

## MINUTES

### JOINT COMMITTEE ON STATE BUILDING CONSTRUCTION

February 14, 2007  
Room 313-S—Statehouse

#### Members Present

Representative Joe Humerickhouse, Chairperson  
Senator Pat Apple  
Senator Greta Goodwin  
Senator Laura Kelly  
Representative Steve Brunk  
Representative Bill Feuerborn  
Representative Bob Grant  
Representative Jo Ann Pottorff

#### Members Absent

Senator Stephen Morris  
Senator Dwayne Umbarger, Vice-Chairperson

#### Staff Present

Audrey Dunkel, Kansas Legislative Research Department  
Reagan Cussimano, Kansas Legislative Research Department  
Heather O'Hara, Kansas Legislative Research Department  
Susan Kannarr, Kansas Legislative Research Department  
Becky Krahl, Kansas Legislative Research Department  
Amy VanHouse, Kansas Legislative Research Department  
Aaron Klaassen, Kansas Legislative Research Department  
Mike Corrigan, Office of the Revisor of Statutes  
Helen Abramson, Committee Assistant

#### Conferees

Kyle Smith, Kansas Bureau of Investigation

#### Others Attending

See attached list.

The meeting was called to order by Chairperson Joe Humerickhouse at 12:15 p.m., on February 14, 2007 in Room 313-S of the Statehouse.

Staff presented FY 2007 and FY 2008 capital improvement budget requests for the Kansas State Fair (Attachment 1).

For FY 2007, the agency estimates capital improvements of \$3,563,440. The FY 2007 estimate includes \$107,713 for rehabilitation and repairs, including \$100,000 from the State General Fund. The estimate includes \$1,080,000 from the State General Fund for debt service principal, and \$2,375,727 from the State General Fund for the construction on a new sheep and swine barn. The Governor concurs with the State Fair's FY 2007 estimate. However, the recommendation decreases State General Fund expenditures \$100,000 and increases the State Fair Capital Improvements Fund \$100,000 for FY 2007.

For FY 2008, the Kansas State Fair requests capital improvements of \$1,809,057. The FY 2008 request includes \$109,867 for building rehabilitation and repairs from the State Fair Capital Improvements Fund and \$1,120,000 from the State General Fund for debt service principal. The request includes an enhancement of \$579,190 from the Economic Development Initiatives Fund for alternative energy projects. Of this enhancement request, \$443,970 is for two 50 kilowatt (kW) wind turbines to produce over 300,000 kW hours per year, approximately 10 percent of the fairground's energy use; \$11,220 for the installation of a Solar Thermal Heat System for the Administration Building; and \$25,000 for the addition of electrical sub-metering equipment that will enable more efficient use of electricity at each building. Currently, there is one master meter and no way of reading energy use or monitoring consumption on a per-building basis.

For FY 2008, the Governor recommends capital improvement expenditures of \$1,316,556 which is a decrease below the FY 2007 recommendation and is mostly due to the one-time expenditures for the construction of the new sheep and swine barn. The Governor concurs with the agency's request for rehabilitation and repair expenditures of \$109,867 from the State Fair Capital Improvements Fund and \$1,120,000 from the State General Fund for debt service principal for the master plan to upgrade facilities at the Kansas State Fair. For the enhancement of \$579,190, the Governor recommends the total amount for the energy systems to be financed through the Department of Administration's Master Lease Program. For FY 2008, the Governor recommends \$111,525 from the Economic Development Initiatives Fund for the first payment of a six-year plan for the debt service. Of this amount, \$24,836 would be for interest which is reflected in the operating budget and \$86,689 for principal which is reflected in capital improvements.

Discussion followed concerning the funding of the sheep and swine barn and the alternate use of wind power.

*Representative Feuerborn moved to concur with the Governor's recommendation for FY2007 and FY 2008 for capital improvement projects for the Kansas State Fair. Representative Grant seconded. Motion carried.*

Staff presented the Adjutant General's Department capital improvement request and the Governor's recommendation for FY 2007 and 2008 (Attachment 2).

For FY 2009, the agency requests expenditures of \$1,978,394 for capital improvements. The request includes expenditures of \$1,090,000 from the State General Fund for debt service principal payments on bonds issued for the renovation of the state's armories. The request also includes \$500,000 from the federal Military Fee Fund to match funds in the armory renovation program. The agency requests enhancements totaling \$388,394 from the State General Fund, including \$336,753 for expansion of the Liberal Motor Vehicle Storage compound and \$51,641 for the debt service

principal payments on the agency's portion of the Pittsburg State University/Kansas National Guard Readiness Center (Armory).

For the Liberal Motor Vehicle Storage Compound Expansion, the agency requests \$336,753 from the State General Fund to expand the Motor Vehicle Storage Compound at the Liberal Army National Guard Armory. The project would include excavation and grading of 7,200 square yards, surfacing with crushed rock, and replacement of 1,075 linear feet of fencing. The agency reports that this facility supports two units and due to transformation has increased the need for parking of military semi tractors and trailers. The existing fencing is rusted and damaged beyond repair.

For debt service principal - Pittsburg Armory, the agency requests \$51,641 from the State General Fund for debt service principal payments on the agency's portion of the Pittsburg State University/Kansas National Guard Readiness Center (Armory). The 2005 Legislature authorized issuance of bonds for this project. The agency reports that this amount was not included in the base budget allocation since the amount needed was not known at the time the allocations were made. The operating enhancement section of this report contains an enhancement of \$67,651 for the interest portion of the debt service payment.

The Governor recommends for FY 2008 expenditures of \$1,641,641 for capital improvements. The recommendation includes expenditures of \$1,090,000 from the State General Fund for debt service principal payments on bonds issued for the renovation of the state's armories and \$500,000 from the federal Military Fee Fund to match funds in the armory renovation program. The Governor also recommends \$51,641 from the State General Fund for debt service principal payments on the agency's portion of the Pittsburg University/Kansas National Guard Readiness Center (Armory). The Governor recommends the agency's enhancements for expansion of the Liberal Motor Vehicle Storage Compound.

*Representative Pottorff moved Committee's recommendation to concur with the Governor's recommendation for FY 2007 and FY 2008 for the Adjutant General. Senator Goodwin seconded the motion. Motion carried.*

Staff presented FY 2007 and FY 2008 capital improvements requests and the Governor's recommendation for the Kansas Highway Patrol (Attachment 3).

For FY 2007, the agency estimates capital improvements expenditures of \$2,476,233. The estimate includes debt service principal payments of \$725,000 for the Highway Patrol Training Center, the Fleet Center, and the VIN Inspection Facility in Olathe. Also, included is \$1,500,000 from the Federal Forfeiture Fund for construction of a tanager on existing state-owned property at Billard Airport in Topeka. The capital improvements estimate also included expenditures of \$251,233 for rehabilitation, repair, and scale replacement.

The Governor recommends for FY 2007 capital improvements expenditures of \$2,644,481. The Governor concurs with the agency's estimate and recommends an additional \$168,248 from the KHP Operations Fund to remodel the Westbound Weigh Station in Wabaunsee County.

For FY 2008, budget year, the agency requests capital improvements expenditures of \$991,083. The estimate includes debt service principal payments of \$735,000 for the Highway Patrol Training Center, the Fleet Center, and VIN Inspection Facility in Olathe. The final debt service payments for the Highway Patrol Training Center are scheduled to occur in FY 2008. The request also includes expenditures of \$256,083 for rehabilitation, repair, and scale replacement.

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

*Senator Barone moved for Committee's recommendation to concur with the Governor's recommendation for the FY 2007 and FY 2008 capital improvements Kansas Highway Patrol request. Representative Feuerborn seconded the motion. Motion carried.*

Staff presented FY 2007 and FY 2008 capital improvements requests and Governor's recommendation for the Kansas Bureau of Investigation (Attachment 4).

For FY 2007, the agency request \$2,871,075 for capital improvements and the Governor concurred with the agency's request.

For FY 2008, the agency requests capital improvements expenditures of \$762,457, all from the State General Fund. The request includes \$265,000 for the debt service principal payment on the Headquarters Building in Topeka and \$100,000 for an engineering study regarding problems with the heating and cooling system at the Headquarters Building and to fund cooling system recommendations in the computer room. The agency also requests \$397,457 from the State General Fund for enhancements as follows.

The agency requests \$184,590 from the State General Fund for land acquisition and house demolition for the KBI Complex Acquisition and Security. The agency reports that its long term plan includes the construction of a new laboratory facility and for provisions to secure the sensitive operations of the agency. The 2006 Legislature approved the purchase of the IMA building adjacent to the KBI Headquarters. There are nine other parcels of land on this block, including five houses and four vacant lots, with a total assessed valuation of \$124,590. Two of the parcels were for sale in September 2006. This enhancement includes funding to purchase the remaining land on the block and to demolish the houses.

The agency requests \$60,000 from the State General Fund to conduct an architectural study for an underground parking garage. The agency currently leases space in Topeka to store agency speciality vehicles, seized vehicles, equipment, and supplies. An underground parking garage will replace the leased space. The agency estimated the cost of the garage at \$1,300,000.

The agency requests \$123,350 from the State General Fund for rehabilitation and repair on the Headquarters Building in Topeka.

The agency requests \$29,517 from the State General Fund for rehabilitation and repair at the Great Bend Regional Office.

The Governor recommends FY 2008 capital improvements expenditures of \$365,000, all from the State General Fund. The recommendation includes \$265,000 for the debt service payment on the Headquarters Building in Topeka. The Governor recommends the funding of \$100,000 to address heating and cooling system issues at the Headquarters Building. The Governor does not recommend the enhancements requested by the agency.

Deputy Director, Kyle Smith, Kansas Bureau of Investigation, explained that the architectural study for an underground parking garage comprises a foundation for the first level of a building, not just a free standing foundation. Mr. Smith remarked that the Great Bend laboratory should be in operation by the end of the fiscal year, and that he will provide to the Committee a breakout of the \$100,000 request for the Headquarters heating/cooling project.

*Representative Feuerborn moved Committee's recommendation to concur with the Governor's recommendation for the Kansas Bureau of Investigation's capital improvements request for FY 2007 and FY 2008. Representative Grant seconded the motion. Motion carried.*

Staff presented FY 2008 capital improvements request and Governor's recommendation for the Kansas Department of Transportation (Attachment 5).

For FY 2008, the agency requests expenditures of \$9,659,938 from the State Highway Fund for building projects.

For FY 2008, the Governor recommends expenditures of \$7,300,184 from the State Highway Fund for building projects and rehabilitation and repair. The Governor recommends funding of \$4,136,473 for projects, including \$602,401 to re-roof buildings, \$534,072 for equipment storage sheds, and \$3,000,000 to be used at the discretion of the Secretary. Expenditures of \$3,163,711 for rehabilitation and repair are included in the recommendation.

Discussion followed concerning the \$3 million the Governor recommended for discretionary projects and for the Committee to receive a list of the discretionary projects. Also, if KDOT has the funds, why not proceed with the recommendation.

Ethan Erickson, Budget Manager, Kansas Department of Transportation, related that the Secretary of KDOT will use the Governor's list to determine discretionary projects. He also remarked on the subarea bay extension/addition at various locations and the relocation of the subarea at Topeka Westgate.

*Representative Feuerborn moved for Committee's recommendation to concur with the Governor's recommendation for the Kansas Department of Transportation. Senator Goodwin seconded the motion. Motion carried.*

Staff presented FY 2008, budget year, capital improvement requests and Governor's recommendation for the Department of Labor (Attachment 6).

For FY 2008 the agency requests \$280,330 for capital improvements expenditures. The request is a decrease of \$624,484, or 69.0 percent, below the FY 2007 request. The decrease is attributable to one-time capital improvements expenditures in FY 2007 in the amount of \$624,484 that do not occur in FY 2008.

For FY 2008, the Governor concurs with the agency's request for FY 2008 capital improvements expenditures.

Gerald Schneider, Chief Fiscal Officer, Department of Labor, described the difference between the Special Projects Fund and the Special Employment Security Fund, commonly known as the Penalty and Interest Fund.

*Representative Pottorff moved for Committee's recommendation to concur with the Governor's recommendation for FY 2008 for the Department of Labor. Representative Feuerborn seconded the motion. Motion carried.*

Staff presented FY 2007 and FY 2008 capital improvements requests and the Governor's recommendation for the Kansas State Historical Society (Attachment 7).

For FY 2008, the agency requests capital improvements expenditures of \$1,451,750, of which \$1,276,750 is from the State General Fund. The agency requests \$125,000 for emergency repairs and maintenance from the State General Fund. The remainder of the agency's request for projects from the State General Fund include: \$464,750 for Museum maintenance and repair, and \$687,000 for historic sites preservation and development. The agency's request includes \$175,000 from special revenue funds for capital improvements projects.

For FY 2008, the Governor recommends \$236,000 from the State General Fund for capital improvements. The recommendation includes \$125,000 for emergency repairs and maintenance, and \$111,000 for Goodnow House exterior restoration. The Governor concurs with the agency's request for FY 2008 special revenue funded projects.

Discussion followed concerning future repair and rehabilitation needs for the Goodnow House.

*Representative Feuerborn moved for Committee's recommendation to concur with the Governor's recommendation for FY 2008 for the Kansas State Historical Society. Representative Pottorff seconded the motion. Motion carried.*

Staff distributed the Estimate for Renewable Energy Application for the Kansas State Fair which the Committee requested (Attachment 8).

Chairman Humerickhouse appointed Senator Apple, Chairman; Senator Barone, and Representative Pottorff to serve on a subcommittee to study proposals for the Dillon House. The Committee is also to work with the Department of Energy and the Department of Administration regarding the top two floors, but leave the first floor to be used as it is today.

Representative Grant suggested that the Committee contact the Friends of Cedar Crest group to work with the subcommittee.

Chairman Humerickhouse adjourned the meeting at 12:55 p.m.

The next Committee meeting is scheduled for February 15, 2007.

Prepared by Helen Abramson  
Edited by Audrey Dunkel

Approved by Committee on:

June 6, 2007

(Date)