

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chair Melvin Neufeld at 9:00 a.m. on February 18, 2003, in Room 514-S of the Capitol.

All members were present except: Representative Jerry Henry, Excused

Committee staff present: J. G. Scott, Legislative Research Department
Amy Deckard, Legislative Research Department
Becky Krahl, Legislative Research Department
Julian Efird, Legislative Research Department
Jim Wilson, Revisor of Statutes
Mike Corrigan, Revisor of Statutes
Nikki Feuerborn, Administrative Analyst
Sue Fowler, Committee Secretary

Conferees appearing before the committee:

Others attending: See Attached

Representative Light moved for the introduction of legislation regarding Department of Corrections in-service training for correction officers. Motion was seconded by Representative Feuerborn. Motion carried.

HB 2345 was referred to the Education Budget Committee; **HB 2303** was referred to the General Government and Commerce Budget Committee; and **HB 2366** was referred to the Social Services Budget Committee.

Representative Shriver, Member of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for the Department of Commerce and Housing for FY 2003 and moved for the adoption of the Budget Committee recommendations for FY 2003. (Attachment 1). Motion was seconded by Representative Pottorff. Motion carried.

Representative Shriver, Member of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for the Department of Commerce and Housing for FY 2004 and moved for the adoption of the Budget Committee recommendations for FY 2004. (Attachment 1). Motion was seconded by Representative Pottorff. Motion carried.

Rae Anne Davis, Chief Fiscal Officer for Department of Commerce and Housing reported on the department's ability to provide funding to the Kansas State University Food Science Pilot Plant has been reduced, which will decrease their ability to provide services to clients and ultimately result in fewer jobs created. Representative Schwartz requested additional information on this subject prior to completion of the budget (Attachment 2).

Legislative Research staff distributed copies of a profile of the Economic Development Initiatives Fund (Attachment 3).

Representative Howell, Member of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas, Inc., for FY 2003 and moved for the adoption of the Budget Committee recommendations for FY 2003. (Attachment 1) Motion was seconded by Representative Shriver. Motion carried.

Representative Howell, Member of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas, Inc., for FY 2004 and moved for the adoption of the Budget Committee recommendations with notation for FY 2004. (Attachment 1). Motion was seconded by Representative Pottorff. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Committee, presented the Budget

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Committee report on the Governor's budget recommendations for Kansas Technology Enterprise Corporation for FY 2003 and moved for the adoption of the Budget Committee recommendations for FY 2003 (Attachment 1). Motion was seconded by Representative Schriver. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas Technology Enterprise Corporation for FY 2004 and moved for the adoption of the Budget Committee recommendations for FY 2004. (Attachment 1). Motion was seconded by Representative Schriver. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas Lottery for FY 2003 and moved for the adoption of the Budget Committee recommendations with adjustment for FY 2003 (Attachment 4). Motion was seconded by Representative Schriver. Motion carried.

Representative Pottorff, Chair of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas Lottery for FY 2004 and moved for the adoption of the Budget Committee recommendations with additional comments for FY 2004. (Attachment 4). Motion was seconded by Representative Schriver. Motion carried.

Representative Shriver, Member of the General Government and Commerce Committee, presented the Budget Committee report on the Governor's budget recommendations for Kansas Racing and Gaming Commission for FY 2003 and FY 2004 and moved for the adoption of the Budget Committee recommendations for FY 2003 and FY 2004. (Attachment 4). Motion was seconded by Representative Pottorff. Motion carried.

Representative Klein, Member of the Tax, Judicial, Transportation, and Retirement Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the State Board of Tax Appeals for FY 2003 and moved for the adoption of the Budget Committee recommendations with changes and notations for FY 2003. (Attachment 5). Motion was seconded by Representative Campbell. Motion carried.

Representative Klein, Member of the Tax, Judicial, Transportation, and Retirement Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the State Board of Tax Appeals for FY 2004 and moved for the adoption of the Budget Committee recommendations with a comment for FY 2004. (Attachment 5). Motion was seconded by Representative Campbell. Motion carried.

Representative McCreary, Chair of the House Tax, Judicial, Transportation, and Retirement Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Department of Revenue for FY 2003 and moved for the adoption of the Budget Committee recommendations with observations about implementing the adjustments for FY 2003. (Attachment 6). Motion was seconded by Representative Klein. Motion carried.

Representative McCreary, Chair of the House Tax, Judicial, Transportation, and Retirement Budget Committee, presented the Budget Committee report on the Governor's budget recommendations for the Department of Revenue for FY 2004 and moved for the adoption of the Budget Committee recommendations with adjustments and comments for FY 2004. (Attachment 6). Motion was seconded by Representative Campbell.

Representative Klein explained his reasoning in not signing the Department of Revenue Budget Committee Report stating that the policy reasons are unclear in the decision to move 30 positions rather than the 38 existing positions of the Division of Alcoholic Beverage Control, which now reside in the Department of Revenue, and moving them to the Kansas Highway Patrol. Law enforcement is the responsibility of the Kansas Highway Patrol. Representative Klein expressed his disagreement with the first three items and requested that there be further discussions conducted by the Budget Committee with both the ABC and the Department of Revenue prior to Omnibus.

The Committee discussed the 38 positions in the ABC Division of the Department of Revenue of which 30 are in

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enforcement with 23 serving as investigators. Eight FTE's are in the licensure section. There are eight other positions in the central office of the Department of Revenue which serve the ABC. The Committee questioned whether policy was driving the budget or was the budget driving policy. They also questioned if this was an attempt to pull the funding out of the State General Fund budget permanently and place the funding in the State Highway Fund. The Committee expressed concern that the Budget Committee report reflected a \$1.8 million increase over the Governor's recommendation.

Representative Nichols made a substitute motion to amend the report by leaving the policy as it currently stands and request the Public Safety Budget Committee and the Tax, Transportation, Judicial, and Retirement Budget Committee to further investigate the policy issue and return to the full Appropriations Committee with their recommendations for bill introductions. The motion was seconded by Representative Feuerborn. Motion carried.

Representative Feuerborn moved to amend by striking Item 2 from the Budget Committee report. Motion was seconded by Representative Gatewood. Motion failed.

Representative McCreary renewed his motion for the adoption of the Budget Committee recommendations with adjustments and comments for FY 2004 as amended (Attachment 6). Motion was seconded by Representative Neufeld. Motion carried.

The meeting was adjourned at 10:25 a.m. The next meeting is scheduled for February 19, 2003.

Melvin Neufeld, Chair