Approved .	July 6	1990
	Date	

MINUTES OF THE SENATE	COMMITTEE ON	VAYS AND MEANS	
The meeting was called to order by	SENATOR AUGUST	"GUS" BOGINA Chairperson	at
11:10 _{a.m./p.} XX _{on}	APRIL 4	, 19 9.0 room	123-S _{of} the Capitol.
All members were present except:			

Committee staff present:

Research Department: Diane Duffy, Leah Robinson

Revisor: Norm Furse, Gordon Self

Committee Staff: Judy Bromich, Administrative Assistant

Ronda Miller, Committee Secretary

Conferees appearing before the committee:

Michael Lechner, Executive Director of Kansas Commission on Disability Concerns, Department of Human Resources

Senator Norma Daniels

SB 625 - Fund accessibility for handicapped from unclaimed lottery prizes

Mr. Michael Lechner stated that unclaimed prize winnings in the Kansas lottery would be used to make homes and small businesses accessible to the disabled, thereby reducing the number of welfare recipients. The revisor of statutes noted that <u>SB 625</u> would need to be amended to establish the fund. <u>Senator Johnston moved</u>, <u>Senator Feleciano seconded</u>, that <u>Section 1 of SB 625</u> be technically amended to establish the fund. The motion carried.

<u>Senator Johnston moved, Senator Feleciano seconded, that a cap of \$250,000 be set on expenditures from the fund. The motion carried.</u>

<u>Senator Johnston moved, Senator Parrish seconded that SB 625 as amended be recommended favorable for passage. The motion carried.</u>

SB 780 - Examination and reinstatement fees for drivers' licenses

Senator Doyen gave a brief explanation of the bill. Because of confusion regarding the reinstatement fee, the Chairman announced that the bill would be held in Committee until a later date.

<u>SB 771 - Equipment acquisition for Board of Regents institutions through issuances of bonds</u>

Senator Daniels reviewed information contained in the fiscal note for <u>SB 771</u>, <u>Attachment 1</u>. She noted that non resident tuition in Kansas is \$1500 below the average non resident fee, and suggested that this might be an item for the Committee's consideration.

There was discussion regarding allocation of the proceeds of the bonds, with suggestions that the Board decide percentages or that revenues from the bonds match the percentage that each institution pays. It was suggested that institutions already have the authority to increase student fees to respond to this need.

Senator Gaines moved the introduction of 9 RS 2890 - an act relating to sales tax and compensating tax. The motion was seconded and carried.

<u>Senator Gaines moved, Senator Johnston seconded, introduction of a parental notification bill for children 16 and under. The motion carried.</u>

The meeting was adjourned at 12:01 P.M.

STATE OF KANSAS



DIVISION OF THE BUDGET

MIKE HAYDEN, Governor MICHAEL F. O'KEEFE Director of the Budget

March 27, 1990

Room 152-E State Capitol Building Topeka, Kansas 66612-1575 (913) 296-2436

The Honorable Gus Bogina, Chairperson Committee on Ways and Means Senate Chamber Third Floor, Statehouse

Dear Senator Bogina:

SUBJECT: Fiscal Note for SB 771 by Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 771 is respectfully submitted to your committee.

SB 771 authorizes the Board of Regents to charge and collect fees to pay for bonds to be issued by the Kansas Development Finance Authority for the acquisition of equipment for the regents institutions. The principal aggregate amount of the bonds shall not exceed \$100.0 million. The bonds are to supplement, not supplant, funds available for the purchase of equipment, which includes but is not limited to books, laboratory equipment, and computer hardware and software to be used for academic instruction and research at the regents institutions.

The bill provides that the proceeds from the bonds are to be allocated to the institutions as follows:

University of Kansas		
	20	percent
Kansas State University	20	percent
Wichita State		percent
Emporia State		
	10.5	percent
Fort Hays State	10.5	percent
Pittsburg State		percent
Kansas Technical Institute		percent

The bill provides for the creation of an advisory committee at each institution for the planning of the equipment acquisition.

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There would be no cost to the State General Fund. The costs of the bond issuance would be paid through increases in fees charged to the students of the universities. The Board of Regents estimates that a bond issuance of \$50.0 million to be paid back in five years would require an additional restricted use equipment fee which would be equivalent to a ten percent increase in tuition. Undergraduate tuition at KU, KSU and WSU will be \$613 per semester Fall 1991 and \$524 per semester at ESU, PSU and FHSU. A 10 percent increase would be approximately \$60 per semester and \$50 per semester respectively for each student.

Michael F. O'Keefe
Director of the Budget

cc: Marvin Burris, Board of Regents 1971