

**Bill Sec.** 49, 19

**Analyst:** Dunkel

**Analysis Pg. No.** Vol. I, Page 733

**Budget Page No.** Vol. II, Page 437

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
Operating Expenditures:			
State General Fund	\$ 72,398,199	\$ 72,028,991	\$ 2,598,458
General Fees Fund	48,758,870	49,558,751	(799,881)
Other Funds	<u>74,636,421</u>	<u>79,751,946</u>	<u>(144,725)</u>
Subtotal - Operating	\$ 195,793,490	\$ 201,339,688	\$ 1,653,852
Capital Improvements:			
State General Fund	\$ 1,275,000	\$ 0	\$ 1,275,000
General Fees Fund	649,522	649,522	
Other Funds	<u>2,066,000</u>	<u>3,341,000</u>	<u>5,190,000</u>
Subtotal - Capital Improvements	\$ 3,990,522	\$ 3,990,522	\$ 6,465,000
 TOTAL	 <u>\$ 199,784,012</u>	 <u>\$ 205,330,210</u>	 <u>\$ 8,118,852</u>
 FTE Positions	 1,880.6	 1,880.6	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u>1,880.6</u>	<u>1,880.6</u>	<u>0.0</u>

\* Of the Budget Committee's recommended reductions, \$1,846,148, including \$270,750 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$195.8 million which is a decrease of \$3.2 million, or 1.6 percent, below the current year estimate. The agency requests State General Fund expenditures of \$72.4 million which is a decrease of \$1.0 million or 1.4 percent, below the current year estimate. The reduction reflects the one-time salary bonus payment in FY 2008 and reappropriated funds available in FY 2008 that are not available for FY 2009.

### Governor's Recommendation

The **Governor** concurs with the agency's FY 2009 operating request and adds \$1.5 million from special revenue funds for pay plan adjustments, \$2.5 million from the Expanded Lottery Act Revenue Fund for aviation infrastructure, and \$1.5 million from the Economic Development Initiatives Fund (EDIF) for the National Institute for Aviation Research (NIAR) which increases the total funding to \$4.0 million.

## House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$1,846,148, including \$270,750 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$1,150,612, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$395,586, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$299,950, including \$270,750 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$369,208 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Aviation Research Debt service interest payments.
3. Add \$1.0 million from the Economic Development Initiatives Fund for aviation research in FY 2009. The Governor recommended \$4.0 million from the EDIF for aviation research, a reduction of \$750,000 from the FY 2008 approved amount. The Budget Committee recommendation is an increase of \$250,000 from the FY 2008 approved amount, for a total of \$5.0 million for aviation research in FY 2009.

The Budget Committee notes that the aviation industry has a tremendous impact on the state's economy. The aviation industry provides 36,500 direct jobs with a payroll of approximately \$2.4 billion. In addition, each of these jobs generates 2.9 jobs in Kansas. The total contribution of the aviation industry to the state tax revenue base is \$1.3 billion, or 22 percent of the state budget. Continued funding of aviation research is an important part of maintaining the presence of the aviation industry in Kansas.

4. Delete \$2.5 million from the Expanded Lottery Act Revenue Fund and add the same amount from the Economic Development Initiatives Fund, as well as \$2.5 million from the State General Fund for Aviation Infrastructure in FY 2009. The funding will provide classroom and training equipment necessary to train workers for the aviation industry at the new Jabara Campus in Wichita. The Governor recommended \$2.5 million from the Expanded Lottery Act Revenue Fund to support the aviation industry. The Budget Committee recommendation increases total funding for aviation infrastructure to \$5.0 million.

The Budget Committee notes that aviation industry hired 5,000 people in 2007, and estimates it will need an additional 1,000 employees in each of the next ten years. In addition, 12,000 more employees will be needed for retirement replacement, bringing the total estimated need for skilled aviation workers to

over 20,000 in the next ten years. Flexible, business-driven, high-tech training is necessary to meet this need and retain the presence of the aviation industry in Kansas.

5. Delete \$1,275,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for aviation research debt service principal payments.
6. Add \$475,000 from special revenue funds for improvements and maintenance of campus parking. In August 2007, the University elected to proceed with funding of the replacement and partial realignment of a segment of its perimeter road system in the southwest portion of campus. According to the University, this is consistent with its long range General Development Plan, and will be paid from University parking funds. Rather than wait until submission of the FY 2010 capital improvement requests, the University believed it would be more cost effective to bid this project as early as possible while paving contractors are still planning and filling out their work load for calendar year 2008. The cost for this project is estimated at \$475,000, including engineering and contingencies. Initial planning and engineering will be completed in FY 2008, and the actual construction would begin following this Spring semester and be completed in FY 2009.
7. Add \$5,990,000 from special revenue funds for improvements to the Wichita State University Baseball Program at Eck Stadium/Home of Tyler Field. The University proposes what it considers Phase V improvements to Eck Stadium / Home of Tyler Field for the Athletic Association's baseball program. The estimated cost for the proposed improvements is \$5,990,000, to be paid by private gifts and ICAA funds. A major component of the project is an indoor practice facility of approximately 29,000 square feet. Additional facilities are proposed to include new coaches' offices, home team locker room and support spaces, team meeting room, and field level grandstand improvements. Recently the University received a major private gift toward this project, which is expected to help accelerate the time frame to move forward with an initial phase of the proposed improvements. Accordingly, the University has requested approval to amend its FY 2009 Five-Year Capital Budget Plan to include this project.

### **House Committee Recommendation**

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

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### Senate Subcommittee Report

**Agency:** Wichita State University **Bill No.** SB 658

**Bill Sec.** 49

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 733

**Budget Page No.** 437

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 72,398,199	\$ 72,028,991	\$ 848,458
General Fees Fund	48,758,870	49,558,751	(799,881)
Other Funds	74,636,421	79,751,946	(3,275,517)
Subtotal - Operating	<u>\$ 195,793,490</u>	<u>\$ 201,339,688</u>	<u>\$ (3,226,940)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 1,275,000	\$ 0	\$ 0
General Fees Fund	649,522	649,522	0
Other Funds	2,066,000	3,341,000	0
Subtotal - Capital Improvements	<u>\$ 3,990,522</u>	<u>\$ 3,990,522</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 199,784,012</u></u>	<u><u>\$ 205,330,210</u></u>	<u><u>\$ (3,226,940)</u></u>
FTE Positions	1,880.6	1,880.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>1,880.6</u></u>	<u><u>1,880.6</u></u>	<u><u>0.0</u></u>

\* Of the Subcommittee's recommended reductions, \$1,846,148, including \$270,750 from the State General Fund, is related to pay plan adjustments.

#### Agency Request

The **agency** requests an FY 2009 operating budget of \$195.8 million which is a decrease of \$3.2 million, or 1.6 percent, below the current year estimate. The agency requests State General Fund expenditures of \$72.4 million which is a decrease of \$1.0 million or 1.4 percent, below the current year estimate. The reduction reflects the one-time salary bonus payment in FY 2008 and reappropriated funds available in FY 2008 that are not available for FY 2009.

#### Governor's Recommendation

The **Governor** concurs with the agency's FY 2009 operating request and adds \$1.5 million from special revenue funds for pay plan adjustments, \$2.5 million from the Expanded Lottery Act Revenue Fund for aviation infrastructure, and \$1.5 million from the Economic Development Initiatives Fund (EDIF) for the National Institute for Aviation Research (NIAR) which increases the total funding to \$4.0 million.

## Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$1,846,148, including \$270,750 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$1,150,612, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$395,586, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$299,950, including \$270,750 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$369,208 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Aviation Research Debt service interest payments.
3. Delete \$2.5 million, all from the ELARF, for aviation infrastructure for review at Omnibus. The funding would provide classroom and training equipment necessary to train workers for the aviation industry at the new Jabara Campus in Wichita. The Governor recommended \$2.5 million from the ELARF for this program.

The Subcommittee notes that aviation industry hired 5,000 people in 2007, and estimates it will need an additional 1,000 employees in each of the next ten years. In addition, 12,000 more employees will be needed for retirement replacement, bringing the total estimated need for skilled aviation workers to over 20,000 in the next ten years. Flexible, business-driven, high-tech training is necessary to meet this need and retain the presence of the aviation industry in Kansas.

4. Add \$750,000, all from the State General Fund, for aviation research. The Governor recommended \$4.0 million from the EDIF for aviation research, a reduction of \$750,000 from the FY 2008 approved amount. The Subcommittee recommendation increases funding to the FY 2008 approved amount, for a total of \$4.75 million for aviation research in FY 2009.

The Subcommittee notes that the aviation industry has a tremendous impact on the state's economy. The aviation industry provides 36,500 direct jobs with a payroll of approximately \$2.4 billion. In addition, each of these jobs generates 2.9 jobs in Kansas. The total contribution of the aviation industry to the state tax revenue base is \$1.3 billion, or 22 percent of the state budget. Continued funding of aviation research is an important part of maintaining the presence of the aviation industry in Kansas.

## House Budget Committee Report

**Agency:** Board of Regents      **Bill No.** HB 2947

**Bill Sec.** 37

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I, Page 570

**Budget Page No.** Vol. II, Page 325

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 193,282,126	\$ 193,014,126	\$ 0
Other Funds	31,702,350	32,602,350	0
Subtotal - Operating	\$ 224,984,476	\$ 225,616,476	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	16,070,000	16,070,000	0
Subtotal - Capital Improvements	\$ 16,070,000	\$ 16,070,000	\$ 0
<b>TOTAL</b>	<b>\$ 241,054,476</b>	<b>\$ 241,686,476</b>	<b>\$ 0</b>
FTE Positions	63.5	63.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>63.5</b>	<b>63.5</b>	<b>0.0</b>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$225.0 million which is a net reduction of \$43.0 million, or 16.1 percent, below the approved budget. Of this amount, \$193.3 million is from the State General Fund which is a reduction of \$25.9 million, or 11.8 percent, below the approved budget and reflects the transfer of \$28.5 million to the state universities for the operating grant, partially offset by reappropriations. The estimate includes other funds totaling \$31.7 million, a increase of \$953,961 or 3.1 percent above the approved amount, reflecting reappropriations.

### Governor's Recommendation

The **Governor** recommends FY 2008 expenditures of \$225.6 million, including \$193.0 million from the State General Fund. The recommendation is a decrease of \$24.3 million, or 9.7 percent, all funds and \$26.2 million, or 12.0 percent, State General Fund below the approved budget, reflecting the transfer of \$28.5 million to the state universities for the operating grant. The recommendations is also a reduction of \$268,000 from the State General Fund for increased shrinkage and reductions to other operating expenditures, offset by reappropriations from FY 2007.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

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### Senate Subcommittee Report

**Agency:** Board of Regents      **Bill No.** SB 655      **Bill Sec.** 37

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I, Page 570      **Budget Page No.** Vol. II, Page 325

<u>Expenditure Summary</u>	<u>Agency Estimate FY 08</u>	<u>Governor's Recommendation FY 08</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 193,282,126	\$ 193,014,126	\$ 0
Other Funds	31,702,350	32,602,350	0
Subtotal - Operating	<u>\$ 224,984,476</u>	<u>\$ 225,616,476</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	0
Other Funds	16,070,000	16,070,000	0
Subtotal - Capital Improvements	<u>\$ 16,070,000</u>	<u>\$ 16,070,000</u>	<u>\$ 0</u>
 TOTAL	 <u>\$ 241,054,476</u>	 <u>\$ 241,686,476</u>	 <u>\$ 0</u>
 FTE Positions	 63.5	 63.5	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>63.5</u>	<u>63.5</u>	<u>0.0</u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$225.0 million which is a net reduction of \$43.0 million, or 16.1 percent, below the approved budget. Of this amount, \$193.3 million is from the State General Fund which is a reduction of \$25.9 million, or 11.8 percent, below the approved budget and reflects the transfer of \$28.5 million to the state universities for the operating grant, partially offset by reappropriations. The estimate includes other funds totaling \$31.7 million, a increase of \$953,961 or 3.1 percent above the approved amount, reflecting reappropriations.

### **Governor's Recommendation**

The **Governor** recommends FY 2008 expenditures of \$225.6 million, including \$193.0 million from the State General Fund. The recommendation is a decrease of \$24.3 million, or 9.7 percent, all funds and \$26.2 million, or 12.0 percent, State General Fund below the approved budget, reflecting the transfer of \$28.5 million to the state universities for the operating grant. The recommendations is also a reduction of \$268,000 from the State General Fund for increased shrinkage and reductions to other operating expenditures, offset by reappropriations from FY 2007.

### **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.



## House Budget Committee Report

**Agency:** Board of Regents      **Bill No.** HB 2946, 2936

**Bill Sec.** 50, 20

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I, Page 570

**Budget Page No.** Vol II, Page 325

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
Operating Expenditures:			
State General Fund	\$ 249,030,552	\$ 225,973,700	\$ (21,254,351)
Other Funds	29,242,349	34,262,084	(2,494,914)
Subtotal - Operating	\$ 278,272,901	\$ 260,235,784	\$ (23,749,265)
Capital Improvements:			
State General Fund	\$ 84,393,000	\$ 0	\$ 0
Other Funds	52,430,000	67,430,000	(15,000,000)
Subtotal - Capital Improvements	\$ 136,823,000	\$ 67,430,000	\$ (15,000,000)
 TOTAL	 \$ 415,095,901	 \$ 327,665,784	 \$ (38,774,535)
 FTE Positions	 65.5	 63.5	
Non FTE Uncl. Perm. Pos.	0.0	0.0	
TOTAL	65.5	63.5	0.0

\* Of the Budget Committee's recommended operating reductions, \$15,090,112, including \$15,034,945 from the State General Fund, is related to pay plan adjustments. This includes the State General Fund portion of the pay plan adjustments included in the unified operating grant increase.

### Agency Request

The **agency** requests FY 2009 operating expenditures of \$278.3 million which is a net increase of \$53.3 million, or 23.7 percent, above the current year estimate. Of this amount, \$249.0 million is from the State General Fund and is an increase of \$55.7 million, or 28.8 percent, above the current year estimate. The request includes enhancements totaling \$60.1 million, including \$62.6 million from the State General Fund, and 2.0 FTE positions.

Absent the enhancement requests, the agency request is \$218.1 million, including \$186.4 million from the State General Fund, which is a decrease of \$6.85 million, or 3.0 percent, all funds and \$6.88 million, or 3.6 percent, State General Fund, from the FY 2008 estimate.

### Governor's Recommendation

The **Governor** recommends FY 2009 expenditures of \$260.2 million, including \$226.0 million from the State General Fund. The recommendation is an increase of \$34.6 million, or 15.3 percent, all funds and \$33.0 million, or 17.1 percent, State General Fund from the FY 2008 recommendation. The recommendation includes enhancements totaling \$42.2 million, including \$39.7 million from the State General Fund

The recommendation is a reduction of \$18.0 million, or 6.5 percent, all funds and \$23.1 million, or 9.3 percent, State General Fund from the agency request. The reduction reflects partial funding of the agency enhancement request, increased shrinkage, and reductions to other operating expenditures to reflect anticipated operating needs. This is partially offset by an increase of \$113,456, all from the State General Fund, to reflect the Governor's pay plan adjustments.

## House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$15,064,842, including \$15,034,945, from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$12,573,152, including \$12,552,967 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$2,482,340, including \$2,476,653 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$9,350, including \$5,325 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$3.0 million, all from the State General Fund, from the Comprehensive Grant Program. Created by the 1998 Legislature, the Comprehensive Grant Program provides grants to financially needy students. The Program provides need-based grants to full-time (12 hours) undergraduate students who are Kansas residents enrolled in accredited Kansas colleges and universities. The program is intended to provide up to half of the average tuition and fees of state educational institutions. However, it is subject to available appropriations. The maximum award is \$3,000, with an average award of \$1,500. The Budget Committee recommendation reduces the Governor's recommended funding for the program from \$18.7 million to \$15.7 million, all from the State General Fund.
3. Delete \$1.0 million, all from the State General Fund, for a newly created Science, Technology, Education, or Math (STEM) Teacher Service Program. The new STEM scholarship would be targeted at students wishing to teach in science, technology, engineering, or mathematics. Recipients of the awards must teach in a hard-to-fill discipline or under served geographic area for one year for each year they receive a scholarship, or repay the scholarship with interest. Students must be Kansas residents and priority goes to upperclass students, followed by high school students who demonstrate high achievement on the ACT, with high GPA and class rank. The Budget Committee recommendation eliminates all funding for the program.
4. Delete \$250,000, all from the State General Fund, for the Kansas Military Service Scholarship. The Kansas Military Service Scholarship was established by proviso

during the 2007 Session to assist individuals who had served after September 11, 2001, in one or more of the following military operations: Enduring Freedom; Nobel Eagle; or Iraqi Freedom. The scholarship provides payment of tuition and fees at eligible institutions which include: area vocational schools, area vocational-technical schools, technical colleges, community colleges, the municipal university, and state educational institutions. The Budget Committee recommendation reduces funding for the scholarship from \$500,000 to \$250,000, all from the State General Fund, to fund the program at the FY 2008 level.

5. Delete \$2.0 million, all from the State General Fund, for KAN-ED. The 2001 Legislature passed the KAN-ED Act to provide for a broadband technology-based network to which schools, libraries, and hospitals could connect for broadband internet access and intranet access for distance learning. The Board of Regents was charged with the governance of the network. The Governor's recommendation for KAN-ED is \$10.0 million, including \$2.0 million from the State General Fund and \$8.0 million from the Kansas Universal Service Fund (KUSF). The Budget Committee recommendation reduces funding for KAN-ED to \$8.0 million, all from the KUSF.
6. Delete \$2.5 million, all from the Expanded Lottery Act Revenue Fund for the Technical Education Technology and Equipment Grant and review appropriation of State General Fund for the grant at Omnibus. The Technical Education Technology Equipment Grant was created by proviso in the 2007 Omnibus appropriations bill, with \$4.0 million in funding from the State General Fund. The proviso language required a 2 to 1 match from technical colleges and schools and community colleges to access the grant funds, and limited institutions to not more than 20.0 percent of the total funding available. The agency requests \$4.0 million, all from the State General Fund, to continue the Technical Education Technology and Equipment Grants in FY 2009. The Governor recommended \$2.5 million, all from the Expanded Lottery Act Revenue Fund.
7. Add language directing the Board of Regents to distribute postsecondary aid for vocational education so that no technical college receives less state aid in FY 2009 than it received in the previous fiscal year.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee with the following adjustments:

1. **Board of Regents.** Review additional funding for the Comprehensive Grant Program during Omnibus.
2. **Board of Regents.** Add \$250,000, all from the State General Fund, to restore the Governor's recommended increase for the Military Service Scholarship in FY 2009.
3. **Board of Regents.** Review funding for the new Science, Technology, Engineering or Math (STEM) Teacher Scholarship program during Omnibus.
4. **Board of Regents.** Delete \$8.0 million, all from the Kansas Universal Service Fund (KUSF), to eliminate funding for KAN-ED and review funding for the program at Omnibus.

5. **Board of Regents.** Delete \$350,000, all from the State General Fund, to remove funding for the Kansas Academy for Math and Science (KAMS) in FY 2009 and fund the program instead on the basis of the average amount of state funds provided for K-12 students per pupil, to be transferred to the program from the Department of Education. The balance of the funding necessary for the program should come from gifts, donations, and other funds as can be identified by the Board of Regents and Fort Hays State University.
  
  6. **Fort Hays State University.** Review at Omnibus the request for the creation of a Professional Science Masters.
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### Senate Subcommittee Report

**Agency:** Board of Regents      **Bill No.** SB 658

**Bill Sec.** 50

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I - 570

**Budget Page No.** 325

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 249,030,552	\$ 225,973,700	\$ (39,618,781)
Other Funds	29,242,349	34,262,084	(29,897)
Subtotal - Operating	<u>\$ 278,272,901</u>	<u>\$ 260,235,784</u>	<u>\$ (39,648,678)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 84,393,000	\$ 0	\$ 0
Other Funds	52,430,000	67,430,000	0
Subtotal - Capital Improvements	<u>\$ 136,823,000</u>	<u>\$ 67,430,000</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 415,095,901</u></u>	<u><u>\$ 327,665,784</u></u>	<u><u>\$ (39,648,678)</u></u>
FTE Positions	65.5	63.5	
Non FTE Uncl. Perm. Pos.	0.0	0.0	
<b>TOTAL</b>	<u><u>65.5</u></u>	<u><u>63.5</u></u>	<u><u>0.0</u></u>

\* Of the Subcommittee's recommended reductions, \$15,064,842, including \$15,034,945 from the State General Fund, is related to pay plan adjustments. This includes the State General Fund portion of the pay plan adjustments included in the unified operating grant increase.

#### Agency Request

The **agency** requests FY 2009 operating expenditures of \$278.3 million which is a net increase of \$53.3 million, or 23.7 percent, above the current year estimate. Of this amount, \$249.0 million is from the State General Fund and is an increase of \$55.7 million, or 28.8 percent, above the current year estimate. The request includes enhancements totaling \$60.1 million, including \$62.6 million from the State General Fund, and 2.0 FTE positions.

Absent the enhancement requests, the agency request is \$218.1 million, including \$186.4 million from the State General Fund, which is a decrease of \$6.85 million, or 3.0 percent, all funds and \$6.88 million, or 3.6 percent, State General Fund, from the FY 2008 estimate.

#### Governor's Recommendation

The **Governor** recommends FY 2009 expenditures of \$260.2 million, including \$226.0 million from the State General Fund. The recommendation is an increase of \$34.6 million, or 15.3 percent, all funds and \$33.0 million, or 17.1 percent, State General Fund from the FY 2008 recommendation.



The recommendation includes enhancements totaling \$42.2 million, including \$39.7 million from the State General Fund

The recommendation is a reduction of \$18.0 million, or 6.5 percent, all funds and \$23.1 million, or 9.3 percent, State General Fund from the agency request. The reduction reflects partial funding of the agency enhancement request, increased shrinkage, and reductions to other operating expenditures to reflect anticipated operating needs. This is partially offset by an increase of \$113,456, all from the State General Fund, to reflect the Governor's pay plan adjustments.

## Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$15,064,842, including \$15,034,945, from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$12,573,152, including \$12,552,967 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$2,482,340, including \$2,476,653 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$9,350, including \$5,325 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$250,000, all from the State General Fund, for the Kansas Academy of Math and Science (KAMS) and place funding for the program in a separate bill appropriating \$295,000, all from the State General Fund. The funding is a \$45,000 increase above the Governor's recommendation, which was made before final budget figures for the program became available. The additional \$45,000 is necessary to fund the final budget estimates for KAMS.
3. Delete \$20,083,836, all from the State General Fund, for the unified operating grant increase absent the pay plan funding, for placement in a separate bill.
4. Delete \$250,000, all from the State General Fund, to eliminate the Governor's increase for the Military Service Scholarship and review at Omnibus. The Kansas Military Service Scholarship was established by proviso during the 2007 Session to assist individuals who had served after September 11, 2001, in one or more of the following military operations: Enduring Freedom; Nobel Eagle; or Iraqi Freedom. The scholarship provides payment of tuition and fees at eligible institutions which include: area vocational schools, area vocational-technical schools, technical colleges, community colleges, the municipal university, and

state educational institutions. The Subcommittee recommendation funds the scholarship at the FY 2008 level.

5. Delete \$3.0 million, all from the State General Fund, to eliminate the Governor's increase for the Comprehensive Grant Program and review at Omnibus. Created by the 1998 Legislature, the Comprehensive Grant Program provides grants to financially needy students. The Program provides need-based grants to full-time (12 hours) undergraduate students who are Kansas residents enrolled in accredited Kansas colleges and universities. The program is intended to provide up to half of the average tuition and fees of state educational institutions. However, it is subject to available appropriations. The maximum award is \$3,000, with an average award of \$1,500. The Subcommittee recommendation funds the Comprehensive Grant Program at the FY 2008 amount.
6. Delete \$1.0 million, all from the State General Fund, to eliminate the Governor's funding for the new Science, Technology, Engineering, or Math (STEM) Teacher Scholarship and review at Omnibus. The new STEM scholarship would be targeted at students wishing to teach in science, technology, engineering, or mathematics. Recipients of the awards must teach in a hard-to-fill discipline or under served geographic area for one year for each year they receive a scholarship, or repay the scholarship with interest. Students must be Kansas residents and priority goes to upperclass students, followed by high school students who demonstrate high achievement on the ACT, with high GPA and class rank. The Subcommittee recommendation eliminates all funding for the program.
7. Delete \$2.5 million, all from the Expanded Lottery Act Revenue Fund (ELARF) for the Technical Education Equipment Grant and review at Omnibus. The Technical Education Technology Equipment Grant was created by proviso in the 2007 Omnibus appropriations bill, with \$4.0 million in funding from the State General Fund. The proviso language required a 2 to 1 match from technical colleges and schools and community colleges to access the grant funds, and limited institutions to not more than 20.0 percent of the total funding available. The agency requests \$4.0 million, all from the State General Fund, to continue the Technical Education Technology and Equipment Grants in FY 2009. The Governor recommended \$2.5 million, all from the ELARF.

The Subcommittee requests the Board of Regents report at Omnibus on current and future anticipated expenditures of the grant funds, as well as private industry funding that was provided as matching dollars for the grant.

## House Budget Committee Report

**Agency:** University of Kansas Medical Center    **Bill No.** HB 2947

**Bill Sec.** 39

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I, Page 753

**Budget Page No.** Vol. II, Page 423

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 121,508,425	\$ 122,508,425	\$ 0
General Fees Fund	23,800,000	23,800,000	0
Other Funds	125,775,993	125,775,993	0
Subtotal - Operating	\$ 271,084,418	\$ 272,084,418	\$ 0
<b>Capital Improvements:</b>			
State General Fund	\$ 370,000	\$ 370,000	0
General Fees Fund	0	0	0
Other Funds	5,988,370	5,988,370	0
Subtotal - Capital Improvements	\$ 6,358,370	\$ 6,358,370	\$ 0
<b>TOTAL</b>	<b>\$ 277,442,788</b>	<b>\$ 278,442,788</b>	<b>\$ 0</b>
FTE Positions	2,702.8	2,702.8	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>2,702.8</b>	<b>2,702.8</b>	<b>0.0</b>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$271.1 million which is an increase of \$34.6 million, or 14.6 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$121.5 million which is an increase of \$5.8 million, or 5.0 percent, above the approved budget. The State General Fund increase is due mainly to transfers from the Board of Regents. The all funds increase reflects higher than anticipated revenues in special revenue funds.

### Governor's Recommendation

The **Governor** concurs with the agency's revised estimate and adds \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education for residency programs.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

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### Senate Subcommittee Report

**Agency:** University of Kansas Medical Center **Bill No.** SB 655

**Bill Sec.** 39

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 753

**Budget Page No.** 423

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 121,508,425	\$ 122,508,425	\$ (1,000,000)
General Fees Fund	23,800,000	23,800,000	0
Other Funds	<u>125,775,993</u>	<u>125,775,993</u>	<u>0</u>
Subtotal - Operating	<u>\$ 271,084,418</u>	<u>\$ 272,084,418</u>	<u>\$ (1,000,000)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 370,000	\$ 370,000	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>5,988,370</u>	<u>5,988,370</u>	<u>0</u>
Subtotal - Capital Improvements	<u>\$ 6,358,370</u>	<u>\$ 6,358,370</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 277,442,788</u></u>	<u><u>\$ 278,442,788</u></u>	<u><u>\$ (1,000,000)</u></u>
FTE Positions	2,702.8	2,702.8	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>	<u><u>2,702.8</u></u>	<u><u>2,702.8</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate of operating expenditures is \$271.1 million which is an increase of \$34.6 million, or 14.6 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$121.5 million which is an increase of \$5.8 million, or 5.0 percent, above the approved budget. The State General Fund increase is due mainly to transfers from the Board of Regents. The all funds increase reflects higher than anticipated revenues in special revenue funds.

### Governor's Recommendation

The **Governor** concurs with the agency's revised estimate and adds \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education for residency programs.

### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2008 with the following adjustment:

1. Delete \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education for review at Omnibus.



## House Budget Committee Report

**Agency:** University of Kansas Medical Center **Bill No.** HB 2946, 2936 **Bill Sec.** 48, 18

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 753 **Budget Page No.** Vol. II, Page 423

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
Operating Expenditures:			
State General Fund	\$ 119,915,811	\$ 120,402,811	\$ 362,768
General Fees Fund	23,800,000	24,400,163	(368,526)
Other Funds	121,927,202	124,984,177	(3,355,129)
Subtotal - Operating	<u>\$ 265,643,013</u>	<u>\$ 269,787,151</u>	<u>\$ (3,360,887)</u>
Capital Improvements:			
State General Fund	\$ 395,000	\$ 0	\$ 395,000
General Fees Fund	0	0	0
Other Funds	3,560,000	3,955,000	4,605,000
Subtotal - Capital Improvements	<u>\$ 3,955,000</u>	<u>\$ 3,955,000</u>	<u>\$ 5,000,000</u>
 TOTAL	 <u><u>\$ 269,598,013</u></u>	 <u><u>\$ 273,742,151</u></u>	 <u><u>\$ 1,639,113</u></u>
 FTE Positions	 2,702.8	 2,702.8	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u><u>2,702.8</u></u>	<u><u>2,702.8</u></u>	<u><u>0.0</u></u>

\*Of the Budget Committee's recommended reductions, \$3,360,887, including \$150,232 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$265.6 million which is a decrease of \$5.4 million, or 2.0 percent, below the current year estimate. The agency requests State General Fund expenditures of \$119.9 million which is a decrease of \$ 1.6 million, or 1.3 percent, below the current year. The decrease reflects the one-time bonus payment in FY 2008.

### Governor's Recommendation

The **Governor** concurs with the agency's request and adds \$3.1 million from other funds for pay plan adjustments, as well as \$1.0 million, all from the State General Fund for the Wichita Campus. In addition, the recommendation shifts \$513,000 in debt service expenditures for energy conservation projects from the State General Fund to the Expanded Lottery Act Revenue Fund.

## House Budget Committee Recommendation

The **House Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$3,360,887, including \$150,232 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 2,825,920, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$318,218, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$216,749, including \$150,232 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$513,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Energy Conservation Debt service interest payments.
3. Review at Omnibus the addition of \$8.6 million from the State General Fund or other funds for the Wichita Center for Graduate Medical Education (WCGME). The WCGME provides training for 272 residents in major hospitals in Wichita and Salina. The Accreditation Council for Graduate Medical Education (ACGME) has changed accreditation standards by mandating paid time for faculty research, teaching, and administration. ACGME has cited or warned half of the WCGME programs for inadequate research and scholarly activity. WCGME estimates it will need an additional \$4,559,703 to address its accreditation needs, as well as \$1,739,292 for educational leave and off-site rotations and \$3,316,657 for a current net loss funded by the participating hospitals, for a total need of \$9.6 million in FY 2009. The Governor has funded \$1.0 million of this need from the State General Fund for FY 2009.
4. Delete \$395,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for energy conservation debt service principal payments.
5. Add \$5.0 million from special revenue funds for renovation of the Breidenthal Research Building. The University of Kansas Medical Center proposes to renovate the recently vacated Breidenthal Research building for use as a Biomedical Entrepreneurial Research Incubator. This project will correct building infrastructure deficiencies and, through renovation, establish entrepreneurial work units of various sizes providing laboratory and business component space suitable for start-up biomedical companies. The budget for this project is \$6,000,000 with \$5,000,000 allocated to construction/renovation and \$1,000,000 to furnishing and equipping the facility. This project is to be jointly funded by grants from the federal Department of Commerce Economic Development Administration, the Kansas Bioscience Authority, and the KUMC

Research Institute. The project will be constructed under the authorization of K.S.A. 76-759. Once the renovation is complete, the building will be leased to start up companies through the KUMC Research Institute. The leases will provide that all direct expenses are paid by the occupants including a surcharge for maintenance.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

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### Senate Subcommittee Report

**Agency:** University of Kansas Medical Center **Bill No.** SB 658

**Bill Sec.** 48

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 753

**Budget Page No.** 423

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 119,915,811	\$ 120,402,811	\$ (637,232)
General Fees Fund	23,800,000	24,400,163	(368,526)
Other Funds	121,927,202	124,984,177	(3,355,129)
Subtotal - Operating	\$ 265,643,013	\$ 269,787,151	\$ (4,360,887)
Capital Improvements:			
State General Fund	\$ 395,000	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	3,560,000	3,955,000	0
Subtotal - Capital Improvements	\$ 3,955,000	\$ 3,955,000	\$ 0
<b>TOTAL</b>	<b><u>\$ 269,598,013</u></b>	<b><u>\$ 273,742,151</u></b>	<b><u>\$ (4,360,887)</u></b>
FTE Positions	2,702.8	2,702.8	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b><u>2,702.8</u></b>	<b><u>2,702.8</u></b>	<b><u>0.0</u></b>

\*Of the Subcommittee's recommended reductions, \$3,360,887, including \$150,232 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$265.6 million which is a decrease of \$5.4 million, or 2.0 percent, below the current year estimate. The agency requests State General

Fund expenditures of \$119.9 million which is a decrease of \$ 1.6 million, or 1.3 percent, below the current year. The decrease reflects the one-time bonus payment in FY 2008.

### **Governor's Recommendation**

The **Governor** concurs with the agency's request and adds \$3.1 million from other funds for pay plan adjustments, as well as \$1.0 million, all from the State General Fund for the Wichita Campus. In addition, the recommendation shifts \$513,000 in debt service expenditures for energy conservation projects from the State General Fund to the Expanded Lottery Act Revenue Fund.

### **Senate Subcommittee Recommendation**

The **Senate Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$3,360,887, including \$150,232 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 2,825,920, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$318,218, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$216,749, including \$150,232 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$513,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for Energy Conservation Debt service interest payments.
3. Delete \$1.0 million, all from the State General Fund, for the Wichita Center for Graduate Medical Education (WCGME) and review at Omnibus. The WCGME provides training for 272 residents in major hospitals in Wichita and Salina. The Accreditation Council for Graduate Medical Education (ACGME) has changed accreditation standards by mandating paid time for faculty research, teaching, and administration. ACGME has cited or warned half of the WCGME programs for inadequate research and scholarly activity. WCGME estimates an additional \$4,559,703 to address its accreditation needs, as well as \$1,739,292 for educational leave and off-site rotations and \$3,316,657 for a current net loss funded by the participating hospitals, for a total estimate of \$9.6 million in FY 2009. The Governor has funded \$1.0 million from the State General Fund for FY 2009.

## House Budget Committee Report

**Agency:** Emporia State University    **Bill No. –**

**Bill Sec. --**

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I, Page 620

**Budget Page No.** Vol. II, Page 161

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 34,899,579	\$ 34,899,579	\$ 0
General Fees Fund	20,908,514	20,908,514	0
Other Funds	22,341,645	22,341,645	0
Subtotal - Operating	<u>\$ 78,149,738</u>	<u>\$ 78,149,738</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
General Fees Fund	0	0	0
Other Funds	5,262,079	5,262,079	0
Subtotal - Capital Improvements	<u>\$ 5,262,079</u>	<u>\$ 5,262,079</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 83,411,817</u></u>	<u><u>\$ 83,411,817</u></u>	<u><u>\$ 0</u></u>
FTE Positions	823.5	823.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>823.5</u></u>	<u><u>823.5</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$78.1 million, which is an increase of \$6.7 million, or 9.4 percent, above the approved budget. The agency estimates State General Fund expenditures of \$34.9 million, which is an increase of \$1.7 million, or 5.3 percent, above the approved budget due mainly to transfers from the Board of Regents.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

### Senate Subcommittee Report

**Agency:** Emporia State University **Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 620

**Budget Page No.** 161

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 34,899,579	\$ 34,899,579	\$ 0
General Fees Fund	20,908,514	20,908,514	0
Other Funds	22,341,645	22,341,645	0
Subtotal - Operating	<u>\$ 78,149,738</u>	<u>\$ 78,149,738</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	5,262,079	5,262,079	0
Subtotal - Capital Improvements	<u>\$ 5,262,079</u>	<u>\$ 5,262,079</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 83,411,817</u></u>	<u><u>\$ 83,411,817</u></u>	<u><u>\$ 0</u></u>
FTE Positions	823.5	823.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>823.5</u></u>	<u><u>823.5</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$78.1 million, which is an increase of \$6.7 million, or 9.4 percent, above the approved budget. The agency estimates State General Fund expenditures of \$34.9 million, which is an increase of \$1.7 million, or 5.3 percent, above the approved budget due mainly to transfers from the Board of Regents.



**Governor's Recommendation**

The **Governor** concurs with the agency estimate for FY 2008.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

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## House Budget Committee Report

**Agency:** Emporia State University **Bill No.** HB 2946, 2936

**Bill Sec.** 45, 11

**Analyst:** Dunkel      **Analysis Pg. No.** Vol. I, Page 620      **Budget Page No.** Vol. II, Page 161

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 34,386,866	\$ 34,386,866	\$ (133,163)
General Fees Fund	18,904,266	19,190,761	(289,695)
Other Funds	<u>22,131,525</u>	<u>22,423,185</u>	<u>(320,697)</u>
Subtotal - Operating	\$ 75,422,657	\$ 76,000,812	\$ (743,555)
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>1,389,000</u>	<u>1,389,000</u>	<u>2,100,000</u>
Subtotal - Capital Improvements	\$ 1,389,000	\$ 1,389,000	\$ 2,100,000
<b>TOTAL</b>	<b><u>\$ 76,811,657</u></b>	<b><u>\$ 77,389,812</u></b>	<b><u>\$ 1,356,445</u></b>
FTE Positions	822.6	822.6	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>	<b><u>822.6</u></b>	<b><u>822.6</u></b>	<b><u>0.0</u></b>

\* All of the Subcommittee's recommended operating reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$75.4 million which is a decrease of \$2.7 million, or 3.5 percent, below the current year estimate. The agency requests State General Fund expenditures of \$34.4 million which is a decrease of \$512,713, or 1.5 percent, below the current year. The reductions reflect the one-time salary bonus payment in FY 2008, offset by annual fringe benefit increases in FY 2009 and carry-forward funds available in the current year that are not available in FY 2009. The request does not reflect any transfer from the Board of Regents for operating grant increases.

### Governor's Recommendation

The **Governor** concurs with the agency request for FY 2009 and adds \$578,155 from all other funds for the pay plan adjustments.

## House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$743,555, including \$133,163 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$425,967, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$152,188, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$165,400, including \$133,163 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Add \$2.1 million, all from special revenue funds, for preliminary and final planning for the renovation of the Memorial Union. Emporia State University requests approval for expenditures of \$2.1 million from Memorial Union Funds for preliminary and final planning of its project, Renovation of the Memorial Union. A complete renovation of the University Memorial Union has been on the long term plan for several years. With completion of the Program Plan the project could be facilitated, if preliminary and final planning progressed during FY 2008 and FY 2009. The Program Plan estimates project costs at \$25.0 million, which includes remodeling of 165,000 sq. ft. and 15,000 sq. ft. of new construction, for revised entrances and minor additions to the building. The project will be financed with a combination of revenue bonds and donated funds.

The University obtained Board of Regents approval for its Program Plan on December 13, 2007. No formal bills or appropriations are required by this request, only Committee approval for the University to seek architectural services on the project.

## House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation for FY 2008.

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### Senate Subcommittee Report

Agency: Emporia State University Bill No. SB 658

Bill Sec. 45

Analyst: Dunkel Analysis Pg. No. Vol. I - 620

Budget Page No. 161

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 34,386,866	\$ 34,386,866	\$ (133,163)
General Fees Fund	18,904,266	19,190,761	(289,695)
Other Funds	<u>22,131,525</u>	<u>22,423,185</u>	<u>(320,697)</u>
Subtotal - Operating	\$ 75,422,657	\$ 76,000,812	\$ (743,555)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>1,389,000</u>	<u>1,389,000</u>	<u>0</u>
Subtotal - Capital Improvements	\$ 1,389,000	\$ 1,389,000	\$ 0
 TOTAL	 <u>\$ 76,811,657</u>	 <u>\$ 77,389,812</u>	 <u>\$ (743,555)</u>
 FTE Positions	 822.6	 822.6	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u><u>822.6</u></u>	<u><u>822.6</u></u>	<u><u>0.0</u></u>

\* All of the Subcommittee's recommended reductions are related to pay plan adjustments.

#### Agency Request

The **agency** requests an FY 2009 operating budget of \$75.4 million which is a decrease of \$2.7 million, or 3.5 percent, below the current year estimate. The agency requests State General Fund expenditures of \$34.4 million which is a decrease of \$512,713, or 1.5 percent, below the current year. The reductions reflect the one-time salary bonus payment in FY 2008, offset by annual fringe benefit increases in FY 2009 and carry-forward funds available in the current year that are not available in FY 2009. The request does not reflect any transfer from the Board of Regents for operating grant increases.

#### Governor's Recommendation

The **Governor** concurs with the agency request for FY 2009 and adds \$578,155 from all other funds for the pay plan adjustments.

## Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$743,555, including \$133,163 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$425,967, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$152,188, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$165,400, including \$133,163 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.

## House Budget Committee Report

**Agency:** Fort Hays State University

**Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 601

**Budget Page No.** Vol. II, Page 167

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 36,561,937	\$ 36,561,937	\$ 0
General Fees Fund	17,582,201	17,582,201	0
Other Funds	27,235,719	27,235,719	0
Subtotal - Operating	<u>\$ 81,379,857</u>	<u>\$ 81,379,857</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
General Fees Fund	179,671	179,671	0
Other Funds	4,671,761	4,671,761	0
Subtotal - Capital Improvements	<u>\$ 4,851,432</u>	<u>\$ 4,851,432</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 86,231,289</u></u>	<u><u>\$ 86,231,289</u></u>	<u><u>\$ 0</u></u>
FTE Positions	737.5	737.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>737.5</u></u>	<u><u>737.5</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$81.4 million, an increase of \$4.2 million, or 5.4 percent, above the amount approved by the 2007 Legislature. The agency's current year estimate for State General Fund expenditures of \$36.6 million is an increase of \$1.8 million, or 5.0 percent, above the amount approved by the 2007 Legislature. The increase reflects the transfer from the Board of Regents for the university operating grant increase and higher than anticipated receipts in internal revenue funds.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.



### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Fort Hays State University

**Bill No. --**

**Bill Sec. --**

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 601

**Budget Page No.** 167

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 36,561,937	\$ 36,561,937	\$ 0
General Fees Fund	17,582,201	17,582,201	0
Other Funds	27,235,719	27,235,719	0
Subtotal - Operating	<u>\$ 81,379,857</u>	<u>\$ 81,379,857</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
General Fees Fund	179,671	179,671	0
Other Funds	4,671,761	4,671,761	0
Subtotal - Capital Improvements	<u>\$ 4,851,432</u>	<u>\$ 4,851,432</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 86,231,289</u></u>	<u><u>\$ 86,231,289</u></u>	<u><u>\$ 0</u></u>
FTE Positions	737.5	737.5	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>737.5</u></u>	<u><u>737.5</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$81.4 million, an increase of \$4.2 million, or 5.4 percent, above the amount approved by the 2007 Legislature. The agency's current year estimate for State General Fund expenditures of \$36.6 million is an increase of \$1.8 million, or 5.0 percent, above the amount approved by the 2007 Legislature. The increase reflects the transfer from the Board of Regents for the university operating grant increase and higher than anticipated receipts in internal revenue funds.

**Governor's Recommendation**

The **Governor** concurs with the agency estimate for FY 2008.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

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## House Budget Committee Report

**Agency:** Fort Hays State University **Bill No.** HB 2946, 2936

**Bill Sec.** 41, 12

**Analyst:** Dunkel    **Analysis Pg. No.** Vol. I, Page 601    **Budget Page No.** Vol. II, Page 167

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 36,290,095	\$ 36,290,095	\$ (110,475)
General Fees Fund	17,585,724	17,787,419	(223,745)
Other Funds	<u>27,062,648</u>	<u>27,211,980</u>	<u>(165,357)</u>
Subtotal - Operating	\$ 80,938,467	\$ 81,289,494	\$ (499,577)
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	184,258	184,258	0
Other Funds	<u>1,538,000</u>	<u>1,538,000</u>	<u>242,000</u>
Subtotal - Capital Improvements	\$ 1,722,258	\$ 1,722,258	\$ 242,000
<b>TOTAL</b>	<b><u>\$ 82,660,725</u></b>	<b><u>\$ 83,011,752</u></b>	<b><u>\$ (257,577)</u></b>
FTE Positions	737.5	737.5	
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	
<b>TOTAL</b>	<b><u>737.5</u></b>	<b><u>737.5</u></b>	<b><u>0.0</u></b>

\*All of the Budget Committee's recommended operating reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$80.9 million, a decrease of \$441,390, or 0.5 percent, below the FY 2008 estimate. The agency State General Fund request of \$36.3 million is a decrease of \$271,842, or 0.7 percent, below the FY 2008 estimate. The reductions reflect the one-time bonus payment in FY 2008, offset by annual fringe benefit increases and the enhancement request for \$209,430, all from the State General Fund, for the annualization of operating expenditures at the Kansas Wetlands Education Center in FY 2009. The request does not reflect any transfer from the Board of Regents for operating grant increases.

### Governor's Recommendation

The **Governor** concurs with the agency request for FY 2009 and adds \$351,027, all from other funds, for the pay plan adjustment and market increase.

## House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$499,577, including \$110,475 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$256,466, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$94,561, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$148,550, including \$110,475 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Add \$200,000 from special revenue funds to raze Wing "A" of Wiest Hall. Fort Hays State University seeks authority to raze wing "A" of the Wiest Hall dormitory. Wiest, originally constructed in 1961, housed male students on campus and later provided office space for such units as the Kelly Center, the Psychology Department, and other office units displaced by campus renovation. Since 2005 the wing has been used for storage. The building is in need of significant improvements to convert it into modern living units. The University believes removal of said structure will be more efficient from a space utilization and cost standpoint than performing renovations.
3. Add \$42,000 from special revenue funds to raze residential properties at 610 Park Street and 507 W. 6<sup>th</sup> Street, Hays, Kansas. The Endowment Association was housed most recently in a residential property at 610 Park Street adjacent to the FHSU. Constructed in 1945, the building had limited usage, was not handicapped accessible, and proved to hamper the Association in terms of growth. The decision was made to move to a new Alumni/Foundation Center which lead to the Endowment Board acquiring adjacent properties. They successfully secured a two-story rental structure at 507 W. 6th built in 1936. Unfortunately other needed properties did not materialize and the decision was made to construct the Center on campus. In 2001, a land exchange was completed between the Endowment Association and the University allowing construction of the new Robbins Center now located along west Gustad Drive. The University is seeking legislative authority to raze the properties at 610 Park Street and 507 W. 6th to provide critically needed visitors' parking for the east side of the main campus.

### House Committee Recommendation

The **House Committee** concurs with the Budget Committee's recommendation with the following adjustment:

1. **Fort Hays State University.** Review at Omnibus the request for the creation of a Professional Science Masters program.

### Senate Subcommittee Report

**Agency:** Fort Hays State University **Bill No.** SB 658

**Bill Sec.** 41

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 601

**Budget Page No.** 167

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 36,290,095	\$ 36,290,095	\$ (110,475)
General Fees Fund	17,585,724	17,787,419	(223,745)
Other Funds	27,062,648	27,211,980	(165,357)
Subtotal - Operating	\$ 80,938,467	\$ 81,289,494	\$ (499,577)
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
General Fees Fund	184,258	184,258	0
Other Funds	1,538,000	1,538,000	0
Subtotal - Capital Improvements	\$ 1,722,258	\$ 1,722,258	\$ 0
 TOTAL	 <u>\$ 82,660,725</u>	 <u>\$ 83,011,752</u>	 <u>\$ (499,577)</u>
 FTE Positions	 737.5	 737.5	
Non FTE Uncl. Perm. Pos.	0.0	0.0	
TOTAL	<u>737.5</u>	<u>737.5</u>	<u>0.0</u>

\*All of the Subcommittee's recommended reductions are related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$80.9 million, a decrease of \$441,390, or 0.5 percent, below the FY 2008 estimate. The agency State General Fund request of \$36.3 million is a decrease of \$271,842, or 0.7 percent, below the FY 2008 estimate. The reductions

reflect the one-time bonus payment in FY 2008, offset by annual fringe benefit increases and the enhancement request for \$209,430, all from the State General Fund, for the annualization of operating expenditures at the Kansas Wetlands Education Center in FY 2009. The request does not reflect any transfer from the Board of Regents for operating grant increases.

### **Governor's Recommendation**

The **Governor** concurs with the agency request for FY 2009 and adds \$351,027, all from other funds, for the pay plan adjustment and market increase.

### **Senate Subcommittee Recommendation**

The **Senate Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$499,577, including \$110,475 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$256,466, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$94,561, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$148,550, including \$110,475 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.



## House Budget Committee Report

**Agency:** Pittsburg State University **Bill No.** --

**Bill Sec.** --

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 639 **Budget Page No.** Vol. II, Page 319

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 37,827,527	\$ 37,827,527	\$ 0
General Fees Fund	22,510,734	22,510,734	0
Other Funds	<u>21,226,226</u>	<u>21,226,226</u>	<u>0</u>
Subtotal - Operating	<u>\$ 81,564,487</u>	<u>\$ 81,564,487</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 285,018	\$ 285,018	\$ 0
General Fees Fund	0	0	0
Other Funds	<u>8,650,802</u>	<u>8,650,802</u>	<u>0</u>
Subtotal - Capital Improvements	<u>\$ 8,935,820</u>	<u>\$ 8,935,820</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 90,500,307</u></u>	<u><u>\$ 90,500,307</u></u>	<u><u>\$ 0</u></u>
FTE Positions	877.9	877.9	0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>	<u><u>877.9</u></u>	<u><u>877.9</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$81.6 million which is an increase of \$3.4 million, or 4.3 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$37.8 million which is an increase of \$1.8 million, or 5.1 percent, above the approved budget, reflecting transfers from the Board of Regents from the university operating grant.

### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2008.

### House Committee Recommendation

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

### Senate Subcommittee Report

Agency: Pittsburg State University Bill No. --

Bill Sec. --

Analyst: Dunkel Analysis Pg. No. Vol. I - 639

Budget Page No. 319

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 37,827,527	\$ 37,827,527	\$ 0
General Fees Fund	22,510,734	22,510,734	0
Other Funds	21,226,226	21,226,226	0
Subtotal - Operating	<u>\$ 81,564,487</u>	<u>\$ 81,564,487</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 285,018	\$ 285,018	\$ 0
General Fees Fund	0	0	0
Other Funds	8,650,802	8,650,802	0
Subtotal - Capital Improvements	<u>\$ 8,935,820</u>	<u>\$ 8,935,820</u>	<u>\$ 0</u>
 TOTAL	 <u>\$ 90,500,307</u>	 <u>\$ 90,500,307</u>	 <u>\$ 0</u>
 FTE Positions	 877.9	 877.9	 0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>877.9</u>	<u>877.9</u>	<u>0.0</u>

#### Agency Estimate

The **agency's** current year estimate for operating expenditures is \$81.6 million which is an increase of \$3.4 million, or 4.3 percent, above the approved budget. The agency estimates FY 2008 State General Fund expenditures of \$37.8 million which is an increase of \$1.8 million, or 5.1 percent, above the approved budget, reflecting transfers from the Board of Regents from the university operating grant.

#### Governor's Recommendation

The **Governor** concurs with the agency estimate for FY 2008.

#### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

## House Budget Committee Report

**Agency:** Pittsburg State University **Bill No.** HB 2946, 2936

**Bill Sec.** 46, 16

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I, Page 639

**Budget Page No.** Vol. II, Page 319

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
Operating Expenditures:			
State General Fund	\$ 37,297,884	\$ 37,130,885	\$ 84,948
General Fees Fund	22,510,734	23,074,674	(612,129)
Other Funds	21,111,937	21,429,824	(336,597)
Subtotal - Operating	<u>\$ 80,920,555</u>	<u>\$ 81,635,383</u>	<u>\$ (863,778)</u>
Capital Improvements:			
State General Fund	\$ 308,532	\$ 148,532	\$ 160,000
General Fees Fund	0	0	0
Other Funds	4,481,706	4,641,706	430,000
Subtotal - Capital Improvements	<u>\$ 4,790,238</u>	<u>\$ 4,790,238</u>	<u>\$ 590,000</u>
 TOTAL	 <u><u>\$ 85,710,793</u></u>	 <u><u>\$ 86,425,621</u></u>	 <u><u>\$ (273,778)</u></u>
 FTE Positions	 877.9	 877.9	 0.0
Non FTE Uncl. Perm. Pos.	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
TOTAL	<u><u>877.9</u></u>	<u><u>877.9</u></u>	<u><u>0.0</u></u>

\*Of the Budget Committee's recommended operating reductions, \$863,778, including \$82,051 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$80.9 million which is a decrease of \$643,932, or 0.8 percent, below the current year estimate. The agency requests State General Fund expenditures of \$37.3 million which is a decrease of \$529,643, or 1.4 percent, below the current year estimate. The reductions reflect the one-time bonus payment in FY 2008, offset by annual fringe benefit increases, and does not reflect any transfer from the Board of Regents for operating grant increases. The agency requests no enhancements.

### Governor's Recommendation

The **Governor** recommends \$81.6 million, including \$37.1 million from the State General Fund for FY 2009. The recommendation is a total increase of \$70,896, or 0.1 percent, and a decrease of \$696,642, or 1.8 percent from the State General Fund from the FY 2008 recommendation, reflecting the Governor's pay plan adjustments totaling \$714,828, all from special revenue funds. The adjustments are partially offset by reductions to other operating expenditures reflecting the agency request. The State General Fund reduction reflects a shift in funding sources for debt service payments.

The recommendation is a total increase of \$714,828, or 0.9 percent, and a State General Fund reduction of \$166,999, or 0.4 percent, from the agency request, which reflects the Governor's pay plan adjustments and a shift in funding for debt service payments in FY 2009.

### House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$863,778, including \$82,051 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 522,429, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$192,399, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$148,950, including \$82,051 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$166,999 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for debt service interest payments on the Readiness Center in FY 2009.
3. Add \$40,000 from special revenue funds for a new columbarium for Timmons Chapel. The \$40,000 dollar project includes construction of a three foot high stone wall with spaces for 56 niches. Each niche would include a granite cover engraved with biographical data. The project will be designed to compliment the architecture of Timmons Chapel and the surrounding area. Four additional phases have been designed should there be a demand to expand the project up to a total of 280 niches. The project will be financed by private gifts and will include funding for perpetual care.

This project was not included in the original budget submission because the project is a result of involvement and identification from alumni in the past few months and their interest in the project being completed summer 2008. The project and program statement were approved by the Board of Regents at its January 2008, meeting.

4. Add \$4.0 million in bonding authority, to be paid from special revenue funds, for improvement to existing student parking lots and construction of a new student parking lot and pedestrian plazas. The \$4.0 million dollar project includes property acquisition, paving and enlarging two existing lots, construction of a new paved parking lot, and construction of two pedestrian plazas. The two existing lots are gravel and do not include lighting, emergency phones, or adequate drainage and access. The project also includes constructing new pedestrian plazas across two different streets that

would accomplish one of the main goals identified in the Master Plan - to turn the campus back to the pedestrian. The plazas will be located at strategic points to link the core campus with areas that include the only student dining hall and south dorm complex with a plaza across Lindburg Street and the stadium, McPherson Hall, and the large student parking lot with a plaza across Joplin Street. The project will be financed by revenue bonds to be repaid from parking revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

5. Add \$22.0 million in bonding authority for improvements to existing student housing facilities and construction of a new student house facility. The \$22.0 million dollar total project includes \$12.0 million in renovations to provide new exterior windows; student room doors; exterior entrance, corridor access, and stairwell doors; floor coverings; room built-in cabinetry (closet/dresser); ceilings and lights; and all wall surface finishes. All restroom and shower/bath facilities would be reconditioned. Two dorms would receive an upgrade to their HVAC distribution systems. If possible within the total funding allotted, central air conditioning would be considered as a part of the renovation to Mitchell Hall. The other \$10.0 million would be for the construction of a new facility with occupancy for approximately 200 residents. The facility would be a modified suite style configuration featuring clusters of sleeping rooms, private or semi-private bath facilities, and efficiency kitchenettes (apartment size refrigerator, sink, cabinetry, and microwave) associated with each sleeping cluster. The possible sites for constructing a new residence facility include north of Shirk Hall on acquired land, to the east of McPherson Hall along the hike and bike trail, or on the site of the closed East Campus Apartment complex (corner of Ford and Homer). The project will be financed by revenue bonds to be repaid from housing revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

6. Add \$550,000, all from special revenue funds, for the new Student Health Center. Pittsburg State University requests permission to modify its FY 2009 capital improvement plan to include increasing the project budget from \$3,200,000 to \$3,750,000 due to inflationary factors. The project will be financed by private sources and student health center revenues. This project was included in the July Capital Improvement Submission but with a smaller budget. The project and program statement were approved by the Board of Regents in 2006 and reviewed with the Joint Committee on State Building Construction the following August.

7. Delete \$160,000 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for readiness center debt service principal payments.

### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Pittsburg State University **Bill No.** SB 658

**Bill Sec.** 46

**Analyst:** Dunkel **Analysis Pg. No.** Vol. I - 639

**Budget Page No.** 319

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
Operating Expenditures:			
State General Fund	\$ 37,297,884	\$ 37,130,885	\$ 84,948
General Fees Fund	22,510,734	23,074,674	(612,129)
Other Funds	21,111,937	21,429,824	(336,597)
Subtotal - Operating	\$ 80,920,555	\$ 81,635,383	\$ (863,778)
Capital Improvements:			
State General Fund	\$ 308,532	\$ 148,532	\$ 0
General Fees Fund	0	0	0
Other Funds	4,481,706	4,641,706	0
Subtotal - Capital Improvements	\$ 4,790,238	\$ 4,790,238	\$ 0
<b>TOTAL</b>	<b>\$ 85,710,793</b>	<b>\$ 86,425,621</b>	<b>\$ (863,778)</b>
FTE Positions	877.9	877.9	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>877.9</b>	<b>877.9</b>	<b>0.0</b>

\*Of the Subcommittee's recommended operating reductions, \$863,778, including \$82,051 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The **agency** requests an FY 2009 operating budget of \$80.9 million which is a decrease of \$643,932, or 0.8 percent, below the current year estimate. The agency requests State General Fund expenditures of \$37.3 million which is a decrease of \$529,643, or 1.4 percent, below the current year estimate. The reductions reflect the one-time bonus payment in FY 2008, offset by annual fringe benefit increases, and does not reflect any transfer from the Board of Regents for operating grant increases. The agency requests no enhancements.



## Governor's Recommendation

The **Governor** recommends \$81.6 million, including \$37.1 million from the State General Fund for FY 2009. The recommendation is a total increase of \$70,896, or 0.1 percent, and a decrease of \$696,642, or 1.8 percent from the State General Fund from the FY 2008 recommendation, reflecting the Governor's pay plan adjustments totaling \$714,828, all from special revenue funds. The adjustments are partially offset by reductions to other operating expenditures reflecting the agency request. The State General Fund reduction reflects a shift in funding sources for debt service payments.

The recommendation is a total increase of \$714,828, or 0.9 percent, and a State General Fund reduction of \$166,999, or 0.4 percent, from the agency request, which reflects the Governor's pay plan adjustments and a shift in funding for debt service payments in FY 2009.

## Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2009 with the following adjustments:

1. **Pay Plan Adjustments.** Delete \$863,778, including \$82,051 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$ 522,429, all from special revenue funds, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$192,399, all from special revenue funds, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$148,950, including \$82,051 from the State General Fund to remove the amount recommended by the Governor for longevity bonus payments.
2. Delete \$166,999 from the Expanded Lottery Act Revenue Fund and add the same amount from the State General Fund for debt service interest payments on the Readiness Center in FY 2009.

# *National Center for Aviation Training*

## **Competition for Jobs**

- Alabama - ThyssenKrupp Steel Plant  
2,700 jobs, \$810 Million including \$313 Million cash
- Mississippi - Toyota Assembly Plant  
2,000 jobs, State Incentives \$294 Million
- North Carolina - \$600 Million grant fund
- Oklahoma Opportunity Fund - \$45 Million cash and  
no/low cost customized training
- Texas Enterprise Fund - \$295 Million cash/Emerging - \$200 Million cash

**They want our high-paying jobs and tax revenue!**

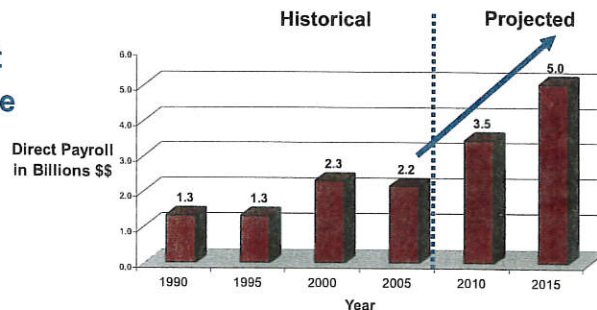
# Our Products



# Aviation Economic Impact in Kansas

- \* ◆ 36,500 direct jobs with a payroll of approx. \$2.4 billion
- ◆ Each aviation job generates an additional 2.9 jobs
- ◆ Kansas delivers more than 50% of all U.S. general aviation aircraft (1,263 aircraft valued at \$3.7 Billion in 2002)
- ◆ Kansas Aviation Wages - \$2.4 Billion/Year
- ◆ State tax revenues :
  - 22% of total state budget
  - \$1.3B in state tax revenue
- ◆ Wages expected to skyrocket in 10 years – \$5.5 Billion/Year

Total Economic Impact

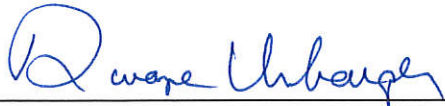


*With your help we can maintain this growth in Kansas*

FY 2008 and FY 2009

SENATE WAYS AND MEANS SUBCOMMITTEE

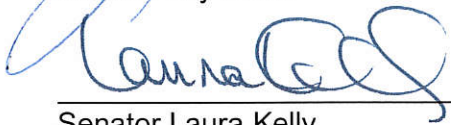
Capital Improvements



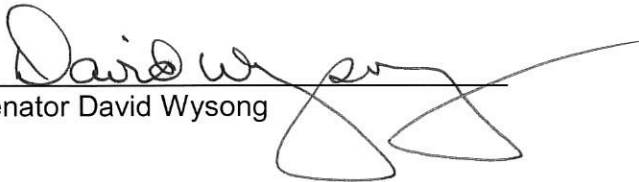
Senator Dwayne Umbarger, Chair



Senator Jay Emler



Senator Laura Kelly



Senator David Wysong

Senate ways and means  
3-12-08  
Attachment 4



## Senate Subcommittee on Capital Improvements

### FY 2008

The Senate Subcommittee concurs with the Governor's capital improvement recommendations for FY 2008 with the following adjustment:

#### Pittsburg State University (Page 68)

1. Delete \$1,562,500, all from special revenue funds for the new student health center project and add bonding authority for the project totaling \$3,750,000 in FY 2009.

### FY 2009

The Senate Subcommittee concurs with the Governor's capital improvement recommendations for FY 2009 with the following adjustments:

**Expanded Lottery Act Revenue Fund.** The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the following adjustments to the Governor's recommendation for review at Omnibus:

1. Delete the following expenditures from the ELARF and replace them with State General Fund:

Agency	FY 2009 Amount
Department of Corrections	\$ 1,670,303
Department of Wildlife and Parks	4,500,000
Department of Administration	15,470,000
Kansas State Fair	745,000
Adjutant General	5,235,000
Kansas Bureau of Investigation	535,000
University of Kansas Medical Center	395,000
Wichita State University	1,275,000
Pittsburg State University	160,000
Total	\$ 30,285,303

2. Delete the following expenditures from the ELARF:

<u>Agency</u>	<u>FY 2009 Amount</u>
Kansas State Fair	\$ 300,000 *
Kansas Historical Society	500,000
University of Kansas	<u>1,000,000</u>
Total	<u>\$ 1,800,000</u>

\* The Subcommittee recommends State Fair Capital Improvements Funds to replace ELARF.

3. Delete the following transfers from the ELARF:

<u>Fund</u>	<u>FY 2009 Amount</u>
Correctional Institutions Building Fund	\$ 1,689,697
Educational Building Fund	<u>15,000,000</u>
Total	<u>\$ 16,689,697</u>

**Department of Wildlife and Parks (Page 8)**

1. Add language to direct \$255,000, all from the Department Road Access Fund, to replace the existing low water crossing at Crawford State Lake and to reduce expenditures for other projects in FY 2009 accordingly.

**Department of Transportation (Page 12)**

1. The **Subcommittee** recommends Omnibus review of the damage to short line railroads as a result of recent natural disasters and the availability of funding from the Rail Service Improvement Fund, Rail Service Assistance Program Loan Guarantee Fund, or other funding sources to provide either direct financial assistance or loan forgiveness for debts. KDOT currently is evaluating requests from short line railroads and the Senate Subcommittee requests an update from the agency during Omnibus on its plans to provide financial assistance or loan forgiveness.
2. The **Subcommittee** notes 2008 SB 613 that would appropriate \$9.3 million for the Gardner Intermodal Project and an announcement by the Burlington Northern Santa Fe Railway (BNSF) to build an intermodal facility adjacent to their transcontinental rail line between the cities of Gardner and Edgerton in Johnson County. This line acts as the conduit for shipment of goods from China into the US interior. It is anticipated that upon opening, 2,000 trucks will be utilizing that facility each day; and over the next 20-30 years the volume of trucks will increase to 4,000 per day. In addition, a logistics park is being developed which will be adjacent to the intermodal facility. The logistics park will have more than 7 million square feet of warehouse development. This development will generate additional truck traffic, eventually reaching 6,000 trucks per day.



2. Delete the following expenditures from the ELARF:

<u>Agency</u>	<u>FY 2009 Amount</u>
Kansas State Fair	\$ 300,000 *
Kansas Historical Society	500,000
University of Kansas	<u>1,000,000</u>
Total	<u>\$ 1,800,000</u>

\* The Subcommittee recommends State Fair Capital Improvements Funds to replace ELARF.

3. Delete the following transfers from the ELARF:

<u>Fund</u>	<u>FY 2009 Amount</u>
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Educational Building Fund	<u>15,000,000</u>
Total	<u>\$ 16,689,697</u>

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At this time, KDOT has two separate projects in the design phase that relate directly to the intermodal facility and the ancillary development. The total cost for the first project is estimated at \$2.45 million and is 100 percent federally funded. The scheduled let date for this project is August 2009. A consultant is currently working on the location study and environmental documentation for the second project. The estimated cost for the second project ranges from \$10 million to \$25 million depending on the location and type of interchange. Funding for this portion of the project has not been identified. The consultant study is scheduled to be completed by the end of January 2009.

The Subcommittee chooses to take no action at this time regarding SB 613.

#### **Department of Social and Rehabilitation Services (Page 42)**

1. Add \$2.1 million, all from the State Institutions Building Fund, to provide additional rehabilitation and repair for the five state hospitals to address the new backlog of maintenance and repair items that is beginning to accumulate. The backlog includes replacing roofs that are 24 years old and older; 30 year old heating, ventilation, and air conditioning units; 50 year old electrical equipment, steam condensate lines, and plumbing; and making critical improvements required to meet present day life safety codes.
2. Add \$8.0 million, all from the State Institutions Building Fund, for major repair and renovation at the state hospitals. Each of these major projects is in excess of \$1.0 million and have historically been approved as additions to routine maintenance and repair projects. These include:
  - a. Projects that address critical health and safety issues identified by facility surveyors;
  - b. Replacement of 30-year-old heating, ventilation, and air conditioning units;
  - c. Replacement of old, deteriorating low pressure steam lines with modern high pressure lines; and
  - d. Remodeling residential cottages not included in earlier remodeling projects.
3. Consider the addition of \$5.3 million, all from the State Institutions Building Fund, to expand the Larned State Hospital Adult Treatment Center Building at Omnibus. The expansion is to replace beds that were previously located at the Hospital building, which due to age and condition of the building, can no longer be used to house patients.

#### **Kansas Historical Society (Page 57)**

1. The Subcommittee requests that the agency report back with a list of properties owned by the state, ordered as to their possibility of being sold.

## University of Kansas (Page 80)

1. Delete \$1.0 million in ELARF funding for planning for the expansion of the School of Pharmacy and review at Omnibus.
2. Delete \$50.0 million in bonding authority for the expansion of the School of Pharmacy for review at Omnibus. The Governor's recommendation included \$50.0 million in bonding authority for the expansion, to be paid from the State General Fund beginning in FY 2010 at a cost of \$5.0 million annually for 15 years.
3. Add \$7,078,000 from special revenue funds for the construction of a classroom/shop facility on the West Campus for the School of Architecture. The project would construct a 43,000 square foot classroom/shop facility on West Campus to fulfill the educational program needs for Architecture. The building will include 12,000 square feet for Studio 804, 8,200 square feet for Architecture 300 Studios, 3,160 square feet for Wood and Metal Shop, 4,640 square feet for departmental offices and support space, and 15,000 square feet of shelled space for future expansion. As an educational tool, the facility will investigate sustainable technologies for incorporation and other "green" technology. The estimated cost of the project is \$7,078,000 and will be funded from restricted fee funds and course fees.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

4. Add \$2,338,000 from special revenue funds for the renovation of Smissman Hall. Smissman Hall is located on the West Campus of the University of Kansas and currently provides wet lab space for a number of labs for faculty in Pharmaceutical Chemistry and Pharmacology and Toxicology. Approximately 2,300 net square feet on the upper level and 3,350 net square feet on the lower level will be renovated to house Pharmacology and Toxicology and Pharmacogenomics research activities. The estimated cost of the project is \$2,338,000 and will be funded with a combination of University funds, private funds, and federal grant funds.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

5. Add \$20,000 from special revenue funds to raze building #342 and garage at the Sunflower Research Farm in Johnson County. Building #342 and the garage were built with private funds in 1992. The building is a 1,005 gross square foot wood-framed building with concrete floor slab, metal siding, and interior stud and wallboard partitions. The program that utilized the building is no longer associated with the university so the building is currently vacant. The estimated cost of razing the building is \$20,000, which will be funded with University Funds. The vacated lot will be returned to pasture/lawn type grass.
6. Add \$20,000 from special revenue funds to raze building #47, the old Multicultural Resource Center. Building #47 was built in 1946. The building is a one story wood-framed structure built on a concrete foundation with a concrete floor slab. The facility received minimal remodeling approximately 12 years ago to temporarily house the Multicultural Resource Center. In 2008, the Multicultural Resource Center moved to a new building adjacent to the Student Union. According to the University, it would be cost prohibitive to repair the facility with the extensive termite damage, and the facility has a live sanitary sewer manhole in the floor slab of the building. The estimated cost of razing the building is \$20,000, which will be funded with University funds. The vacated lot will be converted to additional parking which currently exists on both sides of the facility.

7. Add \$15.0 million from special revenue funds for improvements to Allen Fieldhouse. According to the University, the addition of the Booth Family Hall of Athletics and other associated improvements to Allen Fieldhouse has resulted in renewed interest in improving the student athlete locker rooms, existing restrooms not improved in previous projects, reorganizing the concessions, and improving level of finishes on the concourses. These improvements would include new floor coverings, wall finishes, and ceilings/lighting treatments. The project will also include associated mechanical, electrical, and life safety improvements. The estimated cost of the project is \$15.0 million and will be funded by private gift funds.
8. Add \$5.0 million from special revenue funds for phase IV of the Structural Biology Center. Structural Biology Center (SBC) phase four is an addition to the phase three (SBC III) project currently under construction. According to the University, the facility will be occupied primarily by Dr. Blake Petersen, a Kansas Bioscience Authority Eminent Scholar in the department of Medicinal Chemistry in the School of Pharmacy. The structure will be two stories and will share a building entry and support space with SBC III. The 8,300 square foot facility will include labs for organic synthetic chemistry, cell culture and cell imaging equipment, along with offices for graduate research students and faculty, and a conference room. The project will be funded with a \$5.0 million grant from the Kansas Bioscience Eminent Scholars Program and will be constructed by KU Center for Research (KUCR) under as authorized by K.S.A. 76-759.
9. Add \$13,075,000 in bonding authority to be paid from special revenue funds for the renovation of Gertrude Sellards Pearson Hall. The renovation of this women's residence hall, built in 1955, will include all student rooms and public spaces, excluding the recently renovated main lobby. The dining area and kitchen on the lower level will also be renovated. The building will be brought into compliance with current codes, and the project will address energy conservation and sustainability issues. Following renovation the building will be co-ed and the Halls' design is intended to attract and retain students; therefore, amenities must be competitive. The debt service will be paid with housing fees.

#### **University of Kansas Medical Center (Page 82)**

1. Add \$5.0 million from special revenue funds for renovation of the Breidenthal Research Building. The University of Kansas Medical Center proposes to renovate the recently vacated Breidenthal Research building for use as a Biomedical Entrepreneurial Research Incubator. This project will correct building infrastructure deficiencies and, through renovation, establish entrepreneurial work units of various sizes providing laboratory and business component space suitable for start up biomedical companies. The budget for this project is \$6,000,000 with \$5,000,000 allocated to construction/renovation, and \$1,000,000 allocated to furnishing and equipping the facility. This project is to be jointly funded by grants from the federal Department of Commerce Economic Development Administration, the Kansas Bioscience Authority, and the KUMC Research Institute. The project will be constructed under the authorization of K.S.A. 76-759. Once the renovation is complete, the building will be leased to start up companies through the KUMC Research Institute. The leases will provide that all direct expenses be paid by the occupants, including a surcharge for maintenance.

### **Wichita State University (Page 82)**

1. Delete \$1,275,000 from the ELARF and add \$1,275,000 from the State General Fund for aviation research debt service principal payments.
2. Add \$475,000 from special revenue funds for improvements and maintenance of campus parking. In August, 2007, the University elected to proceed with funding of the replacement and partial realignment of a segment of its perimeter road system in the southwest portion of campus. According to the University, this is consistent with its long range General Development Plan, and will be paid from University parking funds. Rather than wait until submission of the FY 2010 capital improvement requests, the University believed it would be more cost effective to bid this project as early as possible while paving contractors are still planning and filling out their work load for calendar year 2008. The cost for this project is estimated at \$475,000, including engineering and contingencies. Initial planning and engineering will be completed in FY 2008, and the actual construction would begin following this Spring semester and be completed in FY 2009.
3. Add \$5,990,000 from special revenue funds for improvements to the Wichita State University Baseball Program at Eck Stadium/Home of Tyler Field. The University proposes what it considers Phase V improvements to Eck Stadium / Home of Tyler Field for the Athletic Association's baseball program. The estimated cost for the proposed improvements is \$5,990,000, to be paid by private gifts and Intercollegiate Athletic Association funds. A major component of the project is an indoor practice facility of approximately 29,000 square feet. Additional facilities are proposed to include new coaches' offices, home team locker room and support spaces, team meeting room, and field level grandstand improvements. Recently the University received a major private gift toward this project, which is expected to help accelerate the time frame to move forward with an initial phase of the proposed improvements. Accordingly, the University has requested approval to amend its FY 2009 Five-Year Capital Budget Plan to include this project.

### **Emporia State University (Page 83)**

1. Add \$2.1 million, all from special revenue funds, for preliminary and final planning for the renovation of the Memorial Union. Emporia State University requests approval for expenditures of \$2.1 million from Memorial Union Funds for preliminary and final planning of its project, Renovation of the Memorial Union. A complete renovation of the University Memorial Union has been on the long term plan for several years. With completion of the Program Plan the project could be facilitated, if preliminary and final planning progressed during FY 2008 and FY 2009. The Program Plan estimates project costs at \$25.0 million, which includes remodeling of 165,000 sq. ft. and 15,000 sq ft. of new construction, for revised entrances and minor additions to the building. The project will be financed with a combination of revenue bonds and donated funds.

The University obtained Board of Regents approval for its Program Plan on December 13, 2007. No formal bills or appropriations are required by this request, only Committee approval for the University to seek architectural services on the project.



### **Fort Hays State University (Page 83)**

1. Add \$200,000 from special revenue funds to raze Wing "A" of Wiest Hall. Fort Hays State University seeks authority to raze wing "A" of the Wiest Hall dormitory. Wiest, originally constructed in 1961, housed male students on campus and later provided office space for such units as the Kelly Center, the Psychology Department, and other office units displaced by campus renovation. Since 2005, the wing has been used for storage. The building is in need of significant improvements to convert it into modern living units. The University believes removal of said structure will be more efficient from a space utilization and cost standpoint than performing renovations.
2. Add \$42,000 from special revenue funds to raze residential properties at 610 Park Street and 507 W. 6<sup>th</sup> Street, Hays, Kansas. The Endowment Association was housed most recently in a residential property at 610 Park Street adjacent to FHSU. Constructed in 1945, the building had limited usage, was not handicap accessible, and proved to hamper the Association in terms of growth. The decision was made to move to a new Alumni/Foundation Center which lead to the Endowment Board acquiring adjacent properties. They successfully secured a two story rental structure at 507 W. 6th, built in 1936. Unfortunately, other needed properties did not materialize and the decision was made to construct the Center on campus. In 2001, a land exchange was completed between the Endowment Association and the University, allowing construction of the new Robbins Center now located along West Gustad Drive. The University is seeking legislative authority to raze the properties at 610 Park Street and 507 W. 6th to provide critically needed visitor's parking for the east side of the main campus.

### **Pittsburg State University (Page 83)**

1. Add \$40,000 from special revenue funds for a new columbarium for Timmons Chapel. The \$40,000 project includes construction of a three foot high stone wall with spaces for 56 niches. Each niche would include a granite cover engraved with biographical data. The project will be designed to compliment the architecture of Timmons Chapel and the surrounding area. Four additional phases have been designed should there be a demand to expand the project, up to a total of 280 niches. The project will be financed by private gifts and will include funding for perpetual care.

This project was not included in the original budget submission because the project is a result of involvement and identification from alumni in the past few months and their interest in the project being completed summer 2008. The project and program statement were approved by the Board of Regents at its January 2008 meeting.

2. Add \$4.0 million in bonding authority, to be paid from special revenue funds, for improvement to existing student parking lots and construction of a new student parking lot and pedestrian plazas. The \$4.0 million dollar project includes property acquisition, paving and enlarging two existing lots, construction of a new paved parking lot, and construction of two pedestrian plazas. The two existing lots are gravel and do not include lighting, emergency phones, or adequate drainage and access. The project also includes constructing new pedestrian plazas across two different streets that would accomplish one of the main goals identified in the Master Plan - to turn the campus back to the pedestrian. The plazas will be located at strategic points to link the core campus with areas that include the only student dining hall and south dorm complex with a plaza across Lindburg Street and the stadium, McPherson Hall, and the large student parking lot with a plaza across Joplin Street. The project will be financed by revenue bonds to be repaid from parking revenues.



This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

3. Add \$22.0 million in bonding authority for improvements to existing student housing facilities and construction of a new student house facility. The \$22.0 million dollar total project includes \$12.0 million dollars in renovations to provide new exterior windows; student room doors; exterior entrance, corridor access, and stairwell doors; floor coverings; room built-in cabinetry (closet/dresser); ceiling and lights; and all wall surface finishes. All restroom and shower/bath facilities would be reconditioned. Two dorms would receive an upgrade to their HVAC distribution systems. If possible within the total funding allotted, central air conditioning would be considered as a part of the renovation to Mitchell Hall. The other \$10.0 million dollars would be for the construction of a new facility with occupancy for approximately 200 residents. The facility would be a modified suite style configuration featuring clusters of sleeping rooms, private or semi-private bath facilities, and efficiency kitchenettes (apartment size refrigerator, sink, cabinetry, and microwave) associated with each sleeping cluster. The possible sites for constructing a new residence facility include north of Shirk Hall on acquired land, to the east of McPherson Hall along the hike and bike trail, or on the site of the closed East Campus Apartment complex (corner of Ford and Homer). The project will be financed by revenue bonds to be repaid from housing revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

4. Delete expenditures of \$1.6 million, all from special revenue funds, for construction of a new Student Health Center and authorize bonding authority of \$3.75 million for the project to be paid from student health center revenues and private resources, contingent upon a student referendum on the project pursuant to KSA 76-742 which requires that student fees for debt service on a facility which is used primarily for academic purposes or for providing health care services as determined by the state board of regents may not be spent unless a student referendum is conducted on the use of such fees for such debt service and the results of such referendum have been made public and presented to the state board of regents prior to entering into any contract for construction of all or part of such building or facility.

# SENATE SUBCOMMITTEE REPORT

## CAPITAL IMPROVEMENTS

**Agency:** Department of Corrections

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** Waltner

**Analysis Pg. No.** Various **Capital Budget Page No.** Various

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
<b>Department of Corrections</b>				
Rehabilitation and Repair	\$ 4,763,392	4,763,392	\$ 4,763,392	\$ 4,763,392
KCI Rehabilitation and Repair	647,000	647,000	647,000	647,000
Debt Service Principal	4,210,000	4,210,000	4,210,000	4,210,000
Debt Service Principal - Conservation Camps	100,911	100,911	100,911	100,911
<i>Subtotal - DOC</i>	\$ 9,721,303	\$ 9,721,303	\$ 9,721,303	\$ 9,721,303
<b>El Dorado Correctional Facility</b>				
Rehabilitation and Repair	\$ 27,317	\$ 27,317	\$ 27,317	\$ 27,317
Debt Service Principal	159,723	159,723	159,723	159,723
<i>Subtotal - EDCF</i>	\$ 187,040	\$ 187,040	\$ 187,040	\$ 187,040
<b>Ellsworth Correctional Facility</b>				
Rehabilitation and Repair	\$ 137,400	\$ 137,400	\$ 137,400	\$ 137,400
Debt Service Principal	77,097	77,097	77,097	77,097
<i>Subtotal - ECF</i>	\$ 214,497	\$ 214,497	\$ 214,497	\$ 214,497
<b>Hutchinson Correctional Facility</b>				
Rehabilitation and Repair	\$ 297,615	\$ 297,615	\$ 297,615	\$ 297,615
Debt Service Principal	248,112	248,112	248,112	248,112
<i>Subtotal - HCF</i>	\$ 545,727	\$ 545,727	\$ 545,727	\$ 545,727
<b>Lansing Correctional Facility</b>				
Rehabilitation and Repair	\$ 367,339	\$ 367,339	\$ 367,339	\$ 367,339
Debt Service Principal	340,754	340,754	340,754	340,754
<i>Subtotal - LCF</i>	\$ 708,093	\$ 708,093	\$ 708,093	\$ 708,093
<b>Larned Correctional Mental Health Facility</b>				
Rehabilitation and Repair	\$ 221,488	\$ 221,488	\$ 221,488	\$ 221,488
Debt Service Principal	14,762	14,762	14,762	14,762
<i>Subtotal - LCMHF</i>	\$ 236,250	\$ 236,250	\$ 236,250	\$ 236,250
<b>Norton Correctional Facility</b>				
Rehabilitation and Repair	\$ 854,719	\$ 854,719	\$ 854,719	\$ 854,719
Debt Service Principal	155,637	155,637	155,637	155,637
<i>Subtotal - NCF</i>	\$ 1,010,356	\$ 1,010,356	\$ 1,010,356	\$ 1,010,356
<b>Topeka Correctional Facility</b>				
Rehabilitation and Repair	\$ 464,329	\$ 464,329	\$ 464,329	\$ 464,329
Debt Service Principal	64,015	64,015	64,015	64,015
<i>Subtotal - TCF</i>	\$ 528,344	\$ 528,344	\$ 528,344	\$ 528,344

**Winfield Correctional Facility**

Rehabilitation and Repair	\$ 136,437	\$ 136,437	\$ 136,437	\$ 136,437
Debt Service Principal	125,201	125,201	125,201	125,201
<i>Subtotal - WCF</i>	<u>\$ 261,638</u>	<u>\$ 261,638</u>	<u>\$ 261,638</u>	<u>\$ 261,638</u>

**TOTAL - DOC and Facilities** \$ 13,413,248 \$ 13,413,248 \$ 13,413,248 \$ 13,413,248

**Financing:**

State General Fund	\$ 3,806,515	\$ 3,806,515	\$ 3,806,515	\$ 3,806,515
Correctional Institutions Building Fund	6,403,651	6,403,651	6,403,651	6,403,651
Correctional Infrastructure Fund	2,406,082	2,406,082	2,406,082	2,406,082
Correctional Industries Fund	647,000	647,000	647,000	647,000
Expanded Lottery Act Revenue Fund	0	0	0	0
Lansing Correctional Facility Clinic Temp. Loc.	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>

**TOTAL** \$ 13,413,248 \$ 13,413,248 \$ 13,413,248 \$ 13,413,248

**FY 2008**

**Agency Estimate**

The agency estimates FY 2008 capital improvements of \$13,413,248 including \$3,806,515 from the State General Fund, \$6,403,651 from the Correctional Institutions Building Fund (CIBF), \$2,406,082 from the Correctional Infrastructure Fund (CORR), \$647,000 from the Correctional Industries Fund (CIF) for Kansas Correctional Industries (KCI), and \$150,000 from the Lansing Correctional Facility Temporary Clinic Fund (LCFTCF). The request includes \$5,496,212 for debt service principal and \$7,917,036 for Rehabilitation and Repair projects.

**Governor's Recommendation**

The **Governor** concurs with the agency estimate.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Corrections

**Bill No.** SB 652

**Bill Sec.** 21

**Analyst:** Waltner

**Analysis Pg. No.** Various **Capital Budget Page No.** Various

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
<b>Department of Corrections</b>				
Rehabilitation and Repair	\$ 4,921,000	\$ 4,921,000	\$ 4,921,000	\$ 3,313,697
KCI Rehabilitation and Repair	655,000	655,000	655,000	655,000
Debt Service Principal	3,360,000	3,360,000	3,360,000	3,360,000
Debt Service Principal - Conservation Camps	<u>50,067</u>	<u>50,067</u>	<u>50,067</u>	<u>50,067</u>
<i>Subtotal - DOC</i>	\$ 8,986,067	\$ 8,986,067	\$ 8,986,067	\$ 7,378,764
<b>EI Dorado Correctional Facility</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>159,723</u>	<u>159,723</u>	<u>159,723</u>	<u>159,723</u>
<i>Subtotal - EDCF</i>	\$ 159,723	\$ 159,723	\$ 159,723	\$ 159,723
<b>Ellsworth Correctional Facility</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>77,097</u>	<u>77,097</u>	<u>77,097</u>	<u>77,097</u>
<i>Subtotal - ECF</i>	\$ 77,097	\$ 77,097	\$ 77,097	\$ 77,097
<b>Hutchinson Correctional Facility</b>				
Rehabilitation and Repair	\$ 167,050	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>248,112</u>	<u>248,112</u>	<u>248,112</u>	<u>248,112</u>
<i>Subtotal - HCF</i>	\$ 415,162	\$ 248,112	\$ 248,112	\$ 248,112
<b>Lansing Correctional Facility</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>353,097</u>	<u>353,097</u>	<u>353,097</u>	<u>353,097</u>
<i>Subtotal - LCF</i>	\$ 353,097	\$ 353,097	\$ 353,097	\$ 353,097
<b>Larned Correctional Mental Health Facility</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>14,762</u>	<u>14,762</u>	<u>14,762</u>	<u>14,762</u>
<i>Subtotal - LCMHF</i>	\$ 14,762	\$ 14,762	\$ 14,762	\$ 14,762
<b>Norton Correctional Facility</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>161,988</u>	<u>161,988</u>	<u>161,988</u>	<u>161,988</u>
<i>Subtotal - NCF</i>	\$ 161,988	\$ 161,988	\$ 161,988	\$ 161,988

**Topeka Correctional Facility**

Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>64,015</u>	<u>64,015</u>	<u>64,015</u>	<u>64,015</u>
<i>Subtotal - TCF</i>	\$ 64,015	\$ 64,015	\$ 64,015	\$ 64,015

**Winfield Correctional Facility**

Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>125,201</u>	<u>125,201</u>	<u>125,201</u>	<u>125,201</u>
<i>Subtotal - WCF</i>	\$ 125,201	\$ 125,201	\$ 125,201	\$ 125,201

**TOTAL - DOC and Facilities**

	<u>\$ 10,357,112</u>	<u>\$ 10,190,062</u>	<u>\$ 10,190,062</u>	<u>\$ 8,582,759</u>
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**Financing:**

State General Fund	\$ 4,781,112	\$ 1,254,062	\$ 2,924,365	\$ 2,924,365
Correctional Institutions Building Fund	4,921,000	6,610,697	6,610,697	4,921,000
Correctional Infrastructure Fund	0	0	0	0
Correctional Industries Fund	655,000	655,000	655,000	655,000
Expanded Lottery Act Revenue Fund	<u>0</u>	<u>1,670,303</u>	<u>0</u>	<u>0</u>

**TOTAL**

	<u>\$ 10,357,112</u>	<u>\$ 10,190,062</u>	<u>\$ 10,190,062</u>	<u>\$ 8,500,365</u>
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**FY 2009**

**Agency Request**

The **agency** requests FY 2009 capital improvements of \$10,357,112 including \$4,791,112 from the State General Fund, \$4,921,000 from the CIBF, and \$655,000 from the CIF. The request includes \$5,743,050 for Rehabilitation and Repair projects and \$4,614,062 for debt service principal.

**Governor's Recommendation**

The **Governor** recommends FY 2009 capital improvements of \$10,190,062 including \$1,254,062 from the State General Fund, \$6,610,697 from the Correctional Institutions BF including a \$1,689,697 transfer from the Expanded Lottery Act Revenue Fund, \$655,000 from the CIF, and \$1,670,303 from the Expanded Lottery Act Revenue Fund. The recommendation includes \$5,576,000 for Rehabilitation and Repair projects and \$4,614,064 for debt service principal.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation with the following adjustments:

1. Delete \$1,670,303 from the Expanded Lottery Act Revenue Fund and replace with \$1,670,303 from State General Fund. The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition,

pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Department of Corrections in FY 2009 and recommends review of this shift at Omnibus.

### **Senate Subcommittee Recommendation**

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

1. Delete \$1,689,697 from the Correctional Institutions Building Fund and eliminate the transfer of \$1,689,697 from the Expanded Lottery Act Revenue Fund to the Correctional Institutions Building Fund and review at Omnibus. The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of expenditures from the ELARF to the State General Fund for the (agency name) in FY 2009 and recommends review of this shift at Omnibus.
2. Delete \$1,670,303 from the Expanded Lottery Act Revenue Fund and replace with \$1,670,303 from State General Fund and review at Omnibus. The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of expenditures from the ELARF to the State General Fund for the Department of Corrections in FY 2009 and recommends review of this shift at Omnibus.



SENATE SUBCOMMITTEE REPORT  
CAPITAL IMPROVEMENTS

Agency: Department of Wildlife and Parks Bill No. - - Bill Sec. - -

Analyst: Efird Analysis Pg. No. Vol. I-130 Capital Budget Page No. 232

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Tuttle Creek Camp Relocation	\$ 233,050	\$ 233,050	\$ 233,050	\$ 233,050
Parks Repair and Maintenance	118,305	118,305	118,305	118,305
Parks Capital Improvements	2,146,126	2,146,126	2,146,126	2,146,126
Pratt Office Renovation	140,000	140,000	140,000	140,000
Sebelius Reservoir Water Project	1,000,000	1,000,000	1,000,000	1,000,000
Roads and Bridges Maintenance	4,612,912	4,612,912	4,612,912	4,612,912
Wetlands Acquisition and Development	718,735	718,735	718,735	718,735
Fish Hatchery Renovations	1,702,251	1,702,251	1,702,251	1,702,251
Boating Access and Development	2,074,698	2,074,698	2,074,698	2,074,698
River Access and Development	100,115	100,115	100,115	100,115
Coast Guard Boating Projects	125,296	125,296	125,296	125,296
Motor Boat Access	273,296	273,296	273,296	273,296
Kaw River State Park River Access	100,000	100,000	100,000	100,000
Angler Facilities Improvements	101,440	101,440	101,440	101,440
Public Land Acquisition	2,596,866	2,596,866	2,596,866	2,596,866
ADA Renovation	20,947	20,947	20,947	20,947
Public Land Maintenance	2,774,005	2,774,005	2,774,005	2,774,005
Flood Damage Repair	0	181,851	181,851	181,851
Milford Fish Hatchery Classroom	75,000	75,000	75,000	75,000
<b>TOTAL</b>	<b>\$ 18,913,042</b>	<b>\$ 19,094,893</b>	<b>\$ 19,094,893</b>	<b>\$ 19,094,893</b>
<b>Financing:</b>				
State General Fund	\$ 2,291,264	\$ 2,291,264	\$ 2,291,264	\$ 2,291,264
All Other Funds	16,621,778	16,803,629	16,803,629	16,803,629
<b>TOTAL</b>	<b>\$ 18,913,042</b>	<b>\$ 19,094,893</b>	<b>\$ 19,094,893</b>	<b>\$ 19,094,893</b>

**FY 2008**

**Agency Estimate**

The **agency** estimates \$18.9 million, including \$2.3 million from the State General Fund, in FY 2008. The approved expenditures of \$7,624,200 increase to \$18,913,042 in the revised estimate, which is \$11,288,842 above the amount originally approved by the 2007 Legislature. Previously approved projects for which funding was not encumbered in FY 2007 account for \$10.4 million of increased expenditures due to carry over funds. In addition, the State Finance Council approved \$913,331 for emergency repairs in conjunction with the 2007 floods that damaged state parks.

**Governor's Recommendation**

The **Governor** concurs with the revised estimate of \$18.9 million, including \$2.3 million from the State General Fund in FY 2008 projects, and adds \$181,851 of federal funding for flood damage-related expenditures.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommended FY 2008 expenditures.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Wildlife and Parks      **Bill No.** SB 652      **Bill Sec.** 27

**Analyst:** Efirid      **Analysis Pg. No.** Vol. I-130      **Capital Budget Page No.** 232

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Parks Repair and Maintenance	\$ 934,000	\$ 934,000	\$ 934,000	\$ 934,000
Parks Capital Improvements	1,500,000	3,000,000	3,000,000	3,000,000
Roads and Bridges Maintenance	1,792,000	1,792,000	1,792,000	1,792,000
Wetlands Acquisition and Development	150,000	150,000	150,000	150,000
Boating Access and Development	380,000	380,000	380,000	380,000
Coast Guard Boating Projects	150,000	150,000	150,000	150,000
Public Land Acquisition	800,000	800,000	800,000	800,000
Public Land Maintenance	1,073,500	1,073,500	1,073,500	1,073,500
Flood Damage Repair	0	1,500,000	1,500,000	1,500,000
<b>TOTAL</b>	<u>\$ 6,779,500</u>	<u>\$ 9,779,500</u>	<u>\$ 9,779,500</u>	<u>\$ 9,779,500</u>
<b>Financing:</b>				
State General Fund	\$ 1,500,000	\$ 0	\$ 4,500,000	\$ 4,500,000
Expanded Lottery Act Revenue Fund	0	4,500,000	0	0
All Other Funds	5,279,500	5,279,500	5,279,500	5,279,500
<b>TOTAL</b>	<u>\$ 6,779,500</u>	<u>\$ 9,779,500</u>	<u>\$ 9,779,500</u>	<u>\$ 9,779,500</u>

**FY 2009**

**Agency Request**

The **agency's** FY 2009 request of \$6,779,500 from all funding sources in FY 2009 includes \$2,403,500 for new construction and land acquisition, plus \$4,376,000 for rehabilitation and repair of existing buildings and infrastructure. State General Fund financing of \$1.5 million is requested for projects in state parks, with special revenue funds requested for the other \$5.3 million in FY 2009 capital improvement projects.

**Governor's Recommendation**

The **Governor** concurs with \$6.8 million in expenditures, all from special revenue funds, for all of the requested FY 2009 projects, and adds \$3.0 million for additional project expenditures in state parks and other areas affected by natural disasters. The Governor does not recommend any financing from the State General Fund in FY 2009. Instead, the Governor recommends new financing from the Expanded Lottery Act Revenue Fund (ELARF) in FY 2009. First, the Governor recommends \$3.0 million from the ELARF for ongoing state parks repair and rehabilitation projects,

which is \$1.5 million more than the State General Fund amount requested by the agency. Second, the Governor recommends \$1.5 million from the ELARF for repair of flood damage at state parks and for development of green space in communities that suffered natural disasters. This \$1.5 million enhancement is an addition to the agency's other project requests.

### **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** makes the following recommendation and comment:

1. Shift \$4.5 million in financing from the Expanded Lottery Act Revenue Fund to the State General Fund in FY 2009. The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Department of Wildlife and Parks in FY 2009 and recommends review of this shift at Omnibus.

### **Senate Subcommittee Recommendation**

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

1. Delete \$4,500,000 from the Expanded Lottery Act Revenues Fund (ELARF) and add \$4,500,000 from the State General Fund for capital improvements recommended by the Governor, and review ELARF funding during Omnibus.
2. Add language to direct \$255,000, all from the Department Road Access Fund, to replace the existing low water crossing at Crawford State Lake and to reduce expenditures for other projects in FY 2009 accordingly.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Department of Transportation      **Bill No. - -**      **Bill Sec. - -**  
**Analyst:** Efird      **Analysis Pg. No.** Vol. II-1727      **Capital Budget Page No.** 234

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Relocate Subarea - Topeka Westgate	\$ 2,291,246	\$ 2,291,246	\$ 2,291,246	\$ 2,291,246
Renovate District Five Crew Building	80,210	80,210	80,210	80,210
Tuckpoint/Waterproof Area Office - Pittsburg	109,959	109,959	109,959	109,959
Tuckpoint/Waterproof District Office - Topeka	13,694	13,694	13,694	13,694
Pave KHP - Chanute CDL Parking Lot	34,650	34,650	34,650	34,650
Construct District Two Materials Lab - Salina	53,104	53,104	53,104	53,104
Update District Four Paint Booth - Chanute	11,130	11,130	11,130	11,130
Reroof Buildings - Various Locations	649,303	649,303	649,303	649,303
Equipment Storage Sheds	727,050	727,050	727,050	727,050
Subarea Bay Extension/Additions	708,754	708,754	708,754	708,754
Purchase Land - Various Locations	75,000	75,000	75,000	75,000
<b>Subtotal — Projects</b>	<u>\$ 4,754,100</u>	<u>\$ 4,754,100</u>	<u>\$ 4,754,100</u>	<u>\$ 4,754,100</u>
Repair and Rehabilitation	4,076,174	4,076,174	4,076,174	4,076,174
<b>TOTAL</b>	<u><u>\$ 8,830,274</u></u>	<u><u>\$ 8,830,274</u></u>	<u><u>\$ 8,830,274</u></u>	<u><u>\$ 8,830,274</u></u>
<b>Financing:</b>				
State Highway Fund	\$ 8,830,274	\$ 8,830,274	\$ 8,830,274	\$ 8,830,274

**FY 2008**

**Agency Estimate**

The **agency** estimates expenditures of \$8,830,274, all from the State Highway Fund, for building projects. Expenditures include \$4,754,100 for projects and \$4,076,174 for rehabilitation and repair.

**Governor's Recommendation**

The **Governor** concurs with \$8,830,274, all from the State Highway Fund, for building projects.

**Joint Committee Recommendation**

The **Joint Committee** concurs with the Governor's recommended expenditures in FY 2008.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.



**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Transportation      **Bill No.** SB 658      **Bill Sec.** 67

**Analyst:** Efird      **Analysis Pg. No.** Vol. II-1727      **Capital Budget Page No.** 234

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Reroof Buildings - Various Locations	\$ 457,587	\$ 457,587	\$ 457,587	\$ 457,587
Equipment Storage Sheds	524,361	524,361	524,361	524,361
Subarea Bay Ext./Addition - Various Locations	825,551	825,551	825,551	825,551
Purchase Land - Various Locations	210,000	0	0	0
Chemical Storage Facilities	287,000	287,000	287,000	287,000
Remote Chemical Storage Bunker	154,866	154,866	154,866	154,866
Vehicle Wash Bay	1,138,000	1,138,000	1,138,000	1,138,000
Update Electrical - Atwood, Oakley, Phillipsburg	215,000	215,000	215,000	215,000
Replace District Stockroom Elevator - Salina	165,000	165,000	165,000	165,000
Construct KHP Troop F Headquarters - Wichita	6,367,000	6,367,000	6,367,000	6,367,000
Building Renovation for Subarea - Sublette	530,000	0	0	0
Construct District Three Meeting Facility - Norton	206,000	0	0	0
Tuckpoint/Waterproof -Various Locations	288,000	0	0	0
Replace District Two Office HVAC - Salina	217,000	0	0	0
Construct District Two Office Annex - Salina	1,070,000	0	0	0
<b>Subtotal – Projects</b>	<b>\$ 12,655,365</b>	<b>\$ 10,134,365</b>	<b>\$ 10,134,365</b>	<b>\$ 10,134,365</b>
Repair and Rehabilitation	<u>3,258,622</u>	<u>3,258,622</u>	<u>3,258,622</u>	<u>3,258,622</u>
<b>TOTAL</b>	<b><u>\$ 15,913,987</u></b>	<b><u>\$ 13,392,987</u></b>	<b><u>\$ 13,392,987</u></b>	<b><u>\$ 13,392,987</u></b>
<b>Financing:</b>				
State Highway Fund	\$ 15,913,987	\$ 13,392,987	\$ 13,392,987	\$ 13,392,987

**FY 2009**

**Agency Request**

The **agency** requests expenditures of \$15,913,987, all from the State Highway Fund, for building projects. Expenditures include \$12,655,365 for projects and \$3,258,622 for rehabilitation and repair.

## **Governor's Recommendation**

The **Governor** recommends expenditures of \$13,392,987, all from the State Highway Fund, for building projects. Expenditures include \$10,134,365 for projects and \$3,258,622, as requested, for rehabilitation and repair.

## **Joint Committee Recommendation**

The **Joint Committee** concurs with the Governor's recommended expenditures in FY 2009.

## **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation with the following adjustments and comment:

1. The **Subcommittee** recommends Omnibus review of the damage to short line railroads as a result of recent natural disasters and the availability of funding from the Rail Service Improvement Fund, Rail Service Assistance Program Loan Guarantee Fund, or other funding sources to provide either direct financial assistance or loan forgiveness for debts. KDOT currently is evaluating requests from short line railroads and the Senate Subcommittee requests an update from the agency during Omnibus on its plans to provide financial assistance or loan forgiveness.
2. The **Subcommittee** notes 2008 SB 613 that would appropriate \$9.3 million for the Gardner Intermodal Project and an announcement by the Burlington Northern Santa Fe Railway (BNSF) to build an intermodal facility adjacent to their transcontinental rail line between the cities of Gardner and Edgerton in Johnson County. This line acts as the conduit for shipment of goods from China into the US interior. It is anticipated that upon opening, 2,000 trucks will be utilizing that facility each day; and over the next 20-30 years the volume of trucks will increase to 4,000 per day. In addition, a logistics park is being developed which will be adjacent to the intermodal facility. The logistics park will have more than 7 million square feet of warehouse development. This development will generate additional truck traffic, eventually reaching 6,000 trucks per day.

At this time, KDOT has two separate projects in the design phase that relate directly to the intermodal facility and the ancillary development. The total cost for the first project is estimated at \$2.45 million and is 100 percent federally funded. The scheduled let date for this project is August 2009. A consultant is currently working on the location study and environmental documentation for the second project. The estimated cost for the second project ranges from \$10 million to \$25 million depending on the location and type of interchange. Funding for this portion of the project has not been identified. The consultant study is scheduled to be completed by the end of January 2009.

The Subcommittee chooses to take no action at this time regarding SB 613.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Administration      **Bill No.** 652      **Bill Sec.** 2

**Analyst:** Efirid      **Analysis Pg. No.** Vol. II-1077      **Capital Budget Page No.** 218

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Debt Service Principal	\$ 9,795,350	\$ 9,795,350	\$ 9,795,350	\$ 9,795,350
Replace Docking Chillers	377,102	377,102	377,102	377,102
Repair of State Buildings	237,253	237,253	237,253	237,253
Repair of Judicial Center	100,000	100,000	100,000	100,000
Landon Building Repair	2,159,234	2,159,234	2,159,234	2,159,234
Capitol Complex Tunnel	0	370,170	370,170	370,170
<b>TOTAL</b>	<b>\$ 12,668,939</b>	<b>\$ 13,039,109</b>	<b>\$ 13,039,109</b>	<b>\$ 13,039,109</b>
<b>Financing:</b>				
State General Fund	\$ 10,469,355	\$ 10,839,525	\$ 10,839,525	\$ 10,839,525
All Other Funds	2,199,584	2,199,584	2,199,584	2,199,584
<b>TOTAL</b>	<b>\$ 12,668,939</b>	<b>\$ 13,039,109</b>	<b>\$ 13,039,109</b>	<b>\$ 13,039,109</b>

**FY 2008**

**Agency Estimate**

The **agency** estimates \$12.7 million, including \$10.5 million from the State General Fund. The FY 2008 approved budget of \$10,114,329, including \$10,050,000 from the State General Fund, would increase \$2,159,234, all from special revenue funds, that carried over from FY 2007 for emergency repairs to the Landon State Office Building and \$37,253, all from the State General Fund, that carried over from FY 2007 for general repairs of state facilities. The agency also shifts \$377,102, all from the State General Fund, for the Docking State Office Building chiller project from the operating budget to the capital improvement classification to reflect principal payments for the debt repayment.

**Governor's Recommendation**

The **Governor** recommends \$13.0 million, including \$10.9 million from the State General Fund, in concurring with all requested adjustments and adding \$370,170, all from the State General Fund, for emergency repairs to a utility tunnel in the Capitol Complex. The Governor's recommendation indicates that the emergency repairs will extend the life of the tunnel approximately two years.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

### **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation, including a supplemental appropriation from the State General Fund for \$370,170 to make emergency repairs to the Capitol Complex tunnel.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Administration      **Bill No.** SB 652      **Bill Sec.** 2

**Analyst:** Efirid      **Analysis Pg. No.** Vol. II-1077      **Capital Budget Page No.** 218

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Debt Service Principal	\$ 11,836,922	\$ 11,836,922	\$ 11,836,922	\$ 11,836,922
Replace Docking Chillers	406,190	406,190	406,190	406,190
Repair of State Buildings	200,000	200,000	200,000	200,000
Repair of Judicial Center	225,000	100,000	100,000	100,000
State Parking Lot Repairs	150,000	150,000	150,000	150,000
Docking Fire Alarm	245,388	0	0	0
Landon Emergency Stairwell	72,800	0	0	0
Landon Fire Detection	863,153	0	0	0
Landon Fire Suppression	515,995	0	0	0
Capitol Complex Tunnel	3,001,440	0	0	0
Judicial Center Fire Sprinklers	976,302	0	0	0
Capitol Complex Maintenance	0	3,000,000	3,000,000	3,000,000
Docking Building Renovation	0	1,000,000	1,000,000	1,000,000
<b>TOTAL</b>	<u>\$ 18,493,190</u>	<u>\$ 16,693,112</u>	<u>\$ 16,693,112</u>	<u>\$ 16,693,112</u>

<b>Financing:</b>				
State General Fund	\$ 18,328,768	\$ 1,058,690	\$ 16,528,690	\$ 16,528,690
Expanded Lottery Act Revenue Fund (ELARF)	0	15,470,000	0	0
All Other Funds	164,422	164,422	164,422	164,422
<b>TOTAL</b>	<u>\$ 18,493,190</u>	<u>\$ 16,693,112</u>	<u>\$ 16,693,112</u>	<u>\$ 16,693,112</u>

**FY 2009**

**Agency Request**

The **agency** requests \$18.5 million, including \$18.3 million from the State General Fund. The request includes increased State General Fund financing of \$2.0 million for principal payments on bonds, \$3.0 million for a Capitol Complex tunnel replacement, \$2.2 million for fire safety enhancements in state facilities, \$525,000 for general repairs to state facilities, and \$406,190 for the Docking State Office Building chiller project annual debt payment.

## **Governor's Recommendation**

The **Governor** recommends expenditures of \$16.7 million, including \$1.1 million from the State General Fund. The Governor includes financing from the Expanded Lottery Act Revenue Fund (ELARF) of \$11,470,000 for principal payments and \$4.0 million for capital improvement projects as follows:

1. KDOT bond funding \$7,010,000;
2. Statehouse renovation bond funding \$4,390,000;
3. Judicial Center bond funding \$70,000;
4. Capitol Complex maintenance \$3,000,000; and
5. Docking State Office Building renovation planning \$1,000,000.

The Governor recommends bonding authority of \$80.0 million for reconstruction of the Docking State Office Building and \$16.0 million for furnishings in the building. The Governor also recommends bonding authority of \$38.8 million for Capitol renovation – north steps reconstruction and exterior masonry repair.

## **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation with the following adjustments:

1. Delete \$15,470,000 from the ELARF and add \$15,470,000 from the State General Fund. The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Department of Administration in FY 2009 and recommends review of this shift at Omnibus.

## **Senate Subcommittee Recommendation**

The **Subcommittee** recommends the deletion of \$15,470,000 from the Expanded Lottery Act Revenues Fund (ELARF), and the addition of \$15,470,000, from the State General Fund, for capital improvement expenditures recommended by the Governor. In addition, the Senate Subcommittee concurs with the Governor's recommended bonding authority of \$96.0 million for the Docking Building and \$28.8 million for the Capitol.



SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Kansas State Fair

Bill No. SB 655

Bill Sec. 50

Analyst: O'Hara

Analysis Pg. No. Vol. I-68

Capital Budget Page No. 232

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Rehabilitation and Repair	\$ 109,867	\$ 109,867	\$ 109,867	\$ 109,867
Electrical Sub-metering Equipment	25,000	25,000	25,000	25,000
Debt Service Principal	1,120,000	1,120,000	1,120,000	1,120,000
<b>TOTAL</b>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>
<b>Financing:</b>				
State General Fund	\$ 740,000	\$ 740,000	\$ 740,000	\$ 740,000
State Fair Capital Improvements Fund	514,867	514,867	514,867	514,867
<b>TOTAL</b>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>	<u>\$ 1,254,867</u>

FY 2008

Agency Estimate

The agency estimates revised FY 2008 capital improvement expenditures of \$1.3 million, including \$740,000 from the State General Fund and \$514,867 from special revenue funds. The estimate includes \$25,000, all from the State General Fund, for electrical sub-metering equipment to monitor electrical usage at individual buildings on the State Fairgrounds, which was approved by the 2007 Legislature for FY 2008. Also included in the agency's revised estimate is \$109,867, all from special revenue funds, for general rehabilitation and repair, and \$1,120,000, including \$715,000 from the State General Fund, for debt service principal payments.

Governor's Recommendation

The Governor concurs with the agency's revised FY 2008 estimate.

Joint Committee on State Building Construction Recommendation

The Joint Committee concurs with the Governor's FY 2008 recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's FY 2008 recommendation.

### SENATE SUBCOMMITTEE REPORT

#### CAPITAL IMPROVEMENTS

**Agency:** Kansas State Fair

**Bill No.** SB 652

**Bill Sec.** 26

**Analyst:** O'Hara

**Analysis Pg. No.** Vol. I-68

**Capital Budget Page No.** 232

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Rehabilitation and Repair	\$ 112,064	\$ 112,064	\$ 112,064	\$ 112,064
Meteorological Tower	20,000	0	0	0
Debt Service Principal	1,155,000	1,155,000	1,155,000	1,155,000
<b>TOTAL</b>	<u>\$ 1,287,064</u>	<u>\$ 1,267,064</u>	<u>\$ 1,267,064</u>	<u>\$ 1,267,064</u>
<b>Financing:</b>				
State General Fund	\$ 765,000	\$ 0	\$ 745,000	\$ 745,000
Expanded Lottery Act Revenue Fund (ELARF)	0	1,045,000	0	0
State Fair Capital Improvements Fund	522,064	222,064	522,064	522,064
<b>TOTAL</b>	<u>\$ 1,287,064</u>	<u>\$ 1,267,064</u>	<u>\$ 1,267,064</u>	<u>\$ 1,267,064</u>

#### FY 2009

#### Agency Request

The **agency** requests FY 2009 capital improvement expenditures of \$1.3 million, including \$765,000 from the State General Fund and \$522,064 from special revenue funds. The request includes an enhancement request of \$20,000, all from the State General Fund, for a meteorological tower. The agency continues to explore alternative energy options and states a meteorological tower will provide valuable information regarding the feasibility of a wind turbine project. Also included in the agency's request is \$112,064, all from special revenue funds, for rehabilitation and repair, and \$1,155,000, including \$765,000 from the State General Fund, for debt service principal payments.

#### Governor's Recommendation

The **Governor** recommends FY 2009 capital improvement expenditures of \$1.3 million, including \$1.0 million from the Expanded Lottery Act Revenue Fund (ELARF). The recommendation is \$20,000, or 1.6 percent, less than the agency's FY 2009 request, and an increase of \$12,197, or 1.0 percent, above the Governor's FY 2008 recommendation. The Governor does not recommend the enhancement request of \$20,000 for the meteorological tower. The Governor concurs with the agency's request for rehabilitation and repair and for debt service principal; however, the Governor recommends replacing the State General Fund financing and a portion of the special revenue funds financing with funding of \$1,049,000 from the ELARF.

## **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's FY 2009 recommendation, with the following notation and adjustments:

1. The Joint Committee on State Building Construction expresses concern over the use of the Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of \$745,000 in expenditures from the ELARF to the State General Fund for the Kansas State Fair in FY 2009 and recommends review of this shift at Omnibus.
2. Delete \$300,000 from the ELARF and add the same amount from the State Fair Capital Improvements Fund for the Kansas State Fair in FY 2009 and reinstate the authority to transfer up to \$300,000 from the State General Fund to the State Fair Capital Improvements Fund in FY 2009, with review at Omnibus.

## **Senate Subcommittee Recommendation**

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

1. Delete \$300,000 from the ELARF and add the same amount from the State Fair Capital Improvements Fund for the Kansas State Fair in FY 2009 and reinstate the authority to transfer up to \$300,000 from the State General Fund to the State Fair Capital Improvements Fund in FY 2009, with review at Omnibus.
2. The Subcommittee expresses concern over the use of the Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of \$745,000 in expenditures from the ELARF to the State General Fund for the Kansas State Fair in FY 2009 and recommends review of this shift at Omnibus.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Kansas Insurance Department

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** Gorges

**Analysis Pg. No.** Vol. II - 1001

**Capital Budget Page No.** 207

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Rehabilitation and Repair	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000
Debt Service Principal	60,861	60,861	60,861	60,861
<b>TOTAL</b>	<u>\$ 120,861</u>	<u>\$ 120,861</u>	<u>\$ 120,861</u>	<u>\$ 120,861</u>
<b>Financing:</b>				
Insurance Dept. Rehabilitation and Repair Fund	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000
Insurance Dept. Service Regulation Fund	60,861	60,861	60,861	60,861
<b>TOTAL</b>	<u>\$ 120,861</u>	<u>\$ 120,861</u>	<u>\$ 120,861</u>	<u>\$ 120,861</u>

**FY 2008**

**Agency Estimate**

The **agency** estimates current year capital improvement expenditures of \$120,861, all from special revenue funds. The request includes \$60,000 for rehabilitation and repair projects, and \$60,861 for debt service principal payments for the HVAC replacement project.

**Governor's Recommendation**

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

**Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Kansas Insurance Department

**Bill No.** SB 652

**Bill Sec.** 4

**Analyst:** Gorges

**Analysis Pg. No.** Vol. II - 1001

**Capital Budget Page No.** 207

Project	Agency Req. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Rehabilitation and Repair	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000
Debt Service Principal	63,054	63,054	63,054	63,054
<b>TOTAL</b>	<u>\$ 123,054</u>	<u>\$ 123,054</u>	<u>\$ 123,054</u>	<u>\$ 123,054</u>
<b>Financing:</b>				
Insurance Dept. Rehabilitation and Repair Fund	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000
Insurance Dept. Service Regulation Fund	63,054	63,054	63,054	63,054
<b>TOTAL</b>	<u>\$ 123,054</u>	<u>\$ 123,054</u>	<u>\$ 123,054</u>	<u>\$ 123,054</u>

**FY 2009**

**Agency Request**

The **agency** requests budget year capital improvement expenditures of \$123,054, all from special revenue funds. The request includes \$60,000 for rehabilitation and repair projects, and \$63,054 for debt service principal payments for the HVAC replacement project.

**Governor's Recommendation**

The **Governor** concurs with the agency's request.

**Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.



SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Kansas Department of Labor

Bill No. - -

Bill Sec. - -

Analyst: Gorges

Analysis Pg. No. Vol. I - 257

Capital Budget Page No. 269

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Debt Service Principal and Rehabilitation:</b>				
401 Building Principal Payments	\$ 155,000	\$ 155,000	\$ 155,000	\$ 155,000
Eastman Building Principal Payments	68,316	68,316	68,316	68,316
Rehabilitation and Repair	40,000	40,000	40,000	40,000
<b>TOTAL</b>	<u>\$ 263,316</u>	<u>\$ 263,316</u>	<u>\$ 263,316</u>	<u>\$ 263,316</u>
<b>Financing:</b>				
Special Employment Security Fund	\$223,316	\$223,316	\$223,316	\$223,316
Workmen's Compensation Fee Fund	20,000	20,000	20,000	20,000
Employment Security Administration Fund	20,000	20,000	20,000	20,000
<b>TOTAL</b>	<u>\$ 263,316</u>	<u>\$ 263,316</u>	<u>\$ 263,316</u>	<u>\$ 263,316</u>

FY 2008

Agency Estimate

The agency estimates current year capital improvement expenditures of \$263,316, all from special revenue funds. The request includes \$40,000 for rehabilitation and repair projects, and \$223,316 for debt service principal payments. Of the debt principal payments, \$155,000 is attributed to the 401 SW Topeka building remodel while the remainder is attributed to the Department of Administration master lease for the equipment installed as part of the Eastman Building Phase I remodel.

Governor's Recommendation

The Governor concurs with the agency's estimate.

Joint Committee on State Building Construction

The Joint Committee concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

### SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** Kansas Department of Labor

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** Gorges

**Analysis Pg. No. Vol. I - 257 Capital Budget Page No. 269**

Project	Agency Req. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects and Repairs:</b>				
Rehabilitation and Repairs	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000
Eastman Building Call Center	1,615,417	1,615,417	1,615,417	1,615,417
<b>Debt Service Principal Payments:</b>				
401 Building Principal Payments	\$ 160,000	\$ 160,000	\$ 160,000	\$ 160,000
Eastman Building Principal Payments	71,743	71,743	71,743	71,743
<b>TOTAL</b>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>
<b>Financing:</b>				
Special Employment Security Fund	\$ 231,743	\$ 231,743	\$ 231,743	\$ 231,743
Workmen's Compensation Fee Fund	20,000	20,000	20,000	20,000
Employment Security Admin. Fund	1,635,417	1,635,417	1,635,417	1,635,417
<b>TOTAL</b>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>	<u>\$ 1,887,160</u>

#### FY 2009

#### Agency Request

The **agency** requests budget year capital improvement expenditures of \$1,887,160, all from special revenue funds. The request includes \$40,000 for rehabilitation and repair projects, and \$231,743 for debt service principal payments. Of the debt principal payments, \$160,000 is attributed to the 401 SW Topeka building remodel while the remainder is attributed to the Department of Administration master lease for the equipment installed as part of the Eastman Building Phase I remodel.

The agency's request includes \$1,615,417 to move forward with Phase II of the Eastman Building Remodel. Phase II consists of finishing the remaining portion of the sub-level, replacing windows, and re-roofing the building. Phase II will be the final phase of the Eastman Building remodeling effort.

#### Governor's Recommendation

The **Governor** concurs with the agency's request.

**Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Kansas Commission on Veterans' Affairs **Bill No.** - -

**Bill Sec.** - -

**Analyst:** Gorges

**Analysis Pg. No.** Vol. I - 464 **Capital Budget Page No.** 425

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
<b>Veteran Cemeteries - Fort Riley</b>	\$ 5,795,531	\$ 5,795,531	\$ 5,795,531	\$ 5,795,531
<b>Kansas Soldiers' Home</b>				
Rehabilitation and Repair	\$ 329,780	\$ 329,780	\$ 329,780	\$ 329,780
Emergency Rehabilitation	20,000	20,000	20,000	20,000
Backup Generator Grant	1,396,209	1,396,209	1,396,209	1,396,209
Facility Conservation Improvement	609,069	609,069	609,069	609,069
HIPAA Compliant Nursing Station	32,500	32,500	32,500	32,500
<b>Kansas Veterans' Home</b>				
Rehabilitation and Repair	\$ 271,875	\$ 271,875	\$ 271,875	\$ 271,875
Emergency Exit Sidewalks	12,000	12,000	12,000	12,000
Backup Generator Grant	1,446,827	1,446,827	1,446,827	1,446,827
<b>TOTAL</b>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
Federal Funds	8,081,327	8,081,327	8,081,327	8,081,327
All Other Funds	1,832,464	1,832,464	1,832,464	1,832,464
<b>TOTAL</b>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>	<u>\$ 9,913,791</u>

**FY 2008**

**Agency Estimate**

The **agency** estimates current capital improvement expenditures of \$9,913,791. The estimate includes \$8,081,327 from federal funds, and \$1,832,464 from the State Institutions Building Fund (SIBF). The capital improvement estimate is composed of the following:

- **Veteran Cemeteries** - \$5,795,531 from the Veterans Cemeteries Federal Construction Fund to build a new cemetery at Fort Riley. The construction is entirely federally funded, but the state will fund operating costs upon completion. The Fort Riley Cemetery is expected to be completed in FY 2009.
- **Kansas Soldiers' Home** - \$329,780 from SIBF for rehabilitation and repair projects.
- \$2,057,778 to improve facilities at the Soldiers' Home. The Soldiers' Home was

awarded a federal grant in the Fall of 2007 in the amount of \$1,344,925. The remaining \$713,853 would come from SIBF as matching moneys in order to receive the grants.

- **Kansas Veterans' Home** - \$271,875 from SIBF for rehabilitation and repair projects.
- \$1,458,827 to improve facilities at the Veterans' Home. The Veterans' Home was awarded a federal grant in the Fall of 2007 in the amount of \$940,871. The remaining \$517,956 would come from SIBF as matching moneys in order to receive the grants.

### **Governor's Recommendation**

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

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

### **Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.



**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Kansas Commission on Veterans' Affairs      **Bill No.** SB 652      **Bill Sec.** 7

**Analyst:** Gorges      **Analysis Pg. No.** Vol. I - 464      **Capital Budget Page No.** 425

Project	Agency Req. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Veteran Cemeteries - Fort Riley	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
Soldiers' Home - Rehabilitation and Repair	540,380	540,830	540,380	54,380
Veterans' Home - Rehabilitation and Repair	115,531	153,531	153,531	153,531
<b>TOTAL</b>	<u>\$ 1,155,911</u>	<u>\$ 1,193,911</u>	<u>\$ 1,193,911</u>	<u>\$ 1,193,911</u>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
Federal Funds	500,000	500,000	500,000	500,000
All Other Funds	655,911	693,911	693,911	693,911
<b>TOTAL</b>	<u>\$ 1,155,911</u>	<u>\$ 1,193,911</u>	<u>\$ 1,193,911</u>	<u>\$ 1,193,911</u>

**FY 2009**

**Agency Request**

The **agency** requests budget year capital improvement expenditures of \$1,155,911. The request includes \$500,000 in federal funds for the Veteran Cemeteries Program to finish the new cemetery at Fort Riley, while the remaining \$655,911 would fund general rehabilitation and repair for the two homes.

**Governor's Recommendation**

The **Governor** concurs with the agency's request and adds \$38,000 from the State Institutions Building Fund to replace carpet in a domiciliary in the Kansas Veterans' Home.

**Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Juvenile Justice Authority

**Bill No.** SB 655

**Bill Sec.** 42

**Analyst:** Steiner

**Analysis Pg. No.** Vol. II - 1498

**Capital Budget Page No.** 229

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Rehabilitation and Repair Projects	\$ 537,803	\$ 538,213	\$ 538,213	\$ 538,213
Atchison Juvenile Correctional Facility	537,792	537,792	537,792	537,792
Beloit Juvenile Correctional Facility				
Kansas Juvenile Correctional Complex				
Larned Juvenile Correctional Facility				
<i>Subtotal</i>	<i>\$ 1,075,595</i>	<i>\$ 1,076,005</i>	<i>\$ 1,076,005</i>	<i>\$ 1,076,005</i>
Debt Service Principal	<u>1,975,000</u>	<u>1,975,000</u>	<u>1,975,000</u>	<u>1,975,000</u>
<b>TOTAL</b>	<b><u>\$ 3,050,595</u></b>	<b><u>\$ 3,051,005</u></b>	<b><u>\$ 3,051,005</u></b>	<b><u>\$ 3,051,005</u></b>
<b>Financing:</b>				
State Institutions Building Fund	<u>3,050,595</u>	<u>3,051,005</u>	<u>3,051,005</u>	<u>3,051,005</u>
<b>TOTAL</b>	<b><u>\$ 3,050,595</u></b>	<b><u>\$ 3,051,005</u></b>	<b><u>\$ 3,051,005</u></b>	<b><u>\$ 3,051,005</u></b>

**FY 2008**

**Agency Estimate**

The **agency** estimates capital improvements of \$3,050,595. The request is all from the State Institutions Building Fund. The request includes \$537,803 in rehabilitation and repair projects and \$1,975,000 in debt service principal. The request also includes \$537,792 in new construction.

The request includes:

1. **Atchison Juvenile Correctional Facility** - The agency requests \$537,792 from the State Institutions Building Fund to construct a new maintenance and storage building at the Atchison Juvenile Correctional Facility. The current building being used for maintenance was built in 1900 and is in a state of disrepair.

**Governor's Recommendation**

The **Governor** recommends capital improvements of \$3,051,005, an increase of \$410 above the agency's FY 2008 request. The increase is due to a one-time transfer of \$410 from the Larned Juvenile Correctional Complex to the JJA Central Office.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Juvenile Justice Authority

**Bill No.** SB 652

**Bill Sec.** 22

**Analyst:** Steiner

**Analysis Pg. No.** Vol. II - 1498

**Capital Budget Page No.** 229

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Rehabilitation and Repairs Projects	\$ 798,146	\$ 738,146	\$ 738,146	\$ 738,146
Atchison Juvenile Correctional Facility	769,000	87,682	87,682	87,682
Beloit Juvenile Correctional Facility	0	0	0	0
Kansas Juvenile Correctional Complex	470,004	3,213,103	3,213,103	3,213,103
Larned Juvenile Correctional Complex	0	0	0	0
<i>Subtotal</i>	<u>\$ 2,073,150</u>	<u>\$ 4,038,931</u>	<u>\$ 4,038,931</u>	<u>\$ 4,038,931</u>
Debt Service Principal	2,075,000	2,075,000	2,075,000	2,075,000
<b>TOTAL</b>	<u>\$ 4,148,150</u>	<u>\$ 6,113,931</u>	<u>\$ 6,113,931</u>	<u>\$ 6,113,931</u>
<b>Financing:</b>				
State Institutions Building Fund	4,148,150	6,113,931	6,113,931	6,113,931
<b>TOTAL</b>	<u>\$ 4,148,150</u>	<u>\$ 6,113,931</u>	<u>\$ 6,113,931</u>	<u>\$ 6,113,931</u>

**FY 2009**

For FY 2009 **the agency** requests capital improvements of \$4,148,150. The request is all from the State Institutions Building Fund. The request includes \$798,146 in rehabilitation and repair projects, \$2,075,000 in debt service principal and \$1,239,004 in construction.

The request includes:

1. **New Employee Security Station at North Entrance of Main Complex at the Kansas Juvenile Correctional Complex.** The agency requests \$50,000 from the State Institutions Building Fund to construct a new employee security station at the north entrance at the Kansas Juvenile Correctional Complex. Currently, employees can leave and enter the building without having to pass through any kind of security checkpoint. Employees can enter the building with a security badge; however, prohibited items and contraband can enter the complex without being detected under the current security plan.
  
2. **Emergency Power Generator at Atchison Juvenile Correctional Facility.** The agency requests \$681,318, from the State Institutions Building Fund, to install an emergency power generator at Atchison Juvenile Correctional Facility in FY 2009. The facility has experienced numerous power outages in the last few years ranging from a few minutes to several hours. During the outages security and safety functions are unable to operate. An alternate power source is needed to maintain essential services during an emergency and to meet required American Correctional Association Standards.

3. **Raze Arapaho/Cheyenne and Chippewa/Jayhawk Living Units at the Kansas Juvenile Correctional Complex.** The agency requests \$420,004 from the State Institutions Building Fund to raze the Arapaho/Cheyenne and Chippewa/Jayhawk living units at the Kansas Juvenile Correctional Complex. The living units are old and no longer in use. Additionally, their continued presence poses a security and safety hazard to staff and youth.
4. **Raze Maintenance Building at Atchison Juvenile Correctional Facility** - The agency requests \$87,682 from the State Institutions Building Fund to raze an existing maintenance building at Atchison Juvenile Correctional Facility. The maintenance building was built in 1900 and it is currently in a state of disrepair. It shows signs of structural failure and poses a safety risk for staff who work in the building.

### **Governor's Recommendation**

For FY 2009 **the Governor** recommends capital improvements of \$6,113,931. The recommendation is all from the State Institutions Building Fund. The recommendation includes \$738,146 in rehabilitation and repair projects and \$2,075,000 in debt service principal. The recommendation also includes \$3,300,785 in new construction.

The recommendation includes:

1. **Kansas Juvenile Correctional Complex**—The Governor recommends \$420,004 to raze the Arapaho/Cheyenne and Chippewa/Jayhawk living units at the Kansas Juvenile Correctional Complex. The living units are old and no longer in use; additionally, their continued existence poses a potential security and safety hazard to staff and youth at the facility.
2. **Kansas Juvenile Correctional Complex**—The Governor recommends \$2,793,099 to renovate the old Topeka Juvenile Correctional Facility administration building. This renovation will allow JJA to move its Central Office operations from its present location to the Topeka Juvenile Correctional Facility campus. The renovation is projected to begin during FY 2009, with a move-in date in 2010.
3. **Atchison Juvenile Correctional Facility**—The Governor recommends \$87,682 to raze an existing maintenance building at the Atchison Juvenile Correctional Facility. The maintenance building was built in 1900 to house the original coal-fired boiler for heating the facility. The building is in a state of disrepair and shows signs of structural failure.

### **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation.

### **Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

JOINT COMMITTEE ON STATE BUILDING CONSTRUCTION

CAPITAL IMPROVEMENTS

Agency: Department of Commerce

Bill No. SB 655

Bill Sec. 6

Analyst: Holwegner

Analysis Pg. No. Vol. II - 1209

Capital Budget Page No. 87

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Rehabilitation and Repair	\$ 96,000	\$ 96,000	\$ 96,000	\$ 96,000
Topeka Workforce Building Debt Service Principal	70,000	70,000	70,000	70,000
<b>TOTAL</b>	<u>\$ 166,000</u>	<u>\$ 166,000</u>	<u>\$ 166,000</u>	<u>\$ 166,000</u>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	166,000	166,000	166,000	166,000
<b>TOTAL</b>	<u>\$ 166,000</u>	<u>\$ 166,000</u>	<u>\$ 166,000</u>	<u>\$ 166,000</u>

FY 2008

Agency Estimate

The agency estimates FY 2008 capital improvements to be \$166,000 from federal funds. The estimate includes \$96,000 for rehabilitation and repair and \$70,000 for debt service principal payments for the Topeka Workforce Building. The debt service interest (\$66,045) is reported as an operational expense.

Governor's Recommendation

The Governor recommends the agency's request for FY 2008.

Joint Committee on State Building Construction

The Joint Committee concurs with the Governor's recommendation.

Senate Capital Improvements Subcommittee Recommendation

The Subcommittee concurs with the Governor's recommendation.



**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Department of Commerce

**Bill No.** SB 652

**Bill Sec.** 3

**Analyst:** Holwegner

**Analysis Pg. No.** Vol. II - 1209 **Capital Budget Page No.** 87

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Rehabilitation and Repair	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
Topeka Workforce Building Debt Service Principal	70,000	70,000	70,000	70,000
<b>TOTAL</b>	<u>\$ 170,000</u>	<u>\$ 170,000</u>	<u>\$ 170,000</u>	<u>\$ 170,000</u>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	170,000	170,000	170,000	170,000
<b>TOTAL</b>	<u>\$ 170,000</u>	<u>\$ 170,000</u>	<u>\$ 170,000</u>	<u>\$ 170,000</u>

**FY 2009**

**Agency Request**

The **agency** requests FY 2009 capital improvements of \$170,000 from federal funds. The request includes \$100,000 for rehabilitation and repair and \$70,000 for debt service principal payments for the Topeka Workforce Building. The debt service interest (\$63,070) for the Topeka Workforce Building is reported as an operational expense.

**Governor's Recommendation**

The **Governor** recommends the agency's request for FY 2009.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**  
**CAPITAL IMPROVEMENTS**

**Agency:** Judicial Branch

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** Holwegner

**Analysis Pg. No.** Vol. II - 1029

**Capital Budget Page No.** 221

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Space for Court Appeals Judge	\$ 139,984	\$ 139,984	\$ 139,984	\$ 139,984
<b>Financing:</b>				
State General Fund	\$ 139,984	\$ 139,984	\$ 139,984	\$ 139,984
All Other Funds	0	0	0	0
<b>TOTAL</b>	<u>\$ 139,984</u>	<u>\$ 139,984</u>	<u>\$ 139,984</u>	<u>\$ 139,984</u>

**FY 2008**

**Agency Estimate**

The **agency** estimates \$139,984 from the State General Fund to create a judicial suite for the 13<sup>th</sup> judge on the Court of Appeals and 2.0 support staff. The positions were filled in January 2008.

**Governor's Recommendation**

The **Governor** recommends the Judicial Branch's estimate.

**Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Judicial Branch

Bill No. SB 658

Bill Sec. 14

Analyst: Holwegner

Analysis Pg. No. Vol. II - 1029

Capital Budget Page No. 221

<u>Project</u>	<u>Agency Est. FY 2009</u>	<u>Gov. Rec. FY 2009</u>	<u>JCSBC Rec. FY 2009</u>	<u>Senate Subcommittee FY 2009</u>
<b>Projects:</b>				
Space for Court Appeals Judge	\$ 143,483	\$ 143,483	\$ 143,483	\$ 143,483
<b>Financing:</b>				
State General Fund	\$ 143,483	\$ 143,483	\$ 143,483	\$ 143,483
All Other Funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>TOTAL</b>	<u>\$ 143,483</u>	<u>\$ 143,483</u>	<u>\$ 143,483</u>	<u>\$ 143,483</u>

**FY 2009**

**Agency Request**

The **agency** requests \$143,483 from the State General Fund in FY 2009 to create a judicial suite for the 14<sup>th</sup> judge on the Court of Appeals and 2.0 FTE support staff. The positions will be filled in January 2009.

**Governor's Recommendation**

The **Governor** recommends the Judicial Branch's request for FY 2009.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation.

**Senate Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Department of Social and Rehabilitation Services Bill No. - - Bill Sec. - -

Analyst: Deckard Analysis Pg. No. Vol. I - 406 Capital Budget Page No. 365

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Debt Service Principal Payment for state security hospital	\$ 1,765,000	\$ 1,765,000	\$ 1,765,000	\$ 1,765,000
Debt Service Principal Payments for rehabilitation and repair	1,230,000	1,230,000	1,230,000	1,230,000
Rehabilitation and repair at state hospitals	1,414,185	1,414,185	1,414,185	1,414,185
Expansion of Hospital Building at Larned State Hospital	360,000	0	0	0
Osawatomie State Hospital Remodel	2,700,000	2,700,000	2,700,000	2,700,000
Chanute Service Center repairs	200,000	200,000	200,000	200,000
<b>TOTAL</b>	<b>\$ 7,669,185</b>	<b>\$ 7,309,185</b>	<b>\$ 7,309,185</b>	<b>\$ 7,309,185</b>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
State Institutions Building Fund	7,469,185	7,109,185	7,109,185	7,109,185
All Other Funds	200,000	200,000	200,000	200,000
<b>TOTAL</b>	<b>\$ 7,669,185</b>	<b>\$ 7,309,185</b>	<b>\$ 7,309,185</b>	<b>\$ 7,309,185</b>

FY 2008

Agency Estimate

The **agency** estimates \$7.7 million, including \$7.5 million from the State Institutions Building Fund, for FY 2008 capital improvements. This amount includes \$3.0 million for debt service principal payments, \$1.4 million for rehabilitation and repair projects at the state hospitals, and \$200,000 for rehabilitation and repair at the Chanute Service Center. In addition, the agency submitted a supplemental request for \$360,000, all from the State Institutions Building Fund, to expand the Larned State Hospital Adult Treatment Center Building to replace the Hospital Building. The "Hospital" building at Larned State Hospital was, until recently, used to house and treat psychiatric services program patients. The Department of Health and Environment recently determined that the Hospital building, constructed in 1931, is in such poor condition that it requires extensive renovation if it is to be used to house or treat patients. Due to its age and antiquated structural design, it is not cost effective or feasible to rehabilitate the Hospital building for patient treatment. LSH has made adjustments in its Sexual Predator Treatment Program (SPTP) to temporarily free up space for the 19 patients served in the Hospital building. However, these patients cannot indefinitely stay in space that will be needed by the ever growing SPTP. To address this eventuality, this supplemental was requested to plan a building addition to LSH's Adult Treatment Center to house and treat patients displaced from the Hospital building. Construction funds are included as a FY 2009 enhancement request.

### **Governor's Recommendation**

The **Governor** recommends FY 2008 capital improvements of \$7.3 million, including \$7.1 million from the State Institutions Building Fund. The recommendation is a decrease of \$360,000, or 4.7 percent, below the agency's estimate. The Governor does not recommend the agency's supplemental of \$360,000 to plan an addition to the Adult Treatment Center.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

### **Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

### SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

Agency: Department of Social and Rehabilitation Services    **Bill No.** SB 652    **Bill Sec.** 5

**Analyst:** Deckard    **Analysis Pg. No.** Vol. I - 406    **Capital Budget Page No.** 365

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Debt Service Principal Payment for state security hospital	\$ 1,850,000	\$ 1,850,000	\$ 1,850,000	\$ 1,850,000
Debt Service Principal Payments for rehabilitation and repair	1,265,000	1,265,000	1,265,000	1,265,000
Rehabilitation and repair at state hospitals	12,386,880	1,415,500	1,415,500	11,496,500
Expansion of Hospital Building at Larned State Hospital	5,250,000	0	0	0
Chanute Service Center repairs	200,000	200,000	200,000	200,000
<b>TOTAL</b>	<u>\$ 20,951,880</u>	<u>\$ 4,730,500</u>	<u>\$ 4,730,500</u>	<u>\$ 14,811,500</u>
<b>Financing:</b>				
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0
State Institutions Building Fund	20,751,880	4,530,500	4,530,500	14,611,500
All Other Funds	200,000	200,000	200,000	200,000
<b>TOTAL</b>	<u>\$ 20,951,880</u>	<u>\$ 4,730,500</u>	<u>\$ 4,730,500</u>	<u>\$ 14,811,500</u>

#### FY 2009

#### Agency Request

The **agency** requests \$21.0 million, including \$20.8 million from the State Institutions Building Fund, for FY 2009 capital improvements. The agency submitted three enhancement packages which total \$16.2 million, all from the State Institutions Building Fund. The enhancements include:

- \$2.1 million, all from the State Institutions Building Fund, for state Hospitals rehabilitation and repairs. This enhancement request is to provide rehabilitation and repair to the five state hospitals. The five state hospital campuses include 196 buildings containing about 2,078,421 gross square feet of floor area. Many of the buildings and equipment are 50 years old or older. The buildings are deteriorating and the equipment continues to wear out.

In FY 2004, bond funds were provided to catch up the previous rehabilitation and repair backlog at two of the state mental health hospitals. Those projects are nearly complete. The \$1.4 million annually appropriated for on-going maintenance and repair for all five state hospitals is insufficient to keep the state hospitals in a reasonable condition, prevent catastrophic failure of key building systems, and complete the repair and renovation projects required for the health and safety of the residents and patients.

A new backlog of maintenance and repair items is beginning to accumulate. The backlog includes replacing roofs that are 24 years old and older; 30 year old heating, ventilation, and air conditioning units; 50 year old electrical equipment, steam condensate lines, and plumbing; and making critical improvements required to meet present day life safety codes.

- \$8.9 million, all from the State Institutions Building Fund, for state Hospitals major repair and renovation. This enhancement is requested to provide major repair and renovation projects at the five state hospitals. In addition to the routine repair and rehabilitation request, there are major repair and renovation projects that need to be addressed. Each of these major projects is in excess of \$1 million and have historically been approved as additions to routine maintenance and repair projects. These include:
  - Projects that address critical health and safety issues identified by facility surveyors;
  - Replacement of 30-year-old heating, ventilation, and air conditioning units;
  - Replacement of old, deteriorating low pressure steam lines with modern high pressure lines; and
  - Remodeling residential cottages not included in earlier remodeling projects.
  
- \$5.3 million, all from the State Institutions Building Fund, to expand Larned State Hospital Adult Treatment Center Building to replace the Hospital Building. This request is to replace the Hospital building at Larned State Hospital. The Hospital building was, until recently, used to house and treat psychiatric services program patients. The Department of Health and Environment recently determined that the Hospital building, constructed in 1931, is in such poor condition that it requires extensive renovation if it is to be used to house or treat patients. Due to its age and antiquated structural design, it is not cost effective or feasible to rehabilitate the Hospital building for patient treatment. LSH has made adjustments in its SPTP program to temporarily free up space for the 19 patients served in the Hospital building. However, these patients cannot indefinitely stay in space that will be needed by the ever growing SPTP. To address this eventuality, this enhancement is being requested to build an addition to LSH's Adult Treatment Center to house and treat patients displaced from the Hospital building.

### **Governor's Recommendation**

The **Governor** recommends \$4,730,500 for FY 2009 capital improvement expenditures. The recommendation is a decrease of \$2,578,685, or 35.3 percent, below the FY 2008 recommendation. The FY 2009 recommendation is a decrease of \$16,221,380, or 77.4 percent, below the agency's request. The Governor's recommendation does not include any of the agency's enhancement requests.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.



## Senate Subcommittee Recommendation

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

1. Add \$2.1 million, all from the State Institutions Building Fund, to provide additional rehabilitation and repair for the five state hospitals to address the new backlog of maintenance and repair items that is beginning to accumulate. The backlog includes replacing roofs that are 24 years old and older; 30 year old heating, ventilation, and air conditioning units; 50 year old electrical equipment, steam condensate lines, and plumbing; and making critical improvements required to meet present day life safety codes.
2. Add \$8.0 million, all from the State Institutions Building Fund, for major repair and renovation at the state hospitals. Each of these major projects is in excess of \$1.0 million and have historically been approved as additions to routine maintenance and repair projects. These include:
  - a. Projects that address critical health and safety issues identified by facility surveyors;
  - b. Replacement of 30-year-old heating, ventilation, and air conditioning units;
  - c. Replacement of old, deteriorating low pressure steam lines with modern high pressure lines; and
  - d. Remodeling residential cottages not included in earlier remodeling projects.
3. Consider the addition of \$5.3 million, all from the State Institutions Building Fund, to expand the Larned State Hospital Adult Treatment Center Building at Omnibus. The expansion is to replace beds that were previously located at the Hospital building, which due to age and condition of the building, can no longer be used to house patients.

## SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** Adjutant General

**Bill No.** SB 655

**Bill Sec.** 43

**Analyst:** VanHouse/Klaassen

**Analysis Pg. No.** Vol. II - 1595

**Capital Budget Page No.** 1

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Debt Service Principal	\$ 1,145,000	\$ 1,145,000	\$ 1,145,000	\$ 1,145,000
Federal Match - Armories	1,000,000	1,000,000	1,000,000	1,000,000
Fusion Center	1,612,500	1,612,500	1,612,500	1,612,500
Liberal Motor Vehicle Storage Compound	0	0	0	0
Great Plains Training Center	0	0	0	0
<b>TOTAL</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>
<b>Financing:</b>				
State General Fund	\$ 1,145,000	\$ 1,145,000	\$ 1,145,000	\$ 1,145,000
Expanded Lottery Act Revenue Fund	0	0	0	0
Military Fee Fund - Federal	1,000,000	1,000,000	1,000,000	1,000,000
Adjutant General Expense Fund	1,612,500	1,612,500	1,612,500	1,612,500
<b>TOTAL</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>	<b>\$ 3,757,500</b>

#### FY 2008

#### Agency Estimate

The **agency** estimates expenditures of \$3,757,500 for capital improvements in FY 2008. The revised request includes expenditures of \$1,145,000, all from the State General Fund, for debt service principal payments. The revised request also includes \$1,000,000, all from the federal Military Fee Fund, to match funds in the Armory renovation program. Also included in the request is \$1,612,500, all from the Adjutant General Expense Fund, for construction of the Fusion Center.

#### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 capital improvement request.

#### Joint Committee on State Building Construction

The **Joint Committee** concurs with the Governor's recommendation.

#### Senate Capital Improvements Subcommittee Recommendation

The **Subcommittee** concurs with the Governors recommendation.

## SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** Adjutant General

**Bill No.** SB 652

**Bill Sec.** 25

**Analyst:** VanHouse/Klaassen

**Analysis Pg. No.** Vol. II - 1595

**Capital Budget Page No.** 1

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Debt Service Principal	\$ 1,580,000	\$ 1,580,000	\$ 1,580,000	\$ 1,580,000
Federal Match - Armories	1,000,000	1,000,000	1,000,000	1,000,000
Fusion Center	0	0	0	0
Liberal Motor Vehicle Storage Compound	336,753	0	0	0
Great Plains Training Center	4,133,000	4,000,000	4,000,000	4,000,000
<b>TOTAL</b>	<u>\$ 7,049,753</u>	<u>\$ 6,580,000</u>	<u>\$ 6,580,000</u>	<u>\$ 6,580,000</u>
<b>Financing:</b>				
State General Fund	\$ 6,049,753	\$ 345,000	\$ 5,580,000	\$ 5,580,000
Expanded Lottery Act Revenue Fund	0	5,235,000	0	0
Military Fee Fund - Federal	1,000,000	1,000,000	1,000,000	1,000,000
Adjutant General Expense Fund	0	0	0	0
<b>TOTAL</b>	<u>\$ 7,049,753</u>	<u>\$ 6,580,000</u>	<u>\$ 6,580,000</u>	<u>\$ 6,580,000</u>

### FY 2009

### Agency Request

The **agency** requests expenditures of \$7,049,753 for capital improvements. The request includes expenditures of \$1,580,000, all from the State General Fund, for debt service principal payments. The request also includes expenditures of \$1,000,000, all from the federal Military Fee Fund, to match funds in the Armory renovation program. The agency requests \$4,899,078, all from the State General Fund, for capital improvements enhancements. The agency requests \$336,753, all from the State General Fund, to expand the Motor Vehicle Storage Compound at the Liberal Army National Guard Armory. Also requested is \$4,133,000, all from the State General Fund, for a regional training site in conjunction with the newly developed Great Plains Regional Training Center. The final enhancement request is \$182,439, all from the State General Fund, for debt service payments on bonds for the Armories and the Great Plains Regional Training Center. The agency reports that the final debt service schedules received from the Kansas Development Finance Authority for one set of Armory Bonds and the Great Plains Training Center Bonds varied dramatically from the preliminary schedules.

### Governor's Recommendation

The **Governor** recommends expenditures of \$6,580,000 for capital improvements in FY 2009. The recommendation includes expenditures of \$345,000, all from the State General Fund, for debt service principal payments on bonding for the facility located at Pittsburg State University and for the Great Plains Regional Training Center. The Governor recommends funding of \$5,235,000,

all from the Expanded Lottery Act Revenue Fund, including \$1,235,000 for the debt service principal payment on the Armory renovation bonds and \$4,000,000 for the creation of the Great Plains Regional Training Center Site No. 1. The Governor concurs with the agency's request of \$1,000,000, all from the federal Military Fee Fund, for the Armories. The Governor does not recommend the agency's request for funding to expand the Liberal Motor Vehicle Storage Compound.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation with the following adjustment:

1. Delete \$5,235,000 from the Expanded Lottery Act Revenue Fund and replace with \$5,235,000 from the State General Fund for the debt service principal payment on the Armory renovation bonds (\$1,235,000), and for the creation of the Great Plains Regional Training Center Site No. 1 (\$4,000,000). The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Adjutant General in FY 2009 and recommends review of this shift at Omnibus.

### **Senate Subcommittee Recommendation**

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

1. Delete \$5,235,000 from the Expanded Lottery Act Revenue Fund and replace with \$5,235,000 from the State General Fund for the debt service principal payment on the Armory renovation bonds (\$1,235,000), and for the creation of the Great Plains Regional Training Center Site No. 1 (\$4,000,000). The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of expenditures from the ELARF to the State General Fund for the Adjutant General in FY 2009 and recommends review of this shift at Omnibus.

## SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** Kansas Bureau of Investigation

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** VanHouse/Klaassen

**Analysis Pg. No. Vol. II - 1636 Capital Budget Page No. 237**

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Debt Service Principal - Headquarters	\$ 265,000	\$ 265,000	\$ 265,000	\$ 265,000
Headquarters Heating/Cooling	100,000	100,000	100,000	100,000
Topeka Property Acquisition	124,000	124,000	124,000	124,000
IMA Building/Great Bend Laboratory	148,196	148,196	148,196	148,196
Headquarters Ventilation	0	0	0	0
Headquarters Window Caulking	0	0	0	0
Enhancements - Capital Improvements	0	0	0	0
<b>TOTAL</b>	<u>\$ 637,196</u>	<u>\$ 637,196</u>	<u>\$ 637,196</u>	<u>\$ 637,196</u>
<b>Financing:</b>				
State General Fund	\$ 637,196	\$ 637,196	\$ 637,196	\$637,196
Expanded Lottery Act Revenue Fund	0	0	0	0
<b>TOTAL</b>	<u>\$ 637,196</u>	<u>\$ 637,196</u>	<u>\$ 637,196</u>	<u>\$ 637,196</u>

### FY 2008

### Agency Estimate

The **agency** estimates capital improvements expenditures of \$637,196, all from the State General Fund, for FY 2008. The estimate includes \$265,000 for the debt service principal payment on the Headquarters building in Topeka. The building was acquired in 1989 with a 20-year bond issue. The final payment will be made in FY 2010. The estimate includes \$100,000 for an engineering study regarding problems with the heating and cooling systems at the Headquarters building and to fund cooling recommendations in the computer room. The 2007 Legislature approved FY 2008 funding of \$124,000 to begin acquisition of property in the same block as the Headquarters building in Topeka. The FY 2008 estimate also includes a reappropriation of \$148,196 of the remaining money appropriated by the 2006 Legislature to acquire the IMA Building in Topeka and to remodel the second floor of the Great Bend Laboratory.

### Governor's Recommendation

The **Governor** concurs with the agency's FY 2008 request.

### Joint Committee on State Building Construction

The **Joint Committee** concurs with the Governor's recommendation.

## **Senate Capital Improvements Subcommittee Recommendation**

The **Senate Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Kansas Bureau of Investigation **Bill No.** SB 652

**Bill Sec.** 23

**Analyst:** VanHouse/Klaassen **Analysis Pg. No.** Vol. II 1636 **Capital Budget Page No.** 237

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Debt Service Principal - Headquarters	\$ 285,000	\$ 285,000	\$ 285,000	\$ 285,000
Headquarters Heating/Cooling	0	0	0	0
Topeka Property Acquisition	0	0	0	0
IMA Building/Great Bend Laboratory	0	0	0	0
Headquarters Ventilation	35,000	35,000	35,000	35,000
Headquarters Window Caulking	65,000	65,000	65,000	65,000
Enhancements - Capital Improvements	634,540	250,000	250,000	250,000
<b>TOTAL</b>	<b>\$ 1,019,540</b>	<b>\$ 635,000</b>	<b>\$ 635,000</b>	<b>\$ 635,000</b>
<b>Financing:</b>				
State General Fund	\$ 1,019,540	\$ 100,000	\$ 635,000	\$ 635,000
Expanded Lottery Act Revenue Fund	0	535,000	0	0
<b>TOTAL</b>	<b>\$ 1,019,540</b>	<b>\$ 635,000</b>	<b>\$ 635,000</b>	<b>\$ 635,000</b>

**FY 2009**

**Agency Request**

For FY 2009, the **agency** requests capital improvements expenditures of \$1,019,540, all from the State General Fund. The request includes \$285,000 for the debt service principal payment on the Headquarters building in Topeka. The request also includes \$35,000 for a ventilation system in the Headquarters sub-basement. The agency reports that the agency's UPS system is located in the sub-basement with temperatures reaching 100 degrees. Also requested is \$65,000 to clean and caulk all windows in the Headquarters building. The agency requests \$634,540, all from the State General Fund, for enhancements as follows:

- \$255,540 for the development of a KBI Headquarters Complex. The agency's long-term plan is to develop a complex on the block containing the existing headquarters building. The 2006 Legislature approved the purchase of an existing office building on the same block and immediately to the east of headquarters. The 2007 Legislature approved funding to purchase the remaining properties on the block as they become available. For FY 2009, the agency requests \$55,540 to complete the acquisition of all remaining properties on the block. Also requested is \$50,000 to develop a site master plan for the property and \$150,000 for a needs assessment for the construction of a new forensic laboratory.
- \$142,500 for the Kansas City Laboratory Evidence Control Center. This funding is requested to construct a 500 square feet addition to the existing Evidence Control Center at the Kansas City, Kansas Laboratory. The agency reports an



over 300 percent increase in the number of submissions to the Kansas City Laboratory since 2005, and does not have adequate storage space in the existing 152 square foot evidence room.

- \$100,000 for Headquarters Generator Replacement. This funding is requested to replace the backup generator at the Topeka Headquarters building. The agency reports that the current generator is 25 years old and that due to increasing the amount of equipment requiring backup power, the current generator would take a heavy toll if required to provide backup electric power for an extended period of time.
- \$136,500 for Repairs at the Great Bend Laboratory. The agency requests this funding to make the following repairs or replacements at the Great Bend Laboratory: repair glass dome over conference room; replace humidifiers on office wing; carpet replacement; repair damaged walls; install security video system; drain flume; and replace east wing air conditioner condenser.

### **Governor's Recommendation**

The **Governor** recommends capital improvements expenditures of \$635,000, including \$100,000 from the State General Fund and \$535,000 from the Expanded Lottery Act Revenue Fund, in FY 2009. The Governor concurs with the agency's request of \$100,000, all from the State General Fund, for a ventilation system in the Headquarters sub-basement and to clean and caulk all windows in the Headquarters building. The Governor recommends that the \$285,000 debt service payment for the Headquarters building in Topeka be financed through the Expanded Lottery Act Revenue Fund. In addition, the Governor recommends enhancements of \$250,000, all from the Expanded Lottery Act Revenue Fund, as follows:

- \$50,000 to complete the buyout and demolition of property in the same block as the Headquarters building;
- \$50,000 for a site master plan to define space utilization, general appearance, traffic flow, utilities, code compliance, and phasing of the KBI Complex; and
- \$150,000 for a needs assessment for a new forensic science laboratory.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation with the following adjustment:

1. Delete \$535,000 from the Expanded Lottery Act Revenue Fund and replace with \$535,000 from the State General Fund for the debt service payment for the headquarters (\$285,000), the buyout and demolition of property near the headquarters (\$50,000), the creation of a site master plan for the KBI complex (\$50,000), and the needs assessment for a new forensic science laboratory (\$150,000). The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Kansas Bureau of Investigation in FY 2009 and recommends review of this shift at Omnibus.

### **Senate Subcommittee Recommendation**

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

1. Delete \$535,000 from the Expanded Lottery Act Revenue Fund and replace with \$535,000 from the State General Fund for the debt service payment for the headquarters (\$285,000), the buyout and demolition of property near the headquarters (\$50,000), the creation of a site master plan for the KBI complex (\$50,000), and the needs assessment for a new forensic science laboratory (\$150,000). The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of expenditures from the ELARF to the State General Fund for the Kansas Bureau of Investigation in FY 2009 and recommends review of this shift at Omnibus.

### SENATE SUBCOMMITTEE REPORT

#### CAPITAL IMPROVEMENTS

**Agency:** Kansas Highway Patrol **Bill No. - -**

**Bill Sec. - -**

**Analyst:** VanHouse/Klaassen **Analysis Pg. No.** Vol. II - 1666 **Capital Budget Page No.** 187

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Debt Service Principal	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000
Rehabilitation/Repair/Scale Replacement	256,083	256,083	256,083	256,083
Training Academy Roof Replacement	0	0	0	0
<b>TOTAL</b>	<u>\$ 991,083</u>	<u>\$ 991,083</u>	<u>\$ 991,083</u>	<u>\$ 991,083</u>
<b>Financing:</b>				
Kansas Highway Patrol Operations Fund	\$ 426,083	\$ 426,083	\$ 426,083	\$ 426,083
Vehicle Identification Number Fee Fund	45,000	45,000	45,000	45,000
Highway Patrol Training Center Fund	520,000	520,000	520,000	520,000
<b>TOTAL</b>	<u>\$ 991,083</u>	<u>\$ 991,083</u>	<u>\$ 991,083</u>	<u>\$ 991,083</u>

#### FY 2008

#### Agency Estimate

The **agency** estimates capital improvement expenditures of \$991,083, all from special revenue funds, in FY 2008. Included in the request is debt service principal payments of \$735,000 for the Kansas Highway Patrol Training Academy, the Fleet Center, and the Vehicle Identification Number Facility in Olathe. The final debt service payment for the Training Academy is scheduled to occur in FY 2008. The capital improvements budget also includes expenditures of \$256,083 for rehabilitation, repair, and scale replacement.

#### Governor's Recommendation

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

#### Joint Committee on State Building Construction

The **Joint Committee** concurs with the Governor's recommendation.

#### Senate Capital Improvements Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

## SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** Kansas Highway Patrol

**Bill No.** SB 652

**Bill Sec.** 34

**Analyst:** VanHouse/Klaassen

**Analysis Pg. No.** Vol. II - 1666 **Capital Budget Page No.** 187

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Debt Service Principal	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000
Rehabilitation/Repair/Scale Replacement	262,000	262,000	262,000	262,000
Training Academy Roof Replacement	845,199	845,199	845,199	845,199
<b>TOTAL</b>	<u>\$ 1,382,199</u>	<u>\$ 1,382,199</u>	<u>\$1,382,199</u>	<u>\$ 1,382,199</u>
<b>Financing:</b>				
Kansas Highway Patrol Operations Fund	\$ 442,000	\$ 442,000	\$ 442,000	\$ 442,000
Vehicle Identification Number Fee Fund	45,000	45,000	45,000	45,000
Highway Patrol Training Center Fund	895,199	895,199	895,199	895,199
<b>TOTAL</b>	<u>\$ 1,382,199</u>	<u>\$ 1,382,199</u>	<u>\$ 1,382,199</u>	<u>\$ 1,382,199</u>

#### FY 2009

#### Agency Request

The **agency** requests capital improvement expenditures of \$1,382,199, all from special revenue funds, in FY 2009. The request includes debt service principal payments on the Fleet Center and the Vehicle Identification Number Facility in Olathe. The request include rehabilitation, repair, and scale replacement totaling \$262,000, and an enhancement totaling \$845,199 for roof replacement on the Administration Building at the Kansas Highway Patrol Training Academy in Salina.

#### Governor's Recommendation

The **Governor** concurs with the agency's request.

#### Joint Committee on State Building Construction

The **Joint Committee** concurs with the Governor's recommendation.

#### Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Kansas State Historical Society Bill No. - -

Bill Sec. - -

Analyst: Klaassen Analysis Pg. No. Vol. I - 773

Capital Budget Page No. 226

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Emergency Repairs	\$ 212,035	\$ 212,035	\$ 212,035	\$ 212,035
Kansas Museum of History HVAC repairs	30,000	30,000	30,000	30,000
Marais des Cynges Hadsell House repairs	71,283	71,283	71,283	71,283
Native American Heritage Museum building repairs	8,864	8,864	8,864	8,864
First Territorial Capitol exterior building repairs	12,700	12,700	12,700	12,700
Mine Creek visitor center repairs	14,285	14,285	14,285	14,285
*Site Rehabilitation and Repair	353,546	195,413	195,413	195,413
*Fort Hays guardhouse exhibits	0	0	0	0
<b>Capital Improvements:</b>	<b>\$ 702,713</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>
<b>Project Enhancement Requests:</b>				
Collection Shelving	\$ 0	\$ 0	\$ 0	\$ 0
Goodnow House structural stabilization	0	0	0	0
Goodnow House interior finishes restoration	0	0	0	0
Kansas Museum of History steam humidification system replacement	0	0	0	0
Grinter Place exhibits	0	0	0	0
Pawnee Rock monument repairs	0	0	0	0
<b>Total Enhancement Requests:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL</b>	<b>\$ 702,713</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>
<b>Financing:</b>				
State General Fund	\$ 349,167	\$ 349,167	\$ 349,167	\$ 349,167
Expanded Lottery Act Revenue Fund (ELARF)	0	0	0	0
All Other Funds	353,546	195,413	195,413	195,413
<b>TOTAL</b>	<b>\$ 702,713</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>	<b>\$ 544,580</b>

\* Special revenue funded projects

FY 2008

Agency Estimate

The agency estimates \$702,713, including \$349,167 from the State General Fund, for capital improvements in FY 2008. This includes a supplemental request for \$20,413, all from special revenue funds, for the structural stabilization of the Goodnow House in Manhattan.

### **Governor's Recommendation**

The **Governor** recommends \$544,580, including \$349,167 from the State General Fund, for capital improvements in FY 2008. The Governor recommends the agency's supplemental request for special revenue funding for the structural stabilization of the Goodnow House in Manhattan. The difference of \$158,133, all from special revenue funds, is due to an inadvertent inclusion of expenditures.

### **Joint Committee on State Building Construction**

The **Joint Committee** concurs with the Governor's recommendation.

### **Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** Kansas State Historical Society **Bill No.** SB 652

**Bill Sec.** 10

**Analyst:** Klaassen

**Analysis Pg. No.** Vol. I - 773

**Capital Budget Page No.** 226

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Emergency Repairs	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000
Kansas Museum of History HVAC repairs	0	0	0	0
Marais des Cynges Hadsell House repairs	0	0	0	0
Native American Heritage Museum building repairs	0	0	0	0
First Territorial Capitol exterior building repairs	0	0	0	0
Mine Creek visitor center repairs	0	0	0	0
Site Rehabilitation and Repair	0	173,225	173,225	0
*Fort Hays guardhouse exhibits	200,000	200,000	200,000	200,000
<b>Capital Improvements:</b>	<u>\$ 325,000</u>	<u>\$ 498,225</u>	<u>\$ 498,225</u>	<u>\$ 325,000</u>
<b>Project Enhancement Requests:</b>				
Collection Shelving	\$ 0	\$ 172,000	\$ 172,000	\$ 0
Goodnow House structural stabilization	93,275	93,275	93,275	0
Goodnow House interior finishes restoration	61,500	61,500	61,500	0
Kansas Museum of History steam humidification system replacement	238,185	0	0	0
Grinter Place exhibits	76,875	0	0	0
Pawnee Rock monument repairs	20,500	0	0	0
<b>Total Enhancement Requests:</b>	<u>\$ 490,335</u>	<u>\$ 326,775</u>	<u>\$ 326,775</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u>\$ 815,335</u>	<u>\$ 825,000</u>	<u>\$ 825,000</u>	<u>\$ 325,000</u>
<b>Financing:</b>				
State General Fund	\$ 615,335	\$ 125,000	\$ 625,000	\$ 125,000
Expanded Lottery Act Revenue Fund (ELARF)	0	500,000	0	0
All Other Funds	200,000	200,000	200,000	200,000
<b>TOTAL</b>	<u>\$ 815,335</u>	<u>\$ 825,000</u>	<u>\$ 825,000</u>	<u>\$ 325,000</u>

\* Special revenue funded projects



## Agency Request

The **agency** requests \$815,335, including \$615,335 from the State General Fund, for capital improvements in FY 2009. This includes enhancements totaling \$490,335, all from the State General Fund, for FY 2009.

- \$615,335 from the State General Fund. The agency requests \$125,000 in State General Funds for emergency repairs, and maintenance. The remainder of the agency's State General Fund request for projects includes: \$238,185 for Museum maintenance and repair, and \$252,150 for historic sites preservation and development.
- \$200,000 in all other funds. The agency's request includes \$200,000 from special revenue funds for capital improvements to the Fort Hays guardhouse exhibits.

## Governor's Recommendation

The **Governor** recommends \$825,000, including \$125,000 from the State General Fund, for capital improvements in FY 2009. The Governor's recommendation includes \$125,000 from the State General Fund for emergency repairs. The Governor concurs with the agency's request for \$200,000, all from special revenue funds, for the Fort Hays Guard House improvements. The Governor's recommendation includes \$500,000 from the Expanded Lottery Act Revenue Fund for the following capital improvements enhancements:

- \$172,000 for collection shelving;
- \$154,775 for Goodnow House rehabilitation and repair; and
- \$173,225 for historic sites rehabilitation and repair.

## Joint Committee on State Building Construction

The **Joint Committee** concurs with the Governor's recommendation with the following adjustment:

1. Delete \$500,000 from the Expanded Lottery Act Revenue Fund and replace with \$500,000 from the State General Fund for collection shelving (\$172,000), Goodnow House rehabilitation and repair (\$154,775), and historic sites rehabilitation and repair (\$173,225). The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Kansas State Historical Society in FY 2009 and recommends review of this shift at Omnibus.

## Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation with the following adjustments and comments:

1. Delete \$500,000 from the Expanded Lottery Act Revenue Fund and replace with \$500,000 from the State General Fund for collection shelving (\$172,000), Goodnow House rehabilitation and repair (\$154,775), and historic sites rehabilitation and repair (\$173,225). The Subcommittee expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Subcommittee recommends the shift of expenditures from the ELARF to the State General Fund for the Kansas State Historical Society in FY 2009 and recommends review of this shift at Omnibus.
2. Delete \$500,000, all from the State General Fund, for collection shelving (\$172,000), Goodnow House rehabilitation and repair (\$154,775), and historic sites rehabilitation and repair (\$173,225), and review these items at Omnibus.
3. The Subcommittee requests that the agency report back with a list of properties owned by the state, ordered as to their possibility of being sold.

## SENATE SUBCOMMITTEE REPORT

### CAPITAL IMPROVEMENTS

**Agency:** School for the Blind

**Bill No. - -**

**Bill Sec. - -**

**Analyst:** Scott      **Analysis Pg. No.** Vol. I - 811

**Capital Budget Page No.** 215

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Install Underground Drain	\$ 37,515	\$ 37,515	\$ 37,515	\$ 37,515
Reroof Brighton Building	83,263	83,263	83,263	83,263
Proximity Card Access System	0	0	0	0
<b>Rehabilitation and Repair</b>	71,544	71,544	71,544	71,544
Debt Service Principal - Facilities Conservation Improvement Program	26,494	26,494	26,494	26,494
<b>TOTAL</b>	<u>\$ 218,816</u>	<u>\$ 218,816</u>	<u>\$ 218,816</u>	<u>\$ 218,816</u>
<b>Financing:</b>				
State General Fund	\$ 26,494	\$ 26,494	\$ 26,494	\$ 26,494
State Institutions Building Fund	192,322	192,322	192,322	192,322
<b>TOTAL</b>	<u>\$ 218,816</u>	<u>\$ 218,816</u>	<u>\$ 218,816</u>	<u>\$ 218,816</u>

### FY 2008

#### Agency Estimate

The **agency** estimates FY 2008 capital improvement expenditures of \$218,816, an increase of \$38,236, or 21.2 percent, above the approved amount of \$180,580. The increase is the result of a State Institutions Building Fund reappropriation of:

- \$37,515 for the underground drain installation project; and
- \$721 for rehabilitation and repair.

#### Governor's Recommendation

The **Governor** concurs with the agency's revised FY 2008 estimate.

#### Joint Committee on State Building Construction Recommendation

The **Joint Committee** concurs with the Governor's recommendation for FY 2008.

**Senate Capital Improvements Subcommittee**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** School for the Blind

**Bill No.** SB 652

**Bill Sec.** 8

**Analyst:** Scott

**Analysis Pg. No.** Vol. I - 811

**Capital Budget Page No.** 215

Project	Agency Req. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Install Underground Drain	\$ 0	\$ 0	\$ 0	\$ 0
Reroof Brighton Building	0	0	0	0
Proximity Card Access System	210,472	210,472	210,472	210,472
<b>Rehabilitation and Repair</b>	74,360	74,360	74,360	74,360
Debt Service Principal - Facilities Conservation Improvement Program	27,770	27,770	27,770	27,770
<b>TOTAL</b>	<u>\$ 312,602</u>	<u>\$ 312,602</u>	<u>\$ 312,602</u>	<u>\$ 312,602</u>
<b>Financing:</b>				
State General Fund	\$ 27,770	\$ 27,770	\$ 27,770	\$ 27,770
State Institutions Building Fund	284,832	284,832	284,832	284,832
<b>TOTAL</b>	<u>\$ 312,602</u>	<u>\$ 312,602</u>	<u>\$ 312,602</u>	<u>\$ 312,602</u>

**FY 2009**

**Agency Request**

The **agency** requests FY 2009 capital improvement expenditures of \$312,602. This request includes:

- \$210,472, all from the State Institutions Building Fund, for a proximity card access system;
- \$74,360, all from the State Institutions Building Fund, for rehabilitation and repair; and
- \$27,770, all from the State General Fund, for the debt service principal.

**Governor's Recommendation**

The **Governor** concurs with the agency's FY 2009 request.

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation for FY 2009.

**Senate Capital Improvements Subcommittee**

The **Subcommittee** concurs with the Governor's recommendation for FY 2009.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: School for the Deaf

Bill No. --

Bill Sec. - -

Analyst: Scott

Analysis Pg. No. Vol. I - 833

Capital Budget Page No. 215

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
Tuckpoint and Seal Roth Building	\$ 8,090	\$ 8,090	\$ 8,090	\$ 8,090
Roth Administration Window Replacement	125,000	125,000	125,000	125,000
Roth Administration Fire and Safety Code Compliance	0	0	0	0
Roth Dorm Renovation:				
East Wing Renovation	623	623	623	623
Architect Fees	0	0	0	0
Electrical Utility Distribution Upgrades	0	0	0	0
Removal of Asbestos and Lead Paint	0	0	0	0
<b>Rehabilitation and Repair</b>	190,000	190,000	190,000	190,000
Debt Service Principal - Facilities Conservation Improvement Program	56,464	56,464	56,464	56,464
<b>TOTAL</b>	<u>\$ 380,177</u>	<u>\$ 380,177</u>	<u>\$ 380,177</u>	<u>\$ 380,177</u>

**Financing:**

State General Fund	\$ 56,464	\$ 56,464	\$ 56,464	\$ 56,464
State Institutions Building Fund	323,713	323,713	323,713	323,713
Other Funds	0	0	0	0
<b>TOTAL</b>	<u>\$ 380,177</u>	<u>\$ 380,177</u>	<u>\$ 380,177</u>	<u>\$ 380,177</u>

**FY 2008**

**Agency Estimate**

The **agency** estimates FY 2008 capital improvement expenditures of \$380,177, an increase of \$8,713, or 2.3 percent, above the approved amount of \$371,464. The increase is the result of a State Institutions Building Fund (SIBF) reappropriation of:

- \$8,090 to tuckpoint and seal the Roth Building; and
- \$623 for the east wing of the Roth Dorm renovation project.



**Governor's Recommendation**

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

**Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation for FY 2008.

**Senate Capital Improvements Subcommittee**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008.

**SENATE SUBCOMMITTEE REPORT**

**CAPITAL IMPROVEMENTS**

**Agency:** School for the Deaf

**Bill No.** SB 652

**Bill Sec.** 9

**Analyst:** Scott

**Analysis Pg. No.** Vol. I - 833

**Capital Budget Page No.** 215

Project	Agency Req. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
Tuckpoint and Seal Roth Building	\$ 0	\$ 0	\$ 0	\$ 0
Roth Administration Window Replacement	0	0	0	0
Roth Administration Fire and Safety Code Compliance	162,000	162,000	162,000	162,000
Roth Dorm Renovation:				
East Wing Renovation	0	0	0	0
Architect Fees	224,162	0	0	0
Electrical Utility Distribution Upgrades	242,000	0	0	0
Removal of Asbestos and Lead Paint	208,625	0	0	0
<b>Rehabilitation and Repair</b>	195,000	195,000	195,000	195,000
Debt Service Principal - Facilities Conservation Improvement Program	58,826	58,826	58,826	58,826
<b>TOTAL</b>	<u>\$ 1,090,613</u>	<u>\$ 415,826</u>	<u>\$ 415,826</u>	<u>\$ 415,826</u>
<b>Financing:</b>				
State General Fund	\$ 58,826	\$ 58,826	\$ 58,826	\$ 58,826
State Institutions Building Fund	1,031,787	357,000	357,000	357,000
Other Funds	0	0	0	0
<b>TOTAL</b>	<u>\$ 1,090,613</u>	<u>\$ 415,826</u>	<u>\$ 415,826</u>	<u>\$ 415,826</u>

**FY 2009**

**Agency Request**

The **agency** requests FY 2009 capital improvement expenditures of \$1,090,613. This request includes:

- An enhancement request of \$162,000, all from the SIBF, for fire and safety code compliance in the Roth Administration building;
- An enhancement request of \$224,162, all from the SIBF, for architect fees for the remodeling of the west wing of the Roth dormitory;
- An enhancement request of \$242,000, all from the SIBF, to upgrade the electrical distribution system;

- An enhancement request of \$208,625, all from the SIBF, to remove asbestos and lead paint;
- \$195,000, all from the SIBF, for rehabilitation and repair, including:
  - An enhancement request of \$5,000, all from the SIBF, for additional rehabilitation and repair. **Without the enhancement**, the agency's rehabilitation and repair request totals \$190,000.
- \$58,826, all from the State General Fund, for the debt service principal.

### **Governor's Recommendation**

The **Governor** recommends total capital improvement expenditures of \$415,826, including \$58,826 from the State General Fund, for FY 2009. The Governor does not recommend the enhancements for architect fees for the remodeling of the west wing of Roth dormitory, to upgrade the electrical distribution system, or to remove asbestos and lead paint. The Governor concurs with the remainder of the agency's FY 2009 request.

### **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation for FY 2009.

### **Senate Capital Improvements Subcommittee Recommendation**

The **Subcommittee** concurs with the Governor's recommendation for FY 2009.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Postsecondary Education Systemwide Bill No. SB 655 Bill Sec. Various

Analyst: Dunkel Analysis Pg. No. Various Capital Budget Page No. 215

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Projects:</b>				
<b>Board of Regents</b>				
Research Bond Debt Service	\$4,025,000	\$4,025,000	\$4,025,000	\$4,025,000
Crumbling Classrooms Debt Service	12,045,000	12,045,000	12,045,000	12,045,000
<b>Subtotal</b>	<b>\$16,070,000</b>	<b>\$16,070,000</b>	<b>\$16,070,000</b>	<b>\$16,070,000</b>
<b>University of Kansas</b>				
Rehabilitation and Repair	\$ 12,469,831	\$ 12,469,831	\$ 12,469,831	\$ 12,469,831
School of Pharmacy Expansion	0	0	0	0
Child Care Facility	727,000	727,000	727,000	727,000
Parking Improvements	600,000	600,000	600,000	600,000
Scholarship Hall #4	3,582,000	3,582,000	3,582,000	3,582,000
Student Housing	668,000	668,000	668,000	668,000
Multi cultural Resource Center	5,000,000	5,000,000	5,000,000	5,000,000
Wescoe Hall Offices and Classrooms	43,633	43,633	43,633	43,633
Storm Damage Repair	35,546	35,546	35,546	35,546
Deferred Maintenance Projects	9,951,000	9,951,000	9,951,000	9,951,000
Debt Service Principal	4,171,396	4,171,396	4,171,396	4,171,396
<b>Subtotal</b>	<b>\$ 37,248,406</b>	<b>\$ 37,248,406</b>	<b>\$ 37,248,406</b>	<b>\$ 37,248,406</b>
<b>University of Kansas Medical Center</b>				
Rehab and Repair	\$ 1,873,870	\$ 1,873,870	\$ 1,873,870	\$ 1,873,870
Parking Maintenance	0	0	0	0
Lied Bio-Medical Building	0	0	0	0
Deferred Maintenance	3,634,500	3,634,500	3,634,500	3,634,500
Debt Service - Principal	850,000	850,000	850,000	850,000
<b>Subtotal</b>	<b>\$ 6,358,370</b>	<b>\$ 6,358,370</b>	<b>\$ 6,358,370</b>	<b>\$ 6,358,370</b>
<b>Kansas State University</b>				
Rehabilitation and Repair	\$ 4,996,803	\$ 4,996,803	\$ 4,996,803	\$ 4,996,803
Lease-Purchase of Aeronautical Center	189,446	189,446	189,446	189,446
K-State Union Sprinkler System	1,000,000	1,000,000	1,000,000	1,000,000
Konza Barn Renovation	710,000	710,000	710,000	710,000
Aircraft Runway Improvements at Salina	2,000,000	2,000,000	2,000,000	2,000,000
Parking Lot Improvements	800,000	800,000	800,000	800,000
Deferred Maintenance Projects	11,366,500	11,366,500	11,366,500	11,366,500
Debt Service Principal	4,257,092	4,257,092	4,257,092	4,257,092
<b>Subtotal</b>	<b>\$ 25,319,841</b>	<b>\$ 25,319,841</b>	<b>\$ 25,319,841</b>	<b>\$ 2,531,984</b>
<b>Kansas State University - Vet Med</b>				
Deferred Maintenance	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000

Project	Agency Est. FY 2008	Gov. Rec. FY 2008	JCSBC Rec. FY 2008	Senate Subcommittee FY 2008
<b>Kansas State University - ESARP</b>				
Deferred Maintenance	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Debt Service Principal	1,350,000	1,350,000	1,350,000	1,350,000
<b>Subtotal</b>	<b>\$ 2,350,000</b>	<b>\$ 2,350,000</b>	<b>\$ 2,350,000</b>	<b>\$ 2,350,000</b>
<b>Wichita State University</b>				
Rehabilitation and Repair	\$ 1,733,189	\$ 1,733,189	\$ 1,733,189	\$ 1,733,189
Deferred Maintenance Projects	3,954,000	3,954,000	3,954,000	3,954,000
Debt Service Principal	2,684,638	2,684,638	2,684,638	2,684,638
<b>Subtotal</b>	<b>\$ 8,371,827</b>	<b>\$ 8,371,827</b>	<b>\$ 8,371,827</b>	<b>\$ 8,371,827</b>
<b>Emporia State University</b>				
Deferred Maintenance Projects	\$ 2,461,000	\$ 2,461,000	\$ 2,461,000	\$ 2,461,000
Parking Maintenance	90,000	90,000	90,000	90,000
Rehabilitation and Repair	2,080,079	2,080,079	2,080,079	2,080,079
Debt Service Principal	631,000	631,000	631,000	631,000
<b>Subtotal</b>	<b>\$ 5,262,079</b>	<b>\$ 5,262,079</b>	<b>\$ 5,262,079</b>	<b>\$ 5,262,079</b>
<b>Fort Hays State University</b>				
Parking Improvements	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Rehabilitation and Repair	1,253,761	1,253,761	1,253,761	1,253,761
Deferred Maintenance Projects	2,668,000	2,668,000	2,668,000	2,668,000
Debt Service Principal	679,671	679,671	679,671	679,671
<b>Subtotal</b>	<b>\$ 4,851,432</b>	<b>\$ 4,851,432</b>	<b>\$ 4,851,432</b>	<b>\$ 4,851,432</b>
<b>Pittsburg State University</b>				
Parking Maintenance Improvements	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000
Jack H. Overman Student Center Improvements	250,000	250,000	250,000	250,000
Student Health Center Improvements	20,000	20,000	20,000	20,000
Housing System Maintenance and Improvements	750,000	750,000	750,000	750,000
Rehabilitation and Repair	2,178,566	2,178,566	2,178,566	2,178,566
New Student Health Center	1,562,500	1,562,500	1,562,500	0
Infrastructure Maintenance Program Projects	2,820,000	2,820,000	2,820,000	2,820,000
Debt Service Principal	1,054,754	1,054,754	1,054,754	1,054,754
<b>Subtotal</b>	<b>\$ 8,935,820</b>	<b>\$ 8,935,820</b>	<b>\$ 8,935,820</b>	<b>\$ 7,373,320</b>
<b>TOTAL</b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 113,405,275</u></b>
<b>Financing:</b>				
State General Fund	\$ 2,823,232	\$ 2,823,232	\$ 2,823,232	\$ 2,823,232
General Fees Fund	2,369,768	2,369,768	2,369,768	2,369,768
Expanded Lottery Act Revenue Fund	0	0	0	0
Deferred Maintenance Support Fund	8,055,000	8,055,000	8,055,000	8,055,000
Infrastructure Maintenance Fund	30,000,000	30,000,000	30,000,000	30,000,000
Educational Building Fund	37,612,736	37,612,736	37,612,736	37,612,736
All Other Funds	34,107,039	34,107,039	34,107,039	32,544,539
<b>TOTAL</b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 114,967,775</u></b>	<b><u>\$ 113,405,275</u></b>

## **Agency Estimate**

The **Postsecondary Education Systemwide** estimate for FY 2008 capital improvements expenditures is \$115.0 million, including \$2.8 million from the State General Fund. The estimate includes deferred maintenance expenditures of \$38.1 million.

## **Governor's Recommendation**

The **Governor** concurs with the Postsecondary Education Systemwide estimate for FY 2008.

## **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation for FY 2008.

## **Senate Capital Improvements Subcommittee**

The **Subcommittee** concurs with the Governor's recommendation for FY 2008 with the following adjustment:

1. **Pittsburg State University.** Delete \$1,562,500, all from special revenue funds for the new student health center project and add bonding authority for the project totaling \$3,750,000 in FY 2009.

SENATE SUBCOMMITTEE REPORT

CAPITAL IMPROVEMENTS

Agency: Postsecondary Education Systemwide Bill No. SB 652 Bill Sec. Various

Analyst: Dunkel Analysis Pg. No. Various Capital Budget Page No. 215

Project	Agency Est. FY 2009	Gov. Rec. FY 2009	JCSBC Rec. FY 2009	Senate Subcommittee FY 2009
<b>Projects:</b>				
<b>Board of Regents</b>				
Rehabilitation and Repair	\$ 43,000,000	\$ 30,000,000	\$ 30,000,000	\$ 15,000,000
Deferred Maintenance	76,393,000	20,000,000	20,000,000	20,000,000
Research Bond Debt Service	4,765,000	4,765,000	4,765,000	4,765,000
Crumbling Classrooms Debt Service	12,665,000	12,665,000	12,665,000	12,665,000
<b>Subtotal</b>	<b>\$ 136,823,000</b>	<b>\$ 67,430,000</b>	<b>\$ 67,430,000</b>	<b>\$ 52,430,000</b>
<b>University of Kansas</b>				
Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
School of Pharmacy Expansion	0	1,000,000	1,000,000	1,000,000
School of Pharmacy Bonding Authority	0	0	0	0
Child Care Facility	0	0	0	0
Parking Improvements	800,000	800,000	800,000	800,000
Scholarship Hall #4	0	0	0	0
Student Housing	700,000	700,000	700,000	700,000
Multicultural Resource Center	0	0	0	0
Wescoe Hall Offices and Classrooms	0	0	0	0
Storm Damage Repair	0	0	0	0
Deferred Maintenance Projects	1,391,000	1,391,000	1,391,000	1,391,000
Debt Service Principal	4,279,982	4,279,982	4,279,982	4,279,982
Jayhawk Towers, Tower A Renovation Bonding Authority	0	0	0	0
Classroom/Shop Facility on the West Campus for the School Architectures	0	0	7,078,000	7,078,000
Renovation of Smissman Hall	0	0	2,338,000	2,338,000
Raze Building #342 and garage at the Sunflower Research Farm in Johnson County	0	0	20,000	20,000
Raze Building #47, the old Multicultural Resource Center	0	0	20,000	20,000
Improvements to Allen Fieldhouse	0	0	15,000,000	15,000,000
Structural Biology Center - Phase Four	0	0	5,000,000	5,000,000
Gertrude Sellards Pearson Renovation Bonding Authority	0	0	0	0
<b>Subtotal</b>	<b>\$ 7,170,982</b>	<b>\$ 8,170,982</b>	<b>\$ 37,626,982</b>	<b>\$ 37,626,982</b>
<b>University of Kansas Medical Center</b>				
Rehab and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Parking Maintenance	600,000	600,000	600,000	600,000
Lied Bio-Medical Building	2,100,000	2,100,000	2,100,000	2,100,000
Deferred Maintenance	360,000	360,000	360,000	360,000
Debt Service - Principal	895,000	895,000	895,000	895,000



Applegate Energy Center Infrastructure and Utility Distribution Project	0	0	0	0
Breidenthal Research Building Renovation	<u>0</u>	<u>0</u>	<u>5,000,000</u>	<u>5,000,000</u>
<b>Subtotal</b>	<b>\$ 3,955,000</b>	<b>\$ 3,955,000</b>	<b>\$ 8,955,000</b>	<b>\$ 8,955,000</b>

**Kansas State University**

Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Lease-Purchase of Aeronautical Center	189,446	189,446	189,446	189,446
K-State Union Sprinkler System	0	0	0	0
Konza Barn Renovation	0	0	0	0
Aircraft Runway Improvements at Salina	2,000,000	2,000,000	2,000,000	2,000,000
Parking Lot Improvements	2,300,000	2,300,000	2,300,000	2,300,000
Deferred Maintenance Projects	3,606,000	3,606,000	3,606,000	3,606,000
Debt Service Principal	4,176,076	4,176,076	4,176,076	4,176,076
Bramlage Coliseum and Bill Snyder Family Stadium Improvement Bond Authority	0	0	0	0
Peters Student Recreation Center Bond Authority	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Subtotal</b>	<b>\$ 12,271,522</b>	<b>\$ 12,271,522</b>	<b>\$ 12,271,522</b>	<b>\$ 12,271,522</b>

**Kansas State University - Vet Med**

Deferred Maintenance	\$ 0	\$ 0	\$ 0	\$ 0
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**Kansas State University - ESARP**

Deferred Maintenance	\$ 0	\$ 0	\$ 0	\$ 0
Debt Service Principal	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Subtotal</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

**Wichita State University**

Rehabilitation and Repair	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Maintenance Projects	1,196,000	1,196,000	1,196,000	1,196,000
Debt Service Principal	2,794,522	2,794,522	2,794,522	2,794,522
Parking Maintenance	0	0	475,000	475,000
Eck Stadium Improvements	<u>0</u>	<u>0</u>	<u>5,990,000</u>	<u>5,990,000</u>
<b>Subtotal</b>	<b>\$ 3,990,522</b>	<b>\$ 3,990,522</b>	<b>\$ 10,455,522</b>	<b>\$ 10,455,522</b>

**Emporia State University**

Deferred Maintenance Projects	\$ 668,000	\$ 668,000	\$ 668,000	\$ 668,000
Parking Maintenance	90,000	90,000	90,000	90,000
Rehabilitation and Repair	0	0	0	0
Debt Service Principal	631,000	631,000	631,000	631,000
Memorial Union Renovation Planning	<u>0</u>	<u>0</u>	<u>2,100,000</u>	<u>2,100,000</u>
<b>Subtotal</b>	<b>\$ 1,389,000</b>	<b>\$ 1,389,000</b>	<b>\$ 3,489,000</b>	<b>\$ 3,489,000</b>

**Fort Hays State University**

Parking Improvements	\$400,000	\$400,000	\$400,000	\$400,000
Rehabilitation and Repair	0	0	0	0
Deferred Maintenance Projects	613,000	613,000	613,000	613,000
Debt Service Principal	709,258	709,258	709,258	709,258
Raze Wing "A", Wiest Hall	0	0	200,000	200,000
Raze Residential Property - 610 Park Street	0	0	27,000	27,000
Raze Residential Property - 507 W. 6 <sup>th</sup> Street	<u>0</u>	<u>0</u>	<u>15,000</u>	<u>15,000</u>
<b>Subtotal</b>	<b>\$ 1,722,258</b>	<b>\$ 1,722,258</b>	<b>\$ 1,964,258</b>	<b>\$ 1,964,258</b>

**Pittsburg State University**

Parking Maintenance	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000
Jack H. Overman Student Center Improvements	250,000	250,000	250,000	250,000
Student Health Center Improvements	20,000	20,000	20,000	20,000
Housing System Maintenance and Improvements	750,000	750,000	750,000	750,000
Rehabilitation and Repair	0	0	0	0
New Student Health Center	1,562,500	1,562,500	2,112,500	0
Infrastructure Maintenance Program Projects	773,000	773,000	773,000	773,000
Debt Service Principal	1,134,738	1,134,738	1,134,738	1,134,738
New Columbarium for Timmons Chapel	0	0	40,000	40,000
Parking Improvements and Additions Bond Authority	0	0	0	0
Student Housing Improvements and Addition Bond Authority	0	0	0	0
<b>Subtotal</b>	<u>\$ 4,790,238</u>	<u>\$ 4,790,238</u>	<u>\$ 5,380,238</u>	<u>\$ 3,267,738</u>

<b>TOTAL</b>	<u><b>\$172,112,522</b></u>	<u><b>\$103,719,522</b></u>	<u><b>\$ 147,572,522</b></u>	<u><b>\$130,460,022</b></u>
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**Financing:**

State General Fund	\$ 87,289,098	\$ 1,066,098	\$ 3,736,098	\$ 3,736,098
General Fees Fund	1,758,274	1,758,274	1,758,274	1,758,274
Expanded Lottery Act Revenue Fund	0	2,670,000	0	0
Deferred Maintenance Support Fund	8,607,000	8,607,000	8,607,000	8,607,000
Infrastructure Maintenance Fund	20,000,000	20,000,000	20,000,000	20,000,000
Educational Building Fund	27,665,000	42,665,000	42,665,000	27,665,000
All Other Funds	26,793,150	26,953,150	70,806,150	68,693,650
<b>TOTAL</b>	<u><b>\$ 172,112,522</b></u>	<u><b>\$ 103,719,522</b></u>	<u><b>\$ 147,572,522</b></u>	<u><b>\$ 130,460,022</b></u>

**FY 2009**

**Agency Request**

The **Postsecondary Education Systemwide** estimate for FY 2009 capital improvements expenditures is \$172.0 million, including \$87.3 million from the State General Fund. The request includes the following:

- \$56.4 million, all from the State General Fund, for deferred maintenance projects. The Board indicates that this amount is the difference between the amount of funding provided by 2007 HB 2237 for FY 2009 and \$100.0 million, which is the estimated amount of funds that can be expended on the list of deferred maintenance projects in a single fiscal year;
- \$28.0 million, all from the State General Fund, for ongoing annual building maintenance at the state universities. The Board assumes that a minimum of \$84.0 million is necessary for annual maintenance at the state universities, and estimates that \$38.0 million is currently expended in the Physical Plant operating budgets of the universities, leaving a shortfall of \$46.0 million. The Board has calculated that the State General Fund portion of the university operating budget is approximately 60.0 percent. Applying 60.0 percent to the \$46.0 million shortfall would make the state portion of the shortfall \$28.0 million, with the balance to be supplied by the universities. This assumes that the \$15.0 million from the Educational Building Fund that is provided for maintenance at the universities is being spent on deferred maintenance projects;

- \$28.6 million, all from special revenue funds for deferred maintenance projects under the Infrastructure Maintenance Program;
- \$4.7 million, all from special revenue funds, for debt service principal payments on research bonds under the University Research and Development Enhancement Act.; and
- \$12.7 million from the Educational Building Fund for debt service principal payments on the Crumbling Classrooms bonds.

### **Governor's Recommendation**

The **Governor** recommends Postsecondary Education Systemwide capital improvements expenditures of \$103.7 million, including \$1.1 million from the State General Fund for FY 2009. The Governor does not recommend additional State General Fund financing for deferred and annual maintenance projects. The Governor's recommendation includes:

- \$30.0 million from the Educational Building Fund (EBF) for annual maintenance, which reflects \$15.0 million in ongoing expenditures for annual maintenance and \$15.0 million in additional expenditures due to the transfer of \$15.0 million from the Expanded Lottery Act Revenue Fund (ELARF) to the EBF in FY 2009; and
- \$2.7 million from the ELARF for debt service principal payments at the University of Kansas Medical Center (\$395,000), Wichita State University (\$1,275,00), and Pittsburg State University (\$160,000).

### **Joint Committee on State Building Construction Recommendation**

The **Joint Committee** concurs with the Governor's recommendation with the following adjustments:

1. **Board of Regents** - Delete the transfer from the ELARF to the Educational Building Fund and transfer \$15.0 million from the State General Fund to the Educational Building Fund in FY 2009.

The Joint Committee on State Building Construction expresses concern over the use of Expanded Lottery Act Revenue Fund (ELARF) dollars for debt service principal payments and capital improvements projects in the state. The ELARF is a new fund, and as such, revenue estimates for the fund are little more than speculative. In addition, pending legal action regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF. Given these concerns, the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund for the Board of Regents in FY 2009 and recommends review of this shift at Omnibus.

2. **University of Kansas.** Delete \$1.0 million in ELARF and add \$1.0 million from the State General Fund in FY 2009 for planning for the expansion of the School of Pharmacy.

3. **University of Kansas.** Add \$7,078,000 from special revenue funds for the construction of a classroom/shop facility on the West Campus for the School of Architecture. The project would construct a 43,000 square foot classroom/shop facility on West Campus to fulfill the educational program needs for Architecture. The building will include 12,000 square feet for Studio 804, 8,200 square feet for Architecture 300 Studios, 3,160 square feet for Wood and Metal Shop, 4,640 square feet for departmental offices and support space, and 15,000 square feet of shelled space for future expansion. As an educational tool, the facility will investigate sustainable technologies for incorporation and other "green" technology. The estimated cost of the project is \$7,078,000 and will be funded from restricted fee funds and course fees.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

4. **University of Kansas.** Add \$2,338,000 from special revenue funds for the renovation of Smissman Hall. Smissman Hall is located on the West Campus of the University of Kansas and currently provides wet lab space for a number of labs for faculty in Pharmaceutical Chemistry and Pharmacology and Toxicology. Approximately 2,300 net square feet on the upper level and 3,350 net square feet on the lower level will be renovated to house Pharmacology and Toxicology and Pharmacogenomics research activities. The estimated cost of the project is \$2,338,000 and will be funded with a combination of University funds, private funds, and federal grant funds.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

5. **University of Kansas.** Add \$20,000 from special revenue funds to raze building #342 and garage at the Sunflower Research Farm in Johnson County. Building #342 and the garage were built with private funds in 1992. The building is a 1,005 gross square foot wood-framed building with concrete floor slab, metal siding, and interior stud and wallboard partitions. The program that utilized the building is no longer associated with the university so the building is currently vacant. The estimated cost of razing the building is \$20,000, which will be funded with University Funds. The vacated lot will be returned to pasture/lawn type grass.
6. **University of Kansas.** Add \$20,000 from special revenue funds to raze building #47, the old Multicultural Resource Center. Building #47 was built in 1946. The building is a one story wood-framed structure built on a concrete foundation with a concrete floor slab. The facility received minimal remodeling approximately 12 years ago to temporarily house the Multicultural Resource Center. In 2008, the Multicultural Resource Center moved to a new building adjacent to the Student Union. According to the University, it would be cost prohibitive to repair the facility with the extensive termite damage, and the facility has a live sanitary sewer manhole in the floor slab of the building. The estimated cost of razing the building is \$20,000, which will be funded with University funds. The vacated lot will be converted to additional parking which currently exists on both sides of the facility.

7. **University of Kansas.** Add \$15.0 million from special revenue funds for improvements to Allen Fieldhouse. According to the University, the addition of the Booth Family Hall of Athletics and other associated improvements to Allen Fieldhouse has resulted in renewed interest in improving the student athlete locker rooms, existing restrooms not improved in previous projects, reorganizing the concessions, and improving level of finishes on the concourses. These improvements would include new floor coverings, wall finishes, and ceilings/lighting treatments. The project will also include associated mechanical, electrical, and life safety improvements. The estimated cost of the project is \$15.0 million and will be funded by private gift funds.
8. **University of Kansas.** Add \$5.0 million from special revenue funds for phase IV of the Structural Biology Center. Structural Biology Center (SBC) phase four is an addition to the phase three (SBC III) project currently under construction. According to the University, the facility will be occupied primarily by Dr. Blake Petersen, a Kansas Bioscience Authority Eminent Scholar in the department of Medicinal Chemistry in the School of Pharmacy. The structure will be two stories and will share a building entry and support space with SBC III. The 8,300 square foot facility will include labs for organic synthetic chemistry, cell culture and cell imaging equipment, along with offices for graduate research students and faculty, and a conference room. The project will be funded with a \$5.0 million grant from the Kansas Bioscience Eminent Scholars Program and will be constructed by KU Center for Research (KUCR) under as authorized by K.S.A. 76-759.
9. **University of Kansas.** Add \$13,075,000 in bonding authority to be paid from special revenue funds for the renovation of Gertrude Sellards Pearson Hall. The renovation of this women's residence hall, built in 1955, will include all student rooms and public spaces, excluding the recently renovated main lobby. The dining area and kitchen on the lower level will also be renovated. The building will be brought into compliance with current codes, and the project will address energy conservation and sustainability issues. Following renovation the building will be co-ed and the Halls' design is intended to attract and retain students; therefore, amenities must be competitive. The debt service will be paid with housing fees.
10. **University of Kansas Medical Center.** Delete \$395,000 from the ELARF and add \$395,000 from the State General Fund for energy conservation debt service principal payments.
11. **University of Kansas Medical Center.** Add \$5.0 million from special revenue funds for renovation of the Breidenthal Research Building. The University of Kansas Medical Center proposes to renovate the recently vacated Breidenthal Research building for use as a Biomedical Entrepreneurial Research Incubator. This project will correct building infrastructure deficiencies and, through renovation, establish entrepreneurial work units of various sizes providing laboratory and business component space suitable for start up biomedical companies. The budget for this project is \$6,000,000 with \$5,000,000 allocated to construction/renovation, and \$1,000,000 allocated to furnishing and equipping the facility. This project is to be jointly funded by grants from the federal Department of Commerce Economic Development Administration, the Kansas Bioscience Authority, and the KUMC Research Institute. The project will be constructed under the authorization of K.S.A. 76-759. Once the renovation is complete, the building will be leased to start up



companies through the KUMC Research Institute. The leases will provide that all direct expenses be paid by the occupants, including a surcharge for maintenance.

12. **Wichita State University.** Delete \$1,275,000 from the ELARF and add \$1,275,000 from the State General Fund for aviation research debt service principal payments.
13. **Wichita State University.** Add \$475,000 from special revenue funds for improvements and maintenance of campus parking. In August, 2007, the University elected to proceed with funding of the replacement and partial realignment of a segment of its perimeter road system in the southwest portion of campus. According to the University, this is consistent with its long range General Development Plan, and will be paid from University parking funds. Rather than wait until submission of the FY 2010 capital improvement requests, the University believed it would be more cost effective to bid this project as early as possible while paving contractors are still planning and filling out their work load for calendar year 2008. The cost for this project is estimated at \$475,000, including engineering and contingencies. Initial planning and engineering will be completed in FY 2008, and the actual construction would begin following this Spring semester and be completed in FY 2009.
14. **Wichita State University.** Add \$5,990,000 from special revenue funds for improvements to the Wichita State University Baseball Program at Eck Stadium/Home of Tyler Field. The University proposes what it considers Phase V improvements to Eck Stadium / Home of Tyler Field for the Athletic Association's baseball program. The estimated cost for the proposed improvements is \$5,990,000, to be paid by private gifts and Intercollegiate Athletic Association funds. A major component of the project is an indoor practice facility of approximately 29,000 square feet. Additional facilities are proposed to include new coaches' offices, home team locker room and support spaces, team meeting room, and field level grandstand improvements. Recently the University received a major private gift toward this project, which is expected to help accelerate the time frame to move forward with an initial phase of the proposed improvements. Accordingly, the University has requested approval to amend its FY 2009 Five-Year Capital Budget Plan to include this project.
15. **Emporia State University.** Add \$2.1 million, all from special revenue funds, for preliminary and final planning for the renovation of the Memorial Union. Emporia State University requests approval for expenditures of \$2.1 million from Memorial Union Funds for preliminary and final planning of its project, Renovation of the Memorial Union. A complete renovation of the University Memorial Union has been on the long term plan for several years. With completion of the Program Plan the project could be facilitated, if preliminary and final planning progressed during FY 2008 and FY 2009. The Program Plan estimates project costs at \$25.0 million, which includes remodeling of 165,000 sq. ft. and 15,000 sq ft. of new construction, for revised entrances and minor additions to the building. The project will be financed with a combination of revenue bonds and donated funds.

The University obtained Board of Regents approval for its Program Plan on December 13, 2007. No formal bills or appropriations are required by this request, only Committee approval for the University to seek architectural services on the project.

16. **Fort Hays State University.** Add \$200,000 from special revenue funds to raze Wing "A" of Wiest Hall. Wiest, originally constructed in 1961, housed male students on campus and later provided office space for such units as the Kelly Center, the Psychology Department, and other office units displaced by campus renovation. Since 2005, the wing has been used for storage. The building is in need of significant improvements to convert it into modern living units. The University believes removal of said structure will be more efficient from a space utilization and cost standpoint than performing renovations.
17. **Fort Hays State University.** Add \$42,000 from special revenue funds to raze residential properties at 610 Park Street and 507 W. 6<sup>th</sup> Street, Hays, Kansas. The Endowment Association was housed most recently in a residential property at 610 Park Street adjacent to FHSU. Constructed in 1945, the building had limited usage, was not handicap accessible, and proved to hamper the Association in terms of growth. The decision was made to move to a new Alumni/Foundation Center which lead to the Endowment Board acquiring adjacent properties. They successfully secured a two story rental structure at 507 W. 6th, built in 1936. Unfortunately, other needed properties did not materialize and the decision was made to construct the Center on campus. In 2001, a land exchange was completed between the Endowment Association and the University, allowing construction of the new Robbins Center now located along West Gustad Drive. The University is seeking legislative authority to raze the properties at 610 Park Street and 507 W. 6th to provide critically needed visitor's parking for the east side of the main campus.
18. **Pittsburg State University.** Add \$40,000 from special revenue funds for a new columbarium for Timmons Chapel. The \$40,000 project includes construction of a three foot high stone wall with spaces for 56 niches. Each niche would include a granite cover engraved with biographical data. The project will be designed to compliment the architecture of Timmons Chapel and the surrounding area. Four additional phases have been designed should there be a demand to expand the project, up to a total of 280 niches. The project will be financed by private gifts and will include funding for perpetual care.

This project was not included in the original budget submission because the project is a result of involvement and identification from alumni in the past few months and their interest in the project being completed summer 2008. The project and program statement were approved by the Board of Regents at its January 2008 meeting.

19. **Pittsburg State University** - Add \$4.0 million in bonding authority, to be paid from special revenue funds, for improvement to existing student parking lots and construction of a new student parking lot and pedestrian plazas. The \$4.0 million dollar project includes property acquisition, paving and enlarging two existing lots, construction of a new paved parking lot, and construction of two pedestrian plazas. The two existing lots are gravel and do not include lighting, emergency phones, or adequate drainage and access. The project also includes constructing new pedestrian plazas across two different streets that would accomplish one of the main goals identified in the Master Plan - to turn



the campus back to the pedestrian. The plazas will be located at strategic points to link the core campus with areas that include the only student dining hall and south dorm complex with a plaza across Lindburg Street and the stadium, McPherson Hall, and the large student parking lot with a plaza across Joplin Street. The project will be financed by revenue bonds to be repaid from parking revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

20. **Pittsburg State University** - Add \$22.0 million in bonding authority for improvements to existing student housing facilities and construction of a new student house facility. The \$22.0 million dollar total project includes \$12.0 million dollars in renovations to provide new exterior windows; student room doors; exterior entrance, corridor access, and stairwell doors; floor coverings; room built-in cabinetry (closet/dresser); ceiling and lights; and all wall surface finishes. All restroom and shower/bath facilities would be reconditioned. Two dorms would receive an upgrade to their HVAC distribution systems. If possible within the total funding allotted, central air conditioning would be considered as a part of the renovation to Mitchell Hall. The other \$10.0 million dollars would be for the construction of a new facility with occupancy for approximately 200 residents. The facility would be a modified suite style configuration featuring clusters of sleeping rooms, private or semi-private bath facilities, and efficiency kitchenettes (apartment size refrigerator, sink, cabinetry, and microwave) associated with each sleeping cluster. The possible sites for constructing a new residence facility include north of Shirk Hall on acquired land, to the east of McPherson Hall along the hike and bike trail, or on the site of the closed East Campus Apartment complex (corner of Ford and Homer). The project will be financed by revenue bonds to be repaid from housing revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

21. **Pittsburg State University** - Increase expenditure authority for the new Student Health Center by \$550,000. Pittsburg State University requested permission to modify its FY 2009 capital improvements plan to include increasing the project budget from \$3,200,000 to \$3,750,000 due to inflationary factors. The project will be financed by student health center revenues and private sources. This project was included in the July Capital Improvement Submission but with a smaller budget, and did not identify financing through revenue bonds, which has been recently identified as the option the University would like to pursue. The project and program statement were approved by the Board of Regents in 2006 and reviewed with the Joint Committee on State Building Construction the following August.

22. **Pittsburg State University** - Delete \$160,000 from the ELARF and add \$160,000 from the State General Fund for readiness center debt service principal payments.

### Senate Capital Improvement Subcommittee Recommendation

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

1. **Board of Regents** - Delete the transfer of \$15.0 million from the ELARF to the Educational Building Fund and review the addition of State General Fund to replace those funds at Omnibus.
2. **University of Kansas.** Delete \$1.0 million in ELARF funding for planning for the expansion of the School of Pharmacy and review at Omnibus.
3. **University of Kansas.** Delete \$50.0 million in bonding authority for the expansion of the School of Pharmacy for review at Omnibus. The Governor's recommendation included \$50.0 million in bonding authority for the expansion, to be paid from the State General Fund beginning in FY 2010 at a cost of \$5.0 million annually for 15 years.
4. **University of Kansas.** Add \$7,078,000 from special revenue funds for the construction of a classroom/shop facility on the West Campus for the School of Architecture. The project would construct a 43,000 square foot classroom/shop facility on West Campus to fulfill the educational program needs for Architecture. The building will include 12,000 square feet for Studio 804, 8,200 square feet for Architecture 300 Studios, 3,160 square feet for Wood and Metal Shop, 4,640 square feet for departmental offices and support space, and 15,000 square feet of shelled space for future expansion. As an educational tool, the facility will investigate sustainable technologies for incorporation and other "green" technology. The estimated cost of the project is \$7,078,000 and will be funded from restricted fee funds and course fees.

This project was not included in the original budget submission because the project was still being developed and funding had not been identified. The University has now identified funding for this project from existing resources.

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will be co-ed and the Halls' design is intended to attract and retain students; therefore, amenities must be competitive. The debt service will be paid with housing fees.

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Recently the University received a major private gift toward this project, which is expected to help accelerate the time frame to move forward with an initial phase of the proposed improvements. Accordingly, the University has requested approval to amend its FY 2009 Five-Year Capital Budget Plan to include this project.

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The University obtained Board of Regents approval for its Program Plan on December 13, 2007. No formal bills or appropriations are required by this request, only Committee approval for the University to seek architectural services on the project.

17. **Fort Hays State University.** Add \$200,000 from special revenue funds to raze Wing "A" of Wiest Hall. Fort Hays State University seeks authority to raze wing "A" of the Wiest Hall dormitory. Wiest, originally constructed in 1961, housed male students on campus and later provided office space for such units as the Kelly Center, the Psychology Department, and other office units displaced by campus renovation. Since 2005, the wing has been used for storage. The building is in need of significant improvements to convert it into modern living units. The University believes removal of said structure will be more efficient from a space utilization and cost standpoint than performing renovations.
18. **Fort Hays State University.** Add \$42,000 from special revenue funds to raze residential properties at 610 Park Street and 507 W. 6<sup>th</sup> Street, Hays, Kansas. The Endowment Association was housed most recently in a residential property at 610 Park Street adjacent to FHSU. Constructed in 1945, the building had limited usage, was not handicap accessible, and proved to hamper the Association in terms of growth. The decision was made to move to a new Alumni/Foundation Center which lead to the Endowment Board acquiring adjacent properties. They successfully secured a two story rental structure at 507 W. 6th, built in 1936. Unfortunately, other needed properties did not materialize and the decision was made to construct the Center on campus. In 2001, a land exchange was completed between the Endowment Association and the University, allowing construction of the new Robbins Center now located along West Gustad Drive. The University is seeking legislative authority to raze the properties at 610 Park Street and 507 W. 6th to provide critically needed visitor's parking for the east side of the main campus.
19. **Pittsburg State University.** Add \$40,000 from special revenue funds for a new columbarium for Timmons Chapel. The \$40,000 project includes construction of a three foot high stone wall with spaces for 56 niches. Each niche would include a granite cover engraved with biographical data. The project will be

designed to compliment the architecture of Timmons Chapel and the surrounding area. Four additional phases have been designed should there be a demand to expand the project, up to a total of 280 niches. The project will be financed by private gifts and will include funding for perpetual care.

This project was not included in the original budget submission because the project is a result of involvement and identification from alumni in the past few months and their interest in the project being completed summer 2008. The project and program statement were approved by the Board of Regents at its January 2008 meeting.

20. **Pittsburg State University** - Add \$4.0 million in bonding authority, to be paid from special revenue funds, for improvement to existing student parking lots and construction of a new student parking lot and pedestrian plazas. The \$4.0 million dollar project includes property acquisition, paving and enlarging two existing lots, construction of a new paved parking lot, and construction of two pedestrian plazas. The two existing lots are gravel and do not include lighting, emergency phones, or adequate drainage and access. The project also includes constructing new pedestrian plazas across two different streets that would accomplish one of the main goals identified in the Master Plan - to turn the campus back to the pedestrian. The plazas will be located at strategic points to link the core campus with areas that include the only student dining hall and south dorm complex with a plaza across Lindburg Street and the stadium, McPherson Hall, and the large student parking lot with a plaza across Joplin Street. The project will be financed by revenue bonds to be repaid from parking revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

21. **Pittsburg State University** - Add \$22.0 million in bonding authority for improvements to existing student housing facilities and construction of a new student house facility. The \$22.0 million dollar total project includes \$12.0 million dollars in renovations to provide new exterior windows; student room doors; exterior entrance, corridor access, and stairwell doors; floor coverings; room built-in cabinetry (closet/dresser); ceiling and lights; and all wall surface finishes. All restroom and shower/bath facilities would be reconditioned. Two dorms would receive an upgrade to their HVAC distribution systems. If possible within the total funding allotted, central air conditioning would be considered as a part of the renovation to Mitchell Hall. The other \$10.0 million dollars would be for the construction of a new facility with occupancy for approximately 200 residents. The facility would be a modified suite style configuration featuring clusters of sleeping rooms, private or semi-private bath facilities, and efficiency kitchenettes (apartment size refrigerator, sink, cabinetry, and microwave) associated with each sleeping cluster. The possible sites for constructing a new residence facility include north of Shirk Hall on acquired land, to the east of McPherson Hall along the hike and bike trail, or on the site of the closed East Campus Apartment complex (corner of Ford and Homer). The project will be financed by revenue bonds to be repaid from housing revenues.

This project was not included in the original budget submission because the opportunity to acquire several properties that are contiguous to the campus has been recently presented to the university. The project and program statement are planned to be presented to the Board of Regents at their March 2008 meeting. This is a new project request that is outside the Governor's Budget Plan.

22. **Pittsburg State University** - Delete expenditures of \$1.6 million, all from special revenue funds, for construction of a new Student Health Center and authorize bonding authority of \$3.75 million for the project to be paid from student health center revenues and private resources, contingent upon a student referendum on the project pursuant to KSA 76-742 which requires that student fees for debt service on a facility which is used primarily for academic purposes or for providing health care services as determined by the state board of regents may not be spent unless a student referendum is conducted on the use of such fees for such debt service and the results of such referendum have been made public and presented to the state board of regents prior to entering into any contract for construction of all or part of such building or facility.
23. **Pittsburg State University** - Delete \$160,000 from the ELARF and add \$160,000 from the State General Fund for readiness center debt service principal payments.



FY 2008 and FY 2009

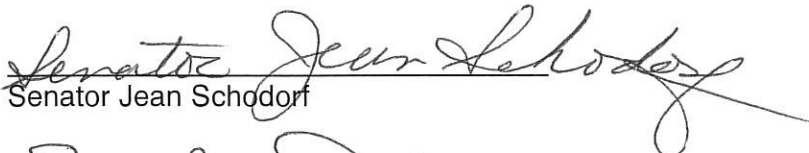
SENATE WAYS AND MEANS SUBCOMMITTEE


Parsons State Hospital  
Kansas Neurological Institute  
Rainbow Mental Health Facility  
Osawatomie State Hospital  
Larned State Hospital

  
\_\_\_\_\_  
Senator Dwayne Umbarger, Chair

  
\_\_\_\_\_  
Senator Greta Goodwin

  
\_\_\_\_\_  
Senator Carolyn McGinn

  
\_\_\_\_\_  
Senator Jean Schodorf

  
\_\_\_\_\_  
Senator David Wysong

Senate ways and means  
3-12-08  
Attachment 5

## House Budget Committee Report

**Agency:** Parsons State Hospital and Training Center      **Bill No.** HB - -      **Bill Sec.** - -

**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 303      **Budget Page No.** 315

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 10,142,481	\$ 10,142,481	\$ 0
Other Funds	14,923,223	14,923,223	0
Subtotal - Operating	<u>\$ 25,065,704</u>	<u>\$ 25,065,704</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
Other Funds	113,619	113,619	0
Subtotal - Capital Improvements	<u>\$ 113,619</u>	<u>\$ 113,619</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 25,179,323</u></u>	<u><u>\$ 25,179,323</u></u>	<u><u>\$ 0</u></u>
FTE Positions	497.2	497.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>497.2</u></u>	<u><u>497.2</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$25.1 million, including \$10.1 million from the State General Fund. The estimate is an all funds increase of \$145, less than 0.1 percent, and a State General Fund increase of \$60,864, or 0.6 percent, above the amount approved by the 2007 Legislature. The estimate would fund the currently approved 497.2 FTE positions, and includes a budgeted shrinkage rate of 2.8 percent. The requested budget is estimated to allow the agency to operate at an average daily census of 198 patients for FY 2008. There are no supplemental requests included in the agency's budget.

### Governor's Recommendation

The Governor concurs with the agency's estimate.

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation.

**House Committee Recommendation**

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

**Senate Subcommittee Report**

**Agency:** Parsons State Hospital and Training Center      **Bill No.** SB - -      **Bill Sec.** - -  
**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 303      **Budget Page No.** Vol. II - 315

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 10,142,481	\$ 10,142,481	\$ 0
Other Funds	14,923,223	14,923,223	0
Subtotal - Operating	<u>\$ 25,065,704</u>	<u>\$ 25,065,704</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	113,619	113,619	0
Subtotal - Capital Improvements	<u>\$ 113,619</u>	<u>\$ 113,619</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 25,179,323</u></u>	<u><u>\$ 25,179,323</u></u>	<u><u>\$ 0</u></u>
FTE Positions	497.2	497.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>497.2</u></u>	<u><u>497.2</u></u>	<u><u>0.0</u></u>

**Agency Estimate**

The agency estimates FY 2008 operating expenditures of \$25.1 million, including \$10.1 million from the State General Fund. The estimate is an all funds increase of \$145, less than 0.1 percent, and a State General Fund increase of \$60,864, or 0.6 percent, above the amount approved by the 2007 Legislature. The estimate would fund the currently approved 497.2 FTE positions, and includes a budgeted shrinkage rate of 2.8 percent. The requested budget is estimated to allow the agency to operate at an average daily census of 198 patients for FY 2008. There are no supplemental requests included in the agency's budget.

**Governor's Recommendation**

The Governor concurs with the agency's estimate.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendation.

## House Budget Committee Report

**Agency:** Parsons State Hospital and Training Center      **Bill No.** HB 2946      **Bill Sec.** 33

**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 303      **Budget Page No.** 315

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 9,949,715	\$ 10,407,220	\$ (978,951)
Other Funds	14,923,176	14,923,176	0
Subtotal - Operating	<u>\$ 24,872,891</u>	<u>\$ 25,330,396</u>	<u>\$ (978,951)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 4	\$ 0	\$ 0
Other Funds	113,666	113,666	0
Subtotal - Capital Improvements	<u>\$ 113,670</u>	<u>\$ 113,666</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 24,986,561</u></u>	<u><u>\$ 25,444,062</u></u>	<u><u>\$ (978,951)</u></u>
FTE Positions	497.2	497.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>497.2</u></u>	<u><u>497.2</u></u>	<u><u>0.0</u></u>

\* All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$24.9 million, including \$9.9 million from the State General Fund. The request is an all funds decrease of \$192,813, or 0.8 percent, and a State General Fund decrease of \$192,766, or 1.9 percent, below the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 3.0 percent. An enhancement of \$273,000, all from the State General Fund, is requested for the purchase of fourteen replacement vehicles. The requested budget is estimated to allow the agency to operate at an average daily census of 198 patients for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$25.3 million, including \$10.4 million from the State General Fund. The recommendation is an all funds increase of \$264,692, or 1.1 percent, above the FY 2008 recommendation, and \$457,505, or 1.8 percent, above the agency's FY 2009 request. The Governor does not recommend the agency's enhancement request. The Governor recommends the addition of the following:

- \$730,501, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

## House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustments and comments:

- **Pay Plan Adjustments.** Delete \$978,951, all from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - **State Employee Pay Increases.** Delete \$451,590, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - **Classified Employee Pay Plan.** Delete \$278,911, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - **Longevity Pay.** Delete \$248,450, all from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
- **Vehicles.** The Budget Committee notes the agency's enhancement request of \$273,000, all from the State General Fund, to replace fourteen high mileage vehicles in FY 2009. The Budget Committee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Budget Committee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
- **Agency Information.** The Budget Committee notes the following information about Parsons State Hospital and Training Center (PSH&TC):

PSH&TC is budgeted to serve 188 persons in FY 2009, with an Average Daily Census of 198 residents. Residents live in eleven residential units, each of which houses approximately 15-19 persons, except for the dual diagnosis unit which has an average census of 10 persons. Just over half of the residents are categorized in the severe to profound range of mental retardation. In addition to their mental retardation, 86 percent of PSH&TC residents present significant behavioral challenges or symptoms of emotional disturbance. Last fiscal year, 15 persons were placed from PSH&TC to community service settings and 16 persons were admitted.

PSH&TC also provides a research-based treatment program for persons with developmental disabilities who have a history of sexual offenses. Currently, the hospital works with 46 persons in assessment and treatment programs designed to reduce the probability of new offenses.

The hospital's Dual Diagnosis Treatment and Training Services (DDT&TS) provides treatment and consultation for persons with developmental disabilities

and a severe mental illness. The DDT&TS has an active caseload of 71 persons in Kansas communities, in addition to 10 residents at the hospital. The DDT&TS provides on-site delivery of psychological services, as well as direct training to parents and staff of community service providers.

The Parsons Research Center and the Kansas University Center on Developmental Disabilities also are located on the PSH&TC campus. These programs have a 51-year history at PSH&TC and employ 54 faculty and staff with \$4.6 million in contracts and grant awards.

### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Parsons State Hospital and Training Center      **Bill No.** SB 658      **Bill Sec.** 33

**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 303      **Budget Page No.** Vol. II - 315

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 9,949,715	\$ 10,407,220	\$ (978,951)
Other Funds	14,923,176	14,923,176	0
Subtotal - Operating	<u>\$ 24,872,891</u>	<u>\$ 25,330,396</u>	<u>\$ (978,951)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 4	\$ 0	\$ 0
Other Funds	113,666	113,666	0
Subtotal - Capital Improvements	<u>\$ 113,670</u>	<u>\$ 113,666</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 24,986,561</u></u>	<u><u>\$ 25,444,062</u></u>	<u><u>\$ (978,951)</u></u>
FTE Positions	497.2	497.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>497.2</u></u>	<u><u>497.2</u></u>	<u><u>0.0</u></u>

\* All of the Subcommittee's recommended reductions are related to pay plan adjustments.



## Agency Request

The agency requests FY 2009 operating expenditures of \$24.9 million, including \$9.9 million from the State General Fund. The request is an all funds decrease of \$192,813, or 0.8 percent, and a State General Fund decrease of \$192,766, or 1.9 percent, below the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 3.0 percent. An enhancement of \$273,000, all from the State General Fund, is requested for the purchase of fourteen replacement vehicles. The requested budget is estimated to allow the agency to operate at an average daily census of 198 patients for FY 2009.

## Governor's Recommendation

The Governor recommends operating expenditures of \$25.3 million, including \$10.4 million from the State General Fund. The recommendation is an all funds increase of \$264,692, or 1.1 percent, above the FY 2008 recommendation, and \$457,505, or 1.8 percent, above the agency's FY 2009 request. The Governor does not recommend the agency's enhancement request to purchase fourteen replacement vehicles. The Governor recommends the addition of the following:

- \$730,501, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

## Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$978,951, all from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$451,590, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$278,911, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$248,450, all from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Vehicles.** The Subcommittee notes the agency's enhancement request of \$273,000, all from the State General Fund, to replace fourteen high mileage vehicles in FY 2009. The Subcommittee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and

Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Subcommittee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.

## House Budget Committee Report

**Agency:** Kansas Neurological Institute    **Bill No.** HB - -

**Bill Sec.** - -

**Analyst:** Caywood McCarthy    **Analysis Pg. No.** Vol. I - 283

**Budget Page No.** 251

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 13,497,979	\$ 13,497,979	\$ 0
Other Funds	14,936,381	14,936,381	0
Subtotal - Operating	<u>\$ 28,434,360</u>	<u>\$ 28,434,360</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	119,995	119,995	0
Subtotal - Capital Improvements	<u>\$ 119,995</u>	<u>\$ 119,995</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,554,355</u></u>	<u><u>\$ 28,554,355</u></u>	<u><u>\$ 0</u></u>
FTE Positions	570.2	570.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>570.2</u></u>	<u><u>570.2</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$28.4 million, including \$13.5 million from the State General Fund. The estimate is an all funds increase of \$21,125, or 0.1 percent, and a State General Fund increase of \$55,534, or 0.4 percent, above the amount approved by the 2007 Legislature. The estimate would fund 570.2 FTE positions, a decrease of 5.0 FTE positions below the approved amount of 575.2 FTE positions. The decrease in the number of FTE positions is attributable to a transfer of 5.0 FTE positions to Osawatomi State Hospital at the beginning of FY 2008. The estimate includes a budgeted shrinkage rate of 4.5 percent. The requested budget is estimated to allow the agency to operate at an average daily census of 161 patients for FY 2008. There are no supplemental requests included in the agency's budget.

### Governor's Recommendation

The Governor concurs with the agency's estimate.

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation.

### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Kansas Neurological Institute    **Bill No.** SB - -    **Bill Sec.** - -

**Analyst:** Caywood McCarthy    **Analysis Pg. No.** Vol. I-283    **Budget Page No.** Vol. II - 251

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	Senate Subcommittee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 13,497,979	\$ 13,497,979	\$ 0
Other Funds	14,936,381	14,936,381	0
Subtotal - Operating	<u>\$ 28,434,360</u>	<u>\$ 28,434,360</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	119,995	119,995	0
Subtotal - Capital Improvements	<u>\$ 119,995</u>	<u>\$ 119,995</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,554,355</u></u>	<u><u>\$ 28,554,355</u></u>	<u><u>\$ 0</u></u>
FTE Positions	570.2	570.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>570.2</u></u>	<u><u>570.2</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$28.4 million, including \$13.5 million from the State General Fund. The estimate is an all funds increase of \$21,125, or 0.1 percent, and a State General Fund increase of \$55,534, or 0.4 percent, above the amount approved by the 2007 Legislature. The estimate would fund 570.2 FTE positions, a decrease of 5.0 FTE positions below the approved amount of 575.2 FTE positions. The decrease in the number of FTE positions is attributable to a transfer of 5.0 FTE positions to Osawatomie State Hospital at the beginning of FY 2008. The estimate includes a budgeted shrinkage rate of 4.5 percent. The requested budget is estimated to allow the agency to operate at an average daily census of 161 patients for FY 2008. There are no supplemental requests included in the agency's budget.

**Governor's Recommendation**

The Governor concurs with the agency's estimate.

**Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendation.

## House Budget Committee Report

**Agency:** Kansas Neurological Institute    **Bill No.** HB 2946

**Bill Sec.** 33

**Analyst:** Caywood McCarthy    **Analysis Pg. No.** Vol. I - 283

**Budget Page No.** 251

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 10,747,738	\$ 11,115,403	\$ (985,725)
Other Funds	17,466,056	17,493,561	(48,555)
Subtotal - Operating	<u>\$ 28,213,794</u>	<u>\$ 28,608,964</u>	<u>\$ (1,034,280)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	125,320	125,320	0
Subtotal - Capital Improvements	<u>\$ 125,320</u>	<u>\$ 125,320</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,339,114</u></u>	<u><u>\$ 28,734,284</u></u>	<u><u>\$ (1,034,280)</u></u>
<b>FTE Positions</b>			
FTE Positions	570.2	570.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>570.2</u></u>	<u><u>570.2</u></u>	<u><u>0.0</u></u>

\* All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$28.2 million, including \$10.7 million from the State General Fund. The request is an all funds decrease of \$220,566, or 0.8 percent, and a State General Fund decrease of \$2.8 million, or 20.4 percent, below the FY 2008 revised estimate. The decrease in the State General Fund is primarily the result of increased Title XIX Medicaid funds that are available to the agency in FY 2009, reflecting a shift in funding. The request includes a budgeted shrinkage rate of 5.1 percent. An enhancement of \$339,660, all from the State General Fund, is requested for the purchase of nineteen replacement vehicles. The requested budget is estimated to allow the agency to operate at an average daily census of 161 patients for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$28.6 million, including \$11.1 million from the State General Fund. The recommendation is an all funds increase of \$174,604, or 0.6 percent, above the FY 2008 recommendation, and an all funds increase of \$395,170, or 1.4 percent, above the agency's FY 2009 request. The Governor does not recommend the agency's enhancement request. The Governor recommends the addition of the following:

- \$734,830, including \$707,325 from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustments and comments:

1. **Pay Plan Adjustments.** Delete \$1,034,280, including \$985,725 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$500,900, including \$482,167 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$233,930, including \$225,158 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$299,450, including \$278,400 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Vehicles.** The Budget Committee notes the agency's enhancement request of \$339,660, all from the State General Fund, to replace nineteen high mileage vehicles in FY 2009. The Budget Committee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Budget Committee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
3. **Agency Information.** The Budget Committee notes the following information about Kansas Neurological Institute (KNI):

KNI is budgeted to serve 168 persons in FY 2009, with an average daily census of 161 residents. Most KNI residents require intensive physical and medical supports, where 98 percent of residents are categorized in the severe to profound range of mental retardation. Most are unable to walk or speak, and about two-thirds of residents have seizure disorders. Residents live in one of 24 homes in 5 lodges on the campus and are served through a person-centered approach designed to meet the individual needs and desires of the residents. In addition to caring for residents who live at the facility, KNI operates three other programs designed to assist persons with developmental disabilities.



KNI operates one of three seating clinics in Kansas, providing individually designed seating for persons using wheelchairs and providing assistive technology support to people with developmental disabilities living in the community. The seating clinic served 126 individuals from the community in FY 2007 and expects to serve 135 individuals in FY 2008. In addition, assistive technology assistance was provided to 196 people in FY 2007, and services will be provided to approximately 215 more people in FY 2008.

KNI also provides dental services to persons living in the community who are unable to access needed care. Since this service was initiated, 112 people have utilized these services, and in FY 2008, it is anticipated that 65 people will participate in these services.

Beginning in FY 2006, KNI began providing behavioral consultation and support to people with developmental disabilities receiving community-based services. Thus far in FY 2008, 12 people have used these services and it is anticipated that approximately 20 people will utilize these services before the end of the fiscal year.

### **House Committee Recommendation**

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

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**Senate Subcommittee Report**

**Agency:** Kansas Neurological Institute      **Bill No.** SB 658      **Bill Sec.** 33  
**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I-283      **Budget Page No.** Vol. II - 251

<u>Expenditure Summary</u>	<u>Agency Request FY 09</u>	<u>Governor's Recommendation FY 09</u>	<u>Senate Subcommittee Adjustments*</u>
<b>Operating Expenditures:</b>			
State General Fund	\$ 10,747,738	\$ 11,115,403	\$ (985,725)
Other Funds	17,466,056	17,493,561	(48,555)
Subtotal - Operating	<u>\$ 28,213,794</u>	<u>\$ 28,608,964</u>	<u>\$ (1,034,280)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	125,320	125,320	0
Subtotal - Capital Improvements	<u>\$ 125,320</u>	<u>\$ 125,320</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,339,114</u></u>	<u><u>\$ 28,734,284</u></u>	<u><u>\$ (1,034,280)</u></u>
FTE Positions	570.2	570.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>570.2</u></u>	<u><u>570.2</u></u>	<u><u>0.0</u></u>

\* All of the Subcommittee's recommended reductions are related to pay plan adjustments.

**Agency Request**

The agency requests FY 2009 operating expenditures of \$28.2 million, including \$10.7 million from the State General Fund. The request is an all funds decrease of \$220,566, or 0.8 percent, and a State General Fund decrease of \$2.8 million, or 20.4 percent, below the FY 2008 revised estimate. The decrease in the State General Fund is primarily the result of increased Title XIX Medicaid funds that are available to the agency in FY 2009, reflecting a shift in funding. The request includes a budgeted shrinkage rate of 5.1 percent. An enhancement of \$339,660, all from the State General Fund, is requested for the purchase of nineteen replacement vehicles. The requested budget is estimated to allow the agency to operate at an average daily census of 161 patients for FY 2009.

**Governor's Recommendation**

The Governor recommends operating expenditures of \$28.6 million, including \$11.1 million from the State General Fund. The recommendation is an all funds increase of \$174,604, or 0.6 percent, above the FY 2008 recommendation, and an all funds increase of \$395,170, or 1.4 percent, above the agency's FY 2009 request. The Governor does not recommend the agency's

enhancement request to purchase nineteen replacement vehicles. The Governor recommends the addition of the following:

- \$734, 830, including \$707,325 from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

### Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$1,034,280, including \$985,725 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$500,900, including \$482,167 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$233,930, including \$225,158 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$299,450, including \$278,400 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Vehicles.** The Subcommittee notes the agency's enhancement request of \$339,660, all from the State General Fund, to replace nineteen high mileage vehicles in FY 2009. The Subcommittee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Subcommittee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.

## House Budget Committee Report

**Agency:** Rainbow Mental Health Facility **Bill No.** HB - -

**Bill Sec.** - -

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 383

**Budget Page No.** 323

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 5,459,898	\$ 5,389,898	\$ 0
Other Funds	2,641,994	2,641,994	0
Subtotal - Operating	<u>\$ 8,101,892</u>	<u>\$ 8,031,892</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 8,101,892</u></u>	<u><u>\$ 8,031,892</u></u>	<u><u>\$ 0</u></u>
<b>FTE Positions</b>			
FTE Positions	122.2	122.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>122.2</u></u>	<u><u>122.2</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$8.1 million, including \$5.5 million from the State General Fund. The estimate is an all funds decrease of \$174,084, or 2.1 percent, below the amount approved by the 2007 Legislature, and a State General Fund increase of \$925,916, or 20.4 percent, above the amount approved by the 2007 Legislature. The increase in the State General Fund is primarily the result of decreased Title XIX Medicaid funds that are not available to the agency in FY 2008. The estimate would fund the currently approved 122.2 FTE positions. The estimate includes a supplemental request of \$70,000, all from the State General Fund, to reduce the salaries and wages shrinkage rate from 5.8 percent to 4.0 percent.

### Governor's Recommendation

The Governor recommends FY 2008 operating expenditures of \$8.0 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$244,084, or 2.9 percent, below the amount approved by the 2007 Legislature, and a State General Fund increase of \$855,916, or 18.9 percent, above the amount approved by the 2007 Legislature. The Governor does not recommend the agency's supplemental request of \$70,000, all from the State General Fund, to reduce the salaries and wages shrinkage rate from 5.8 percent to 4.0 percent.

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation.

### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Rainbow Mental Health Facility **Bill No.** SB - - **Bill Sec.** - -

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 383 **Budget Page No.** Vol. II - 323

<u>Expenditure Summary</u>	<u>Agency Request FY 08</u>	<u>Governor's Recommendation FY 08</u>	<u>Senate Subcommittee Adjustments</u>
<b>Operating Expenditures:</b>			
State General Fund	\$ 5,459,898	\$ 5,389,898	\$ 0
Other Funds	2,641,994	2,641,994	0
Subtotal - Operating	<u>\$ 8,101,892</u>	<u>\$ 8,031,892</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 8,101,892</u></u>	<u><u>\$ 8,031,892</u></u>	<u><u>\$ 0</u></u>
FTE Positions	122.2	122.2	0.0
Non FTE UNC. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>122.2</u></u>	<u><u>122.2</u></u>	<u><u>0.0</u></u>

### Agency Request

The agency estimates FY 2008 operating expenditures of \$8.1 million, including \$5.5 million from the State General Fund. The estimate is an all funds decrease of \$174,084, or 2.1 percent, below the amount approved by the 2007 Legislature, and a State General Fund increase of \$925,916, or 20.4 percent, above the amount approved by the 2007 Legislature. The increase in the State General Fund is primarily the result of decreased Title XIX Medicaid funds that are not available to the agency in FY 2008. The estimate would fund the currently approved 122.2 FTE

positions. The estimate includes a supplemental request of \$70,000, all from the State General Fund, to reduce the salaries and wages shrinkage rate from 5.8 percent to 4.0 percent.

### **Governor's Recommendation**

The Governor recommends FY 2008 operating expenditures of \$8.0 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$244,084, or 2.9 percent, below the amount approved by the 2007 Legislature, and a State General Fund increase of \$855,916, or 18.9 percent, above the amount approved by the 2007 Legislature. The Governor does not recommend the agency's supplemental request of \$70,000, all from the State General Fund, to reduce the salaries and wages shrinkage rate from 5.8 percent to 4.0 percent.

### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendation.

## House Budget Committee Report

**Agency:** Rainbow Mental Health Facility **Bill No.** HB 2946

**Bill Sec.** 33

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 383

**Budget Page No.** 323

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 6,289,289	\$ 5,399,407	\$ (310,071)
Other Funds	2,586,974	2,586,974	0
Subtotal - Operating	<u>\$ 8,876,263</u>	<u>\$ 7,986,381</u>	<u>\$ (310,071)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 8,876,263</u></u>	<u><u>\$ 7,986,381</u></u>	<u><u>\$ (310,071)</u></u>
<b>FTE Positions</b>			
FTE Positions	143.2	122.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>143.2</u></u>	<u><u>122.2</u></u>	<u><u>0.0</u></u>

\* All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$8.9 million, including \$6.3 million from the State General Fund. The request is an all funds increase of \$774,371, or 9.6 percent, and a State General Fund increase of \$829,391, or 15.2 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 1.3 percent. Five enhancements totaling \$1,157,453, all from the State General Fund, and 21.0 FTE positions, are requested for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$8.0 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$45,511, or 0.6 percent, below the FY 2008 recommendation, and \$889,882, or 10.0 percent, below the agency's FY 2009 request. The Governor does not recommend the agency's five enhancement requests. The Governor recommends the addition of the following:

- \$267,571, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.



## House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustments and comments:

1. **Pay Plan Adjustments.** Delete \$310,071, all from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$129,383, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$138,188, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$42,500, all from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Staffing.** The Budget Committee notes the agency's enhancement request of \$724,753, all from the State General Fund, and 21.0 FTE positions, to add direct care and nursing staff in FY 2009. The agency indicates that each hospital unit has a core staffing requirement, or a minimum number of staff, needed to provide for patient care and safety. Illness, holidays, injuries, and other leave time has caused staffing to fall below minimum core staffing levels. The Budget Committee notes that more staff is needed in order to provide for patient care and safety due to increasing patient admissions. Finally, the Budget Committee notes that the Governor did not recommend funding for this enhancement and recommends that the item be further reviewed at Omnibus.
3. **Vehicles.** The Budget Committee notes the agency's enhancement request of \$17,700, all from the State General Fund, to replace one high mileage vehicle in FY 2009. The Budget Committee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Budget Committee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
4. **Agency Information.** The Budget Committee notes the following information about Rainbow Mental Health Facility (RMHF):

RMHF provides psychiatric services to adults with a mental illness who have been screened and approved for inpatient state hospitalization by community mental health centers. In FY 2008, RMHF ceased treatment of adolescents and children. Up until June 2007, RMHF provided treatment to children and adolescents with serious emotional disturbances. Beginning July 2007, Kaw Valley Behavioral Healthcare, Inc. began serving the youth who would have otherwise been referred to RMHF. At that time, RMHF began admitting adults only.

The facility currently serves adult patients from 5 counties, and has a capacity of 50 beds. For FY 2009, RMHF has an anticipated Average Daily Census of 41 residents, and an Average Length of Stay of 22.5 days. The 50-bed program provides short-term mental health services. Patients are admitted to the program by commitment order, order of protective custody issued by a court, on voluntary status, or transfer from another state facility. All patients admitted to the hospital are screened in community mental health centers. An interdisciplinary person-centered team approach (IDT), which includes the patient as an active participant, forms the basis of the active treatment strategy. After treatment, patients are referred back to outpatient treatment programs provided by community mental health centers.

5. **Closure of Youth Services.** The Budget Committee notes that RMHF has consistently been at full bed capacity and has often exceeded its budgeted bed capacity on a frequent basis. The agency notes that as of the current year, RMHF has been over census for 33 days, or 18 percent of the time. The Budget Committee notes that the closure of the youth treatment program in FY 2008 was necessary to provide 20 additional beds for adult services, which in turn provided census relief for RMHF.

The Budget Committee also notes that it received testimony regarding the closure of local inpatient mental health treatment programs serving children and youth. Prairie View in Newton closed beds in the Wichita area, which has resulted in parents traveling long distances to visit their children who may be placed out of their living area. The Budget Committee believes that bringing additional inpatient resources into the system is critical. Having beds for youth that may be closer to home than the current state hospitals provide would help alleviate concerns about access to mental health services for those families.

6. **Increased Admissions and Availability of Inpatient Treatment.** The Budget Committee notes the significant amount of testimony received expressing concern about the availability of inpatient treatment for mentally ill adults and children. Highlighted in the testimony is the critical role the state mental health hospitals play in the mental health treatment system. Conferees commented on the increasing admissions to the state hospitals, which must operate within a set budget and number of beds regardless of the demand. As a result, many conferees expressed concern over the need to accommodate the increased demand by reducing the length of stay for individuals. Several conferees noted the need to increase the bed count at the state hospitals in order to accommodate increasing patient admissions. It was also noted that increased admissions require more staff in order to treat patients effectively.

One issue discussed in relation to the growing demand for more inpatient mental health beds was the formation of a Hospital and Home Initiative Work Group. The Department of Social and Rehabilitation Services (SRS) has established a core team of leaders to "research and design a plan to implement an effective array of hospital and community services that support mental health wellness and recovery through partnerships and data driven strategies." Several conferees noted the importance of establishing a plan that would support the needs of the state hospitals in order to lead to a meaningful transformation for future inpatient needs.

## House Committee Recommendation

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

## Senate Subcommittee Report

**Agency:** Rainbow Mental Health Facility **Bill No.** SB 658 **Bill Sec.** 33

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 383 **Budget Page No.** Vol. II - 323

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 6,289,289	\$ 5,399,407	\$ (310,071)
Other Funds	2,586,974	2,586,974	0
Subtotal - Operating	<u>\$ 8,876,263</u>	<u>\$ 7,986,381</u>	<u>\$ (310,071)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 8,876,263</u></u>	<u><u>\$ 7,986,381</u></u>	<u><u>\$ (310,071)</u></u>
FTE Positions	143.2	122.2	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>143.2</u></u>	<u><u>122.2</u></u>	<u><u>0.0</u></u>

\* All of the Subcommittee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$8.9 million, including \$6.3 million from the State General Fund. The request is an all funds increase of \$774,371, or 9.6 percent, and a State General Fund increase of \$829,391, or 15.2 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 1.3 percent. Five enhancements totaling \$1,157,453, all from the State General Fund, and 21.0 FTE positions, are requested for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$8.0 million, including \$5.4 million from the State General Fund. The recommendation is an all funds decrease of \$45,511, or 0.6 percent, below the FY 2008 recommendation, and \$889,882, or 10.0 percent, below the agency's FY 2009

request. The Governor does not recommend the agency's five enhancement requests. The Governor recommends the addition of the following:

- \$267,571, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

### Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$310,071, all from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$129,383, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$138,188, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$42,500, all from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Vehicles.** The Subcommittee notes the agency's enhancement request of \$17,700, all from the State General Fund, to replace one high mileage vehicle in FY 2009. The Subcommittee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Subcommittee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
3. **Increasing Patient Admissions and Average Daily Census.** The Subcommittee notes that it received extensive testimony regarding the increasing admissions rate and patient census numbers at the state mental health hospitals. There has been a 64 percent increase in psychiatric admissions to the state mental health hospitals between FY 2002 and FY 2007. Conferees testified that the increased census has caused a strain on the hospitals' ability to provide needed services, resulting in shorter lengths of stay for patients, high readmission rates, and deficiencies in active inpatient treatment. As a result of increased admissions, the hospitals often exceed their budgeted bed capacity and struggle with nursing staff-to-patient ratios. Individuals are not always able to remain in the state mental health hospital as long as they need in order to become stabilized and allow for adequate discharge planning between the hospital and community mental health centers. The Subcommittee notes that continuing oversight and future legislative action may be needed to address increasing patient admissions and the average daily census.

## House Budget Committee Report

**Agency:** Osawatomi State Hospital **Bill No.** HB - -

**Bill Sec.** - -

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 359

**Budget Page No.** 311

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 12,047,199	\$ 11,897,199	\$ 0
Other Funds	13,576,370	13,576,370	0
Subtotal - Operating	<u>\$ 25,623,569</u>	<u>\$ 25,473,569</u>	<u>\$ 0</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	58	58	0
Subtotal - Capital Improvements	<u>\$ 58</u>	<u>\$ 58</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 25,623,627</u></u>	<u><u>\$ 25,473,627</u></u>	<u><u>\$ 0</u></u>
FTE Positions	428.6	428.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>428.6</u></u>	<u><u>428.6</u></u>	<u><u>0.0</u></u>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$25.6 million, including \$12.0 million from the State General Fund. The estimate is an all funds increase of \$443,942, or 1.8 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$450,000, or 3.9 percent, above the amount approved by the 2007 Legislature. The estimate would fund 428.6 FTE positions, a net increase of 9.0 FTE above the approved amount of 419.6 FTE positions. The 9.0 FTE positions were transferred to the agency at the beginning of FY 2008: 5.0 FTE positions were transferred from Kansas Neurological Institute (KNI), 2.0 FTE positions were transferred from Larned State Hospital, and 2.0 FTE positions were transferred from the Department of Social and Rehabilitation Services (SRS). The all funds increase is primarily the result of a \$300,000 transfer to Osawatomi State Hospital (OSH) from Rainbow Mental Health Facility (RMHF) in FY 2008. RMHF realized savings resulting from the closure of youth services. The savings from RMHF were transferred to OSH to assist in funding the 9.0 FTE received from SRS and other state hospitals. The estimate includes a supplemental request of \$150,000, all from the State General Fund, to reduce the shrinkage rate from 6.9 percent to 6.2 percent.

### Governor's Recommendation

The Governor recommends FY 2008 operating expenditures of \$25.5 million, including \$11.9 million from the State General Fund. The recommendation is an all funds increase of \$293,942, or 1.2 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$300,000, or 2.6 percent, above the amount approved by the 2007





of \$450,000, or 3.9 percent, above the amount approved by the 2007 Legislature. The estimate would fund 428.6 FTE positions, a net increase of 9.0 FTE above the approved amount of 419.6 FTE positions. The 9.0 FTE positions were transferred to the agency at the beginning of FY 2008: 5.0 FTE positions were transferred from Kansas Neurological Institute (KNI), 2.0 FTE positions were transferred from Larned State Hospital, and 2.0 FTE positions were transferred from the Department of Social and Rehabilitation Services (SRS). The all funds increase is primarily the result of a \$300,000 transfer to Osawatomie State Hospital (OSH) from Rainbow Mental Health Facility (RMHF) in FY 2008. RMHF realized savings resulting from the closure of youth services. The savings from RMHF were transferred to OSH to assist in funding the 9.0 FTE received from SRS and other state hospitals. The estimate includes a supplemental request of \$150,000, all from the State General Fund, to reduce the shrinkage rate from 6.9 percent to 6.2 percent.

### **Governor's Recommendation**

The Governor recommends FY 2008 operating expenditures of \$25.5 million, including \$11.9 million from the State General Fund. The recommendation is an all funds increase of \$293,942, or 1.2 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$300,000, or 2.6 percent, above the amount approved by the 2007 Legislature. The Governor does not recommend the agency's supplemental request of \$150,000, all from the State General Fund, to reduce the shrinkage rate from 6.9 percent to 6.2 percent.

### **Senate Subcommittee Recommendation**

The Senate Subcommittee concurs with the Governor's recommendation.



## House Budget Committee Report

**Agency:** Osawatomi State Hospital

**Bill No.** HB 2946

**Bill Sec.** 33

**Analyst:** Caywood McCarthy

**Analysis Pg. No.** Vol. I - 359

**Budget Page No.** 311

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 18,608,917	\$ 16,183,138	\$ (1,027,553)
Other Funds	9,906,370	9,907,169	(48,949)
Subtotal - Operating	<u>\$ 28,515,287</u>	<u>\$ 26,090,307</u>	<u>\$ (1,076,502)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	58	58	0
Subtotal - Capital Improvements	<u>\$ 58</u>	<u>\$ 58</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,515,345</u></u>	<u><u>\$ 26,090,365</u></u>	<u><u>\$ (1,076,502)</u></u>
FTE Positions	504.0	428.6	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>504.0</u></u>	<u><u>428.6</u></u>	<u><u>0.0</u></u>

\* All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$28.5 million, including \$18.6 million from the State General Fund. The request is an all funds increase of \$2.9 million, or 11.3 percent, and a State General Fund increase of \$6.6 million, or 54.5 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 4.5 percent. Seven enhancements totaling \$3,329,082, all from the State General Fund, and 75.4 FTE positions, are requested for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$26.1 million, including \$16.2 million from the State General Fund. The recommendation is an all funds increase of \$616,738, or 2.4 percent, above the FY 2008 recommendation, and a decrease of \$2.4 million, or 8.5 percent, below the agency's FY 2009 request. The Governor does not recommend the agency's seven enhancement requests. The Governor recommends addition of the following:

- \$904,102, including \$903,303 from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

## House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustments and comments:

1. **Pay Plan Adjustments.** Delete \$1,076,502, including \$1,027,553 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$430,208, including \$429,836 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$473,894, including \$473,467 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$172,400, including \$124,250 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Staffing.** The Budget Committee notes the agency's enhancement request of \$888,635, all from the State General Fund, and 25.6 FTE positions, to add direct care and nursing staff in FY 2009. The agency indicates that each hospital unit has a core staffing requirement, or a minimum number of staff, needed to provide for patient care and safety. Illness, holidays, injuries, and other leave time has caused staffing to fall below minimum core staffing levels. The Budget Committee notes that more staff is needed in order to provide for patient care and safety due to increasing patient admissions. Finally, the Budget Committee notes that the Governor did not recommend funding for this enhancement and recommends that the item be further reviewed at Omnibus.
3. **30-Bed Unit.** The Budget Committee notes the agency's enhancement request of \$1,473,800, all from the State General Fund, and 49.8 FTE positions, to open a 30-bed unit for the last six months of FY 2009. The agency notes that the 2007 Legislature appropriated funds to remodel an existing unit, and because of the current remodeling, reconstruction of the additional unit cannot begin until after February 2008, and will not be available for patient care until January 2009. The request will fund the cost of operating the newly remodeled unit starting in January 2009. The agency notes that its capacity would increase from 176 to 206 beds. The Budget Committee recognizes that increased bed capacity would accommodate increasing patient admissions. The Budget Committee notes that the Governor did not recommend funding for this enhancement and recommends that the item be further reviewed at Omnibus.
4. **Vehicles.** The Budget Committee notes the agency's enhancement request of \$40,900, all from the State General Fund, to replace two high mileage vehicles in FY 2009. The Budget Committee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Budget Committee

recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.

5. **Agency Information.** The Budget Committee notes the following information about Osawatomie State Hospital (OSH):

OSH provides mental health services to adults who require inpatient evaluation and treatment. Patients are referred to the hospital after being screened by community mental health centers. Upon admission, a comprehensive evaluation is completed and an individual treatment plan is developed. An interdisciplinary person-centered team approach (IDT), which includes the patient as an active participant, forms the basis of the active treatment strategy. After treatment, patients are referred back to outpatient treatment programs provided by community mental health centers.

The facility currently serves adults from 46 eastern Kansas counties who require inpatient psychiatric treatment or non-medical detoxification for substance abuse. The Adult Psychiatric Program provides inpatient services for people 18 years of age and older. No services are offered for children or adolescents. Social Detoxification Service was established to provide short-term detoxification services to persons who would then receive chemical dependency treatment in the community. Currently, about 50-70 percent of the people served by OSH also need substance abuse treatment.

OSH has a capacity of 176 beds. For FY 2009, OSH has an anticipated Average Daily Census of 172 residents, and an Average Length of Stay of 28.0 days. The facility operates a 30-bed Crisis Stabilization Unit (CSU) and three Acute Care Units (ACU). The CSU serves individuals who may be stabilized in a short period of time and returned to the community within 14 days or less. The ACU's have a target length of stay of 30 days or less. In addition, the Sexual Predator Treatment Program Transition House is located on the grounds of OSH but is administered and funded by Larned State Hospital.

6. **Increased Admissions and Availability of Inpatient Treatment.** The Budget Committee notes the significant amount of testimony received expressing concern about the availability of inpatient treatment for mentally ill adults and children. Highlighted in the testimony is the critical role the state mental health hospitals play in the mental health treatment system. Conferees commented on the increasing admissions to the state hospitals, which must operate within a set budget and number of beds regardless of the demand. As a result, many conferees expressed concern over the need to accommodate the increased demand by reducing the length of stay for individuals. Several conferees noted the need to increase the bed count at the state hospitals in order to accommodate increasing patient admissions. It was also noted that increased admissions require more staff in order to treat patients effectively.

One issue discussed in relation to the growing demand for more inpatient mental health beds was the formation of a Hospital and Home Initiative Work Group. The Department of Social and Rehabilitation Services (SRS) has established a core team of leaders to "research and design a plan to implement an effective array of hospital and community services that support mental health wellness and recovery through partnerships and data driven strategies." Several conferees noted the importance of establishing a plan that would support the needs of the state hospitals in order to lead to a meaningful transformation for future inpatient needs.

### House Committee Recommendation

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

### Senate Subcommittee Report

**Agency:** Osawatomi State Hospital **Bill No.** SB 658

**Bill Sec.** 33

**Analyst:** Caywood McCarthy **Analysis Pg. No.** Vol. I - 359

**Budget Page No.** Vol. II - 311

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 18,608,917	\$ 16,183,138	\$ 446,247
Other Funds	9,906,370	9,907,169	(48,949)
Subtotal - Operating	<u>\$ 28,515,287</u>	<u>\$ 26,090,307</u>	<u>\$ 397,298</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	58	58	0
Subtotal - Capital Improvements	<u>\$ 58</u>	<u>\$ 58</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 28,515,345</u></u>	<u><u>\$ 26,090,365</u></u>	<u><u>\$ 397,298</u></u>
FTE Positions	504.0	428.6	49.8
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<u><u>504.0</u></u>	<u><u>428.6</u></u>	<u><u>49.8</u></u>

\* Of the Subcommittee's recommended reductions, \$1,076,502, including \$1,027,553 from the State General Fund, is related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$28.5 million, including \$18.6 million from the State General Fund. The request is an all funds increase of \$2.9 million, or 11.3 percent, and a State General Fund increase of \$6.6 million, or 54.5 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 4.5 percent. Seven enhancements totaling \$3,329,082, all from the State General Fund, and 75.4 FTE positions, are requested for FY 2009.

## Governor's Recommendation

The Governor recommends operating expenditures of \$26.1 million, including \$16.2 million from the State General Fund. The recommendation is an all funds increase of \$616,738, or 2.4 percent, above the FY 2008 recommendation, and a decrease of \$2.4 million, or 8.5 percent, below the agency's FY 2009 request. The Governor does not recommend the agency's seven enhancement requests. The Governor recommends the addition of the following:

- \$904,102, including \$903,303 from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

## Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$1,076,502, including \$1,027,553 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$430,208, including \$429,836 from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$473,894, including \$473,467 from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$172,400, including \$124,250 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **30-Bed Unit.** Add \$1,473,800, all from the State General Fund, and 49.8 FTE positions, to open a 30-bed unit for the last six months of FY 2009. The agency notes that the 2007 Legislature appropriated funds to remodel an existing unit, and because of the current remodeling, reconstruction of the additional unit cannot begin until after February 2008, and will not be available for patient care until January 2009. The request will fund the cost of operating the newly remodeled unit starting in January 2009. The agency notes that its capacity would increase from 176 to 206 beds. The Subcommittee recognizes that funding was appropriated by the 2007 Legislature to remodel and staff this new unit, and additional funding is needed to open the unit for the last six months of FY 2009.
3. **Vehicles.** The Subcommittee notes the agency's enhancement request of \$40,900, all from the State General Fund, to replace two high mileage vehicles in FY 2009. The Subcommittee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services

(SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Subcommittee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.

4. **Increasing Patient Admissions and Average Daily Census.** The Subcommittee notes that it received extensive testimony regarding the increasing admissions rate and patient census numbers at the state mental health hospitals. There has been a 64 percent increase in psychiatric admissions to the state mental health hospitals between FY 2002 and FY 2007. Conferees testified that the increased census has caused a strain on the hospitals' ability to provide needed services, resulting in shorter lengths of stay for patients, high readmission rates, and deficiencies in active inpatient treatment. As a result of increased admissions, the hospitals often exceed their budgeted bed capacity and struggle with nursing staff-to-patient ratios. Individuals are not always able to remain in the state mental health hospital as long as they need in order to become stabilized and allow for adequate discharge planning between the hospital and community mental health centers. The Subcommittee notes that continuing oversight and future legislative action may be needed to address increasing patient admissions and the average daily census.



## House Budget Committee Report

**Agency:** Larned State Hospital      **Bill No.** HB 2947

**Bill Sec.** 28

**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 323

**Budget Page No.** 293

Expenditure Summary	Agency Estimate FY 08	Governor's Recommendation FY 08	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 43,755,302	\$ 43,765,902	\$ 0
Other Funds	10,915,048	10,954,517	400,000
Subtotal - Operating	\$ 54,670,350	\$ 54,720,419	\$ 400,000
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 54,670,350</b>	<b>\$ 54,720,419</b>	<b>\$ 400,000</b>
<b>FTE Positions</b>			
	982.2	1,004.2	0.0
Non FTE Uncl. Perm. Pos.	17.0	18.0	0.0
<b>TOTAL</b>	<b>999.2</b>	<b>1,022.2</b>	<b>0.0</b>

### Agency Estimate

The agency estimates FY 2008 operating expenditures of \$54.7 million, including \$43.8 million from the State General Fund. The estimate is an all funds increase of \$749,046, or 1.4 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$1.3 million, or 3.0 percent, above the amount approved by the 2007 Legislature. The estimate would fund 982.2 FTE positions, a net increase of 4.0 FTE positions above the approved amount of 978.2 FTE positions. The revised estimate includes an increase of 6.0 FTE positions, which is partially offset by a transfer of 2.0 FTE positions to Osawatomie State Hospital at the beginning of FY 2008. The estimate includes three supplemental requests totaling \$1,267,955, all from the State General Fund.

### Governor's Recommendation

The Governor recommends FY 2008 operating expenditures of \$54.7 million, including \$43.8 million from the State General Fund. The recommendation is an all funds increase of \$799,115, or 1.5 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$1.3 million, or 3.0 percent, above the amount approved by the 2007 Legislature. The Governor recommends two of the agency's supplemental requests and recommends an additional supplemental expenditure for a total of \$1,278,555, all from the State General Fund, and 28.0 FTE positions, for the following:

- \$500,000, all from the State General Fund, to offset part of the LSH Fee Fund shortfall;



- \$228,486, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House; and
- \$550,069, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustment and comment:

1. **Hospital Building.** Add funding of \$400,000, all from the State Institutions Building Fund, to plan for the expansion of the Larned State Hospital Adult Treatment Center Building to replace the Hospital Building. The Department of Social and Rehabilitation Services (SRS) included a request for this funding in its capital improvements budget request for FY 2008.

The Budget Committee heard testimony that until recently, the Hospital building was used to house and treat psychiatric services program patients. The Department of Health and Environment recently determined that the Hospital building, constructed in 1931, is in such poor condition that it requires extensive renovation if it is to be used to house or treat patients. Due to its age and antiquated design, it is not cost effective or feasible to rehabilitate the Hospital building for patient treatment. LSH has made adjustments in the Sexual Predator Treatment Program (SPTP) to temporarily free up space for the 19 patients located in the Hospital building. However, those patients cannot indefinitely stay in space that will be needed by the ever-growing SPTP. The Budget Committee believes that planning for building an addition to LSH's Adult Treatment Center will address this issue.

2. **Supplementals.** The Budget Committee would like to express its support of the Governor's three supplemental recommendations for the following:
  - a. \$500,000, all from the State General Fund, to offset part of the LSH Fee Fund shortfall. The agency indicates that the approved FY 2006 budget increased the expenditure of the Fee Fund. Over the last three years, the expenditure limitation from the Fee Fund has increased significantly, from \$2.6 million to \$3.5 million, while the revenue estimate has remained relatively unchanged. As a result, the agency anticipates a shortfall in revenue in FY 2008.
  - b. \$228,486, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House. The agency indicates that three new residents are being moved to the Transition House. The current space is not sufficient to accommodate the new residents, and a section of the Biddle Building has been remodeled for this purpose. As a result, additional staffing and operating expenditures are needed to accommodate the new residents who require 24-hour supervision for seven days a week.
  - c. \$550,069, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census. The Budget Committee notes that it received testimony regarding staffing challenges and increased SPTP

admissions. The SPTP program, located on the grounds of Larned State Hospital, is currently at full capacity and serves 160 patients. The Budget Committee acknowledges that funding is needed to support the increasing patient admissions to the Treatment and Transition programs.

**House Committee Recommendation**

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

**Senate Subcommittee Report**

**Agency:** Larned State Hospital      **Bill No.** SB 655      **Bill Sec.** 28  
**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 323      **Budget Page No.** Vol. II - 293

<u>Expenditure Summary</u>	<u>Agency Request FY 08</u>	<u>Governor's Recommendation FY 08</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 43,755,302	\$ 43,765,902	\$ (1,278,555)
Other Funds	10,915,048	10,954,517	0
Subtotal - Operating	<u>\$ 54,670,350</u>	<u>\$ 54,720,419</u>	<u>\$ (1,278,555)</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><b>\$ 54,670,350</b></u>	<u><b>\$ 54,720,419</b></u>	<u><b>\$ (1,278,555)</b></u>
FTE Positions	982.2	1,004.2	(28.0)
Non FTE Uncl. Perm. Pos.	17.0	18.0	0.0
<b>TOTAL</b>	<u><b>999.2</b></u>	<u><b>1,022.2</b></u>	<u><b>(28.0)</b></u>

**Agency Request**

The agency estimates FY 2008 operating expenditures of \$54.7 million, including \$43.8 million from the State General Fund. The estimate is an all funds increase of \$749,046, or 1.4 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$1.3 million, or 3.0 percent, above the amount approved by the 2007 Legislature. The estimate would fund 982.2 FTE positions, a net increase of 4.0 FTE positions above the approved amount of 978.2 FTE positions. The revised estimate includes an increase of 6.0 FTE positions, which is partially offset by a transfer of 2.0 FTE positions to Osawatomie State Hospital at the beginning of

FY 2008. The estimate includes three supplemental requests totaling \$1,267,955, all from the State General Fund.

### **Governor's Recommendation**

The Governor recommends FY 2008 operating expenditures of \$54.7 million, including \$43.8 million from the State General Fund. The recommendation is an all funds increase of \$799,115, or 1.5 percent, above the amount approved by the 2007 Legislature, and a State General Fund increase of \$1.3 million, or 3.0 percent, above the amount approved by the 2007 Legislature. The Governor recommends two of the agency's supplemental requests and recommends an additional supplemental expenditure for a total of \$1,278,555, all from the State General Fund, and 28.0 FTE positions, for the following:

- \$500,000, all from the State General Fund, to offset part of the LSH Fee Fund shortfall;
- \$228,486, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program (SPTP) Transition House; and
- \$550,069, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census.

### **Senate Subcommittee Recommendation**

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

1. **Supplementals.** Delete \$1,278,555, all from the State General Fund, and 28.0 FTE positions. The Subcommittee understands the need for these expenditures, but is concerned about the State General Fund availability and would like to review the following items at Omnibus:
  - a. \$500,000, all from the State General Fund, to offset part of the LSH Fee Fund shortfall. The agency indicates that the approved FY 2006 budget increased the expenditure of the fee fund. As a result, the agency anticipates a shortfall in revenue in FY 2008.
  - b. \$228,486, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program (SPTP) Transition House. The agency indicates the need for additional staffing and operating expenditures to accommodate the three new residents who require 24-hour supervision for seven days a week.
  - c. \$550,069, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census. The SPTP program, located on the grounds of Larned State Hospital, currently serves 160 patients.

## House Budget Committee Report

**Agency:** Larned State Hospital      **Bill No.** HB 2946

**Bill Sec.** 33

**Analyst:** Caywood McCarthy      **Analysis Pg. No.** Vol. I - 323

**Budget Page No.** 293

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	House Budget Committee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 45,845,725	\$ 43,612,932	\$ (2,286,282)
Other Funds	11,878,835	12,712,258	(46,450)
Subtotal - Operating	\$ 57,724,560	\$ 56,325,190	\$ (2,332,732)
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal - Capital Improvements	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 57,724,560</b>	<b>\$ 56,325,190</b>	<b>\$ (2,332,732)</b>
FTE Positions	1,052.7	1,004.2	0.0
Non FTE Uncl. Perm. Pos.	17.0	18.0	0.0
<b>TOTAL</b>	<b>1,069.7</b>	<b>1,022.2</b>	<b>0.0</b>

\* All of the Budget Committee's recommended reductions are related to pay plan adjustments.

### Agency Request

The agency requests FY 2009 operating expenditures of \$57.7 million, including \$45.8 million from the State General Fund. The request is an all funds increase of \$3.1 million, or 5.6 percent, and a State General Fund increase of \$2.1 million, or 4.8 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 5.0 percent. Eight enhancements totaling \$5,515,833, all from the State General Fund, and 76.5 FTE positions, are requested for FY 2009.

### Governor's Recommendation

The Governor recommends operating expenditures of \$56.3 million, including \$43.6 million from the State General Fund. The recommendation is an all funds increase of \$1.6 million, or 2.9 percent, above the FY 2008 recommendation, and a decrease of \$1.4 million, or 2.4 percent, below the agency's FY 2009 request. The Governor recommends two of the agency's enhancement requests and recommends an additional enhancement for a total of \$1,444,685, including \$1,319,858 from the State General Fund, and 28.0 FTE positions, for the following:

- \$124,827, all from the State Institutions Building Fund, for Larned State Hospital's share of the City of Larned's debt service payment for the replacement of the city's wastewater treatment plant;

- \$249,269, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House;
- \$1,070,589, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census; and
- \$1,963,182, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

### House Budget Committee Recommendation

The Social Services Budget Committee concurs with the Governor's recommendation with the following adjustments and comments:

1. **Pay Plan Adjustments.** Delete \$2,332,732, including \$2,286,282 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$951,602, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$1,011,580, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$369,550, including \$323,100 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Vehicles.** The Budget Committee notes the agency's enhancement request of \$140,562, all from the State General Fund, to replace nine high mileage vehicles in FY 2009. The Budget Committee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Budget Committee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
3. **Enhancements.** The Budget Committee would like to express its support of the Governor's three enhancement recommendations for the following:
  - a. \$124,827, all from the State Institutions Building Fund, for Larned State Hospital's share of the City of Larned's debt service payment for the replacement of the city's wastewater treatment plant. The agency indicates that it entered into an agreement with the City of Larned for wastewater treatment in 1979. The City of Larned is currently required by the Kansas Department of Health and Environment (KDHE) to replace the existing water



treatment plant. The agreement indicates that the State of Kansas will pay its proportional cost for any replacement of the system; the agency's share is \$1.9 million, or 25.0 percent. The amount is financed at 2.68 percent for 20 years with an annual payment of \$124,827.

- b. \$249,269, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House. This is a continuation of the agency's supplemental request in FY 2008. The agency indicates that three new residents are being moved to the Transition House. The current space is not sufficient to accommodate the new residents, and a section of the Biddle Building has been remodeled for this purpose. As a result, additional staffing and operating expenditures are needed to accommodate the new residents who require 24-hour supervision for seven days a week.
  - c. \$1,070,589, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census. This is a continuation of the agency's supplemental request in FY 2008. The Budget Committee notes that it received testimony regarding staffing challenges and increased SPTP admissions. The SPTP program, located on the grounds of Larned State Hospital, is currently at full capacity and serves 160 patients. The Budget Committee acknowledges that funding is needed to support the increasing patient admissions to the Treatment and Transition programs.
4. **Mobile Evaluators.** The Budget Committee notes the agency's recommendation during its testimony for \$320,000 to fund mobile evaluator positions that will help alleviate the growing waiting list for forensic evaluation and treatment in Larned State Hospital's (LSH) State Security Program (SSP).

The Budget Committee notes that the SSP serves the state wide needs of the Department of Corrections (DoC) and the Unified Judicial System for forensic evaluation and inpatient psychiatric care. The program includes: a forensic evaluation unit, two acute psychiatric treatment units, two psychiatric rehabilitation units for inmates of the DoC, a psychiatric unit for females, and a security behavior unit. The security behavior unit serves patients from all the state hospitals whose behavior is extremely dangerous, which requires the highest level of security. The Budget Committee notes that it received extensive testimony about how the need for beds by the District Courts and DoC exceeds the current budgeted capacity of the SSP. Since January 2000, the beds available to the District Courts have decreased from 143 beds to 71 beds due to budget cuts in 2002 and an increase in bed utilization by the DoC. In addition, the waiting list for admissions to the SSP from the District Courts reached an all-time high of 67 persons in January 2008. Conferees also testified that the wait time has placed a strain on jails and jail staff in managing the inmates who are awaiting access to mental health services.

In its testimony, the agency presented an option to help alleviate the growing waiting list for forensic evaluation and treatment. The option would fund two mobile evaluator positions that would be supervised by Larned SSP staff and located in the Kansas City area and the Wichita, Hutchinson, or Larned area. The role of the evaluators would include: complete sex predator evaluations in jails; conduct at least two Competency to Stand Trial (CST) evaluator trainings a year for Community Mental Health Centers (CMHC's) and other community providers

interested in reimbursement and certification from SRS; complete pre-sentence evaluations (misdemeanors) in jails and the community; complete competency evaluations unable to be done by community providers; and create and oversee a certification and ongoing education and supervisory program for community based evaluators. The Budget Committee notes that the mobile unit would help alleviate or eliminate the waiting list for admission to the SSP. This option would cost \$320,000. The Budget Committee notes that this funding was not included in the agency's budget request or the Governor's recommendation and recommends the item be further reviewed at Omnibus.

5. **Agency Information.** The Budget Committee notes the following information about Larned State Hospital (LSH):

LSH provides psychiatric treatment and limited detox facilities to persons aged five to eighty-five from the 59 western counties of the state. LSH has a capacity of 465 beds. For FY 2009, LSH has an anticipated average daily census of 432 residents, an average length of stay in psychiatric services of 27 days for adults, 24 days for youth, and 113 days in the State Security Program.

The Psychiatric Services program provides mental health services to adults, adolescents, and children who require inpatient evaluation and treatment. Patients are referred to the hospital after being screened by community mental health centers. Upon admission, a comprehensive evaluation is completed and an individual treatment plan is developed. The Psychiatric Services program has a budgeted capacity of 99 beds. Service units include a Crisis Stabilization unit that serves an average of 16 adults, a Social Detoxification unit that can serve 3 persons, two Adult Treatment units that can serve an average of 30 persons each, and one Youth Services unit that can serve 20 youth. The Social Detoxification Service unit provides services, up to 72 hours, for persons referred by law enforcement agencies or by a district court.

The State Security Hospital (SSH) serves the entire state as a secure setting for criminal forensic patients during evaluation and treatment, and non-forensic patients with severe behavioral problems who may be transferred from other hospitals. The State Security Hospital delivers specialized mental health services to persons committed by the District Courts and those transferred from the Kansas Department of Corrections. The SSH consists of 200 beds.

The Sexual Predator Treatment Program (SPTP) provides treatment for convicted sex offenders who have completed their prison sentences and have been civilly committed under the Kansas Sexual Predator Law because of ongoing danger to the community. Since 1994, 200 persons have been committed to the SPTP. Of those, 161 residents are presently assigned to phases 1 through 5 of the SPTP program located at LSH, and 10 residents are assigned to phases 6 and 7 located at Osawatomie State Hospital. Of the residents presently assigned to the SPTP, more than two thirds have been received within the past five years. Currently, SPTP's physical capacity is 214 beds. The Sexual Predator Transition House program is located on the grounds of Osawatomie State Hospital but is funded in the LSH budget. The Transition House physical capacity is 12 beds.

LSH also provides various support services (dietary and laundry) for Larned Juvenile Correctional Facility, Larned Correctional Mental Health Facility, and the Kansas Soldiers' Home at Fort Dodge.



6. **Increased Admissions and Availability of Inpatient Treatment.** The Budget Committee notes the significant amount of testimony received expressing concern about the availability of inpatient treatment for mentally ill adults and children. Highlighted in the testimony is the critical role the state mental health hospitals play in the mental health treatment system. Conferees commented on the increasing admissions to the state hospitals, which must operate within a set budget and number of beds regardless of the demand. As a result, many conferees expressed concern over the need to accommodate the increased demand by reducing the length of stay for individuals. Several conferees noted the need to increase the bed count at the state hospitals in order to accommodate increasing patient admissions. It was also noted that increased admissions require more staff in order to treat patients effectively.

One issue discussed in relation to the growing demand for more inpatient mental health beds was the formation of a Hospital and Home Initiative Work Group. The Department of Social and Rehabilitation Services (SRS) has established a core team of leaders to "research and design a plan to implement an effective array of hospital and community services that support mental health wellness and recovery through partnerships and data driven strategies." Several conferees noted the importance of establishing a plan that would support the needs of the state hospitals in order to lead to a meaningful transformation for future inpatient needs.

### House Committee Recommendation

The House Committee concurs with the Budget Committee's recommendation with the following comments:

1. The House Committee recommends studying the long-term impact of the Sexual Predator Treatment Program (SPTP). The steady increase in referrals to the program and the length of time it takes to complete the program combine to create a continuing budget and public policy challenge. The Committee recommends the evaluation of resident capacity, housing costs, and staffing costs.
  2. The House Committee recommends that the agency provide information regarding the following for review at Omnibus:
    - a. The amount of expenditures spent on the SPTP in Kansas compared to other states; and
    - b. Historical information regarding patient admissions from FY 2005 to FY 2009 and the status of the 200 persons who have been committed to the SPTP since the program's inception in 1994.
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**Senate Subcommittee Report**

**Agency:** Larned State Hospital    **Bill No.** SB 658

**Bill Sec.** 33

**Analyst:** Caywood McCarthy    **Analysis Pg. No.** Vol. I - 323

**Budget Page No.** Vol. II - 293

Expenditure Summary	Agency Request FY 09	Governor's Recommendation FY 09	Senate Subcommittee Adjustments*
<b>Operating Expenditures:</b>			
State General Fund	\$ 45,845,725	\$ 43,612,932	\$ (3,606,140)
Other Funds	11,878,835	12,712,258	(46,450)
Subtotal - Operating	<u>\$ 57,724,560</u>	<u>\$ 56,325,190</u>	<u>\$ (3,652,590)</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	0
Other Funds	0	0	0
Subtotal - Capital Improvements	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 57,724,560</u></u>	<u><u>\$ 56,325,190</u></u>	<u><u>\$ (3,652,590)</u></u>
FTE Positions	1,052.7	1,004.2	(28.0)
Non FTE Uncl. Perm. Pos.	17.0	18.0	0.0
<b>TOTAL</b>	<u><u>1,069.7</u></u>	<u><u>1,022.2</u></u>	<u><u>(28.0)</u></u>

\* Of the Subcommittee's recommended reductions, \$2,332,732, including \$2,286,282 from the State General Fund, is related to pay plan adjustments.

**Agency Request**

The agency requests FY 2009 operating expenditures of \$57.7 million, including \$45.8 million from the State General Fund. The request is an all funds increase of \$3.1 million, or 5.6 percent, and a State General Fund increase of \$2.1 million, or 4.8 percent, above the FY 2008 revised estimate. The request includes a budgeted shrinkage rate of 5.0 percent. Eight enhancements totaling \$5,515,833, all from the State General Fund, and 76.5 FTE positions, are requested for FY 2009.

**Governor's Recommendation**

The Governor recommends operating expenditures of \$56.3 million, including \$43.6 million from the State General Fund. The recommendation is an all funds increase of \$1.6 million, or 2.9 percent, above the FY 2008 recommendation, and a decrease of \$1.4 million, or 2.4 percent, below the agency's FY 2009 request. The Governor recommends two of the agency's enhancement requests and recommends an additional enhancement for a total of \$1,444,685, including \$1,319,858 from the State General Fund, and 28.0 FTE positions, for the following:

- \$124,827, all from the State Institutions Building Fund, for Larned State Hospital's share of the City of Larned's debt service payment for the replacement of the city's wastewater treatment plant;
- \$249,269, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House;
- \$1,070,589, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census; and
- \$1,963,182, all from the State General Fund, for a 2.5 percent base salary adjustment for all employees and salary increases for below market pay for select employees.

### Senate Subcommittee Recommendation

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

1. **Pay Plan Adjustments.** Delete \$2,332,732, including \$2,286,282 from the State General Fund, to remove the following pay plan adjustments recommended by the Governor. Pay plan adjustments will be considered in a separate bill.
  - a. **State Employee Pay Increases.** Delete \$951,602, all from the State General Fund, to remove the amount recommended by the Governor for the 2.5 percent base salary adjustment.
  - b. **Classified Employee Pay Plan.** Delete \$1,011,580, all from the State General Fund, to remove the amount recommended by the Governor for FY 2009 pay increases for basic vocational classes and for those employees identified as having the most disparity relative to market rate.
  - c. **Longevity Pay.** Delete \$369,550, including \$323,100 from the State General Fund, to remove the amount recommended by the Governor for longevity bonus payments.
2. **Enhancements.** Delete \$1,319,858, all from the State General Fund, and 28.0 FTE positions. The Subcommittee understands the need for these expenditures, but is concerned about the State General Fund availability and would like to review the following items at Omnibus:
  - a. \$249,269, all from the State General Fund, and 6.0 FTE positions, to expand the Sexual Predator Treatment Program Transition House. The agency indicates the need for additional staffing and operating expenditures to accommodate the three new residents who require 24-hour supervision for seven days a week.
  - b. \$1,070,589, all from the State General Fund, and 22.0 FTE positions, to expand the SPTP due to a rise in census. This is a continuation of the agency's supplemental request in FY 2008. The SPTP program, located on the grounds of Larned State Hospital, currently serves 160 patients.

3. **Vehicles.** The Subcommittee notes the agency's enhancement request of \$140,562, all from the State General Fund, to replace nine high mileage vehicles in FY 2009. The Subcommittee notes that the Governor did not recommend the enhancement, but instead recommends allocating the funding for all state hospital replacement vehicles to the Department of Social and Rehabilitation Services (SRS). SRS will have the responsibility of dividing the replacement vehicles among itself and the five state hospitals. The Subcommittee recommends vehicle funding for SRS and the state hospitals be further reviewed at Omnibus.
  
4. **Increasing Patient Admissions and Average Daily Census.** The Subcommittee notes that it received extensive testimony regarding the increasing admissions rate and patient census numbers at the state mental health hospitals. There has been a 64 percent increase in psychiatric admissions to the state mental health hospitals between FY 2002 and FY 2007. Conferees testified that the increased census has caused a strain on the hospitals' ability to provide needed services, resulting in shorter lengths of stay for patients, high readmission rates, and deficiencies in active inpatient treatment. As a result of increased admissions, the hospitals often exceed their budgeted bed capacity and struggle with nursing staff-to-patient ratios. Individuals are not always able to remain in the state mental health hospital as long as they need in order to become stabilized and allow for adequate discharge planning between the hospital and community mental health centers. The Subcommittee notes that continuing oversight and future legislative action may be needed to address increasing patient admissions and the average daily census.