Approved	march	11, 1991	
		Date	

MINUTES OF THE Senate C	COMMITTEE ON <u>Governmental Organization</u> .
The meeting was called to order by $_{-}$	Senator Lana Oleen at Chairperson
1:05 xxx./p.m. on March 4	
members were present cent:	Senators Oleen, Bogina, Francisco, Kanan and Moran

Committee staff present:

Julian Efird, Kansas Legislative Research Department Fred Carman, Revisor of Statutes Office Mary Allen, Committee Secretary

Conferees appearing before the committee:

Senator Marge Petty, Kansas Senate David McKune, Department of Corrections Arthur Griggs, Department of Administration Rocky Vacek, Kansas Board of Barbering Tom Day, Kansas Corporation Commission Brian Moline, Kansas Corporation Commission

The meeting of the Senate Governmental Organization Committee was called to order at 1:05~p.m. by the Chairman, Senator Lana Oleen.

Senate Bill 197 - Storage and disposal of surplus state property.

Senator Marge Petty, sponsor of <u>SB 197</u>, said that the purpose of the bill is basically threefold: (1.) to reduce the cost to the state of providing state storage and increase the efficiency in planning for storage; (2.) to establish the Secretary of Corrections as the one responsible for the consolidation of and the disposition of surplus property; and (3.) to establish the Department of Administration as responsible for planning for storage needs throughout the state system. Senator Petty noted that the state currently pays almost a half a million dollars to private individuals for storage of state property. Further, there are currently 212 separate departments which contract individually for their storage needs. She stated that it is hoped that if there is a state central planning process for storage, there will be better planning for space needs and better utilization of existing space within state property. (Attachment 1)

David McCune, representing Secretary of Corrections Steven Davies, spoke in support of $\underline{SB~197}$. He said that the state's Surplus Property section, currently run by the Department of Corrections under its Correctional Industries Program, should have the authority to tour various state agencies to monitor for surplus property available for disposition. This monitoring would begin, he noted, with the Department of Corrections and then other Departments selected by a lottery method. He pointed out that money can be saved by making stored property available to all state agencies rather than having them buy new equipment or furniture. Further, space could be freed for storage of historical records. (Attachment 2) Mr. McCune observed that currently the Surplus Property section must wait until an agency notifies the section that it has property available. The section then lists the property in its catalogue.

Arthur Griggs, Acting Secretary of the Department of Administration, also appeared before the Committee in support of $\underline{\text{SB 197}}$. Secretary Griggs presented and explained a balloon version of the bill containing some suggested amendments which, he said, he had discussed with Secretary Davies and Senator Petty. (Attachment 3) He noted that the state's storage problem involves not only office equipment but also records. He called the attention of the Committee to his proposed New Section 3 of the bill and noted that under its provisions there could be a gathering of information both on agency property which is not being used and on the amount and nature of agency records.

CONTINUATION SHEET

MINUTES OF THE Senate COMMITTEE ON Governmental Organization , room 531-N, Statehouse, at 1:05 XXX./p.m. on March 4 , 1991

Chairman Oleen pointed out that the past two summers an Interim Committee has been studying the subject of records management in Kansas. She noted that Kansas is the only state which does not have a records management program in state government. She observed that SB 197 addresses two areas of concern, one dealing with furniture items and one with records management. She requested that the Historical Society be included in the refinement of this bill concerning the bill's provisions for records management. Secretary Griggs responded that he met last week with Secretary Davies and Ramon Powers of the State Historical Society to discuss the bill. He said that he envisions the role of the Department of Administration, under the provisions of the bill, as one which would be to gather data for both the Department of Corrections on surplus equipment and the Historical Society on records.

Chairman Oleen called for testimony on SB 68.

Senate Bill 68 - Barbers and barbering; cleanup.

The Chairman called on the Revisor of Statutes to explain $\underline{SB~68}$. The Revisor said that there were two bills passed, one in the 1989 Session and one in the 1990 Session of the Legislature, which amended the same sections of the statutes. Since there were different amendments, $\underline{SB~68}$ is necessary in order to reconcile the changes made in those two Sessions. He noted that the changes to the statutes, as contained in $\underline{SB~68}$, are consistent with the 1990 enactment; therefore, the most recent thinking of the Legislature is contained in the bill. He emphasized that this is a cleanup bill and that it involves no policy matters.

Rocky Vacek, Kansas Board of Barbering, told the Committee that the Kansas Board of Barbering has reviewed $\underline{\text{SB }68}$ and did not find any objections to it.

The Committee continued its discussion of $\underline{\text{SB }114}$ and the Kansas Corporation Commission.

Senate Bill 114 - Kansas sunset law; continue in existence the state corporation commission.

Tom Day, Director of Administrative Services for the Kansas Corporation Commission (KCC), presented Committee members with copies of a KCC organizational flow chart which had been requested by the Committee at a previous meeting. (Attachment 4) In reviewing the chart, Mr. Day noted that Commissioner Rich Kowalewski will leave the KCC on March 20 and Rachel Lipman will assume her duties as the new Commissioner that same day. He noted that Ms. Lipman is presently working at the KCC as a Chief Economist in the Utilities Division at an annual salary of \$60,000.00.

The Chairman observed that some of the positions listed in the organizational chart are referenced in the statutes and some are not. In answer to questions concerning specific positions, Mr. Day stated that he can find no mention in the statutes of the Director of Utilities but basically, he noted, that Director without the title, would fall under the general statutory authority dealing with all the Utilities Division falling in the unclassified service. He stated that there is also no statutory reference to the position of Executive Director or General Counsel other than perhaps in the procurement negotiating committee portion of the statutes. Concerning statutory reference to the Director of Public Affairs and Consumer Protection, Mr. Day reported that he found a reference to the Director of Public Affairs in Chapter 28 of the 1986 Session Laws (HB 2776). This gave authority, under the unclassified service, in the administrative and legal divisions, for a Director of Regulatory Information and Public Participation. Mr. Day observed that there is statutory reference as to the number and method of appointment of KCC Commissioners in K.S.A. 74-601.

Chairman Oleen requested that the KCC provide the Committee with some suggested statutory changes concerning statutory references to unclassified positions at the KCC. She asked if the KCC would be taking a position on continuance of the Citizens' Utility Ratepayers Board (CURB). Brian Moline, General Counsel for the KCC, answered that the KCC will probably not take a formal position on the

CONTINUATION SHEET

MINUTES OF THE Senate	COMMITTEE ON	Governmental Organization	
room 531-N, Statehouse, at 1:05	% %%./p.m. on	March 4	, 19 <u>91</u>

matter; however, it will certainly not oppose CURB's continuance. The Chairman questioned why some of the positions at the KCC are unclassified. She requested information for the Committee regarding positions in the past few years which were previously unclassifed and have been made classified.

The meeting was adjourned by Chairman Oleen at 2:00 p.m.

GUEST LIST

COMMITTEE: SENATE GOVERNMEN	TAL ORGANIZATION	DATE March 4, 1991
NAME	COMPANY /ORGANIZATION	ADDRESS
David Mikure Que Jengley	Dept. of Corrections	Landow O Free Build
gene Jessey	KOOC	
Jon Day	KCC	TOTEKS
at Green	Adim.	Topaka
Stadien He Parie	KDHF	Topefra
JA BACOTTO A		

MARGE PETTY SENATOR 18TH DISTRICT SHAWNEE COUNTY



COMMITTEE ASSIGNMENTS

MEMBER ASSESSMENT AND TAXATION JOINT COMMITTEE ON ACMINISTRATIVE RULES AND REGULATIONS JUDICIARY LABOR, INDUSTRY AND SMALL BUSINESS LOCAL GOVERNMENT

SENATE CHAMBER

SB 197

Purpose:

- 1. Reduce the cost to the state of providing state storage and increase the efficiency in planning for storage.
- 2. To establish the Secretary of Corrections as responsible for the consolidation of and the disposition of surplus property.
- 3. To establish the Department of Administration as responsible for planning for storage needs throughout the state system.

The State of Kansas currently pays almost a half a million dollars to private individuals for storage of state property. In addition to storage in private facilities, there is over one million eight hundred thousand square feet of space used for storage of state property. This includes warehouses with old desks stacked 30 feet high and surplus furniture stored for enough years it has been forgotten.

There are currently two hundred and twelve separate departments which contract individually for their storage needs. It is assumed that if there is a state central planning process that goes on for storage, space needs will be better planned, and existing space will be better utilized within state property. The results of such planning could be a reduction in the need for contracting with private individuals to provide storage and therefore reduced expenses.

An additional advantage would be better use of space within offices. Consolidation of storage needs and disposition of surplus, can impact office space needs. Better utilization of space could minimize new building purchases for additional office space.

Senate Lovernmental Organization Committee 3-4-91

attachment 1

STATE CAPITOL BUILDING
TOPEKA KANSAS BELLO

1990 SPACE INVENTORY
KANSAS PROPERTY MANAGEMENT
APRIL 23, 1990 A PRELIMINARY STUDY OF STATE OWNED AND LEASED PROPERTIES IN KANSAS

				FY90-FY91
	FY90	FY91	SQ.FT.	Percentage
	SQ.FT.	SQ.FT.	Incr/Decr	Incr/Decr
	38222223	22222233	2222222	22222222
Total Leased Properties:	2069107	2107149	38042	1.84%
(Office and Storage)				
Office Space:	1798670	1836712	38042	2.12%
Storage Space:	270437	270437	0	0.00%
Total State Owned Properties: (Office and Storage)	15443601	15500866	57265	0.37%
Office Space:	13749927	13783435	33508	0.24%
Storage Space:	1693674	1717431	23757	1.40%
Total Leased & State Owned: (Office and Storage)	17512708	×17608015	95307	0.54%

Total Full Time Employees FY90:	37393	Total Estimated Full Time Employees FY91:	37348
		Total Estimated Increase/Decrease FY91:	-45
		Total Estimated Percentage Increase/Decrease FY91:	-0.12%

What amount for storage



DEPARTMENT OF CORRECTIONS

OFFICE OF THE SECRETARY

Landon State Office Building 900 S.W. Jackson—Suite 400-N Topeka, Kansas 66612-1284 (913) 296-3317

Joan Finney Governor

To:

Senate Judiciary, Committee

From:

Steven J. Davies, Ph.D.

Secretary of Corrections

Subject:

Senate Bill No. 197

Date:

March 4, 1991

The Department of Corrections wishes to express its support for the passage of Senate Bill No. 197 as amended to designate the Secretary of Corrections as responsible for the designation of place and manner to store surplus property. The Secretary has been working with Senator Petty to develop several methods to clean out The Surplus Property section should have the surplus property. authority to tour various state agencies to monitor for surplus property available for disposition. We would begin with the Department of Corrections and then select other Departments to monitor by a lottery method. By clearing out a lot of the property being stored in various agencies in case it's needed in the future, we can free up space so that we don't have to rent space to store historical records. We thereby save money by making stored property available to all state agencies rather than buying new equipment or furniture and we save money by not renting space for historical records.

We are also in the process of developing an expansion of our Kansas Correctional Industries microfilming operation. Currently most of our business is limited to filming pre 1950 records for county courthouses. We have been limited in doing state business and anything newer than 1950 because of confidentiality restrictions. Our Correctional Industries expansion will involve training the retarded and non-English speaking to operate the microfilming equipment. This will allow us to reduce our records to film and then begin accepting work from other Departments.

Therefor, Senate Bill No. 197 would be of assistance in developing this plan and we support its passage.

SJD:DRM:el

Lenate Lovenmental Digarization Committee

Steven J. Davies, Ph.D.

Secretary

attachment 2

SENATE BILL No. 197

By Senator Petty

2-13

AN ACT concerning state property; relating to the storage and disposal thereof; amending K.S.A. 75-6601 and K.S.A. 1990 Supp. 75-6602 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 75-6601 is hereby amended to read as follows: 75-6601. The director of Kansas correctional industries shall operate the state surplus property program. Except as otherwise provided by rules and regulations adopted by the secretary of corrections, the individuals and entities within this state that are authorized to participate in the federal surplus property program pursuant to the federal property and administrative services act of 1949, and amendments thereto, shall be eligible to participate in the state surplus property program. State surplus property shall be stored in such places and in such manner as specified by rules and regulations of the secretary of administration, which rules and regulations the secretary of administration is hereby authorized to adopt as provided under K.S.A. 75 3706 and amendments thereto, after consultation with the secretary of corrections.

Sec. 2. K.S.A. 1990 Supp. 75-6602 is hereby amended to read as follows: 75-6602. (a) Subject to such limitations as the secretary of corrections may prescribe, the director of Kansas correctional industries may dispose of surplus state property to individuals and entities eligible for participation in the federal surplus property program by:

- (1) Sale at fixed prices;
- (2) by sale at negotiated prices; or
- (3) by advertised public auction or advertised sealed bids.
- (b) Subject to such limitations as the secretary of corrections may prescribe:
- (1) The director of Kansas correctional industries may sell state surplus property to the general public by advertised public auction or advertised sealed bids; and
- (2) may sell property to the general public at fixed or negotiated prices if such property has been offered for a period of at least 30 days to individuals and entities eligible for participation in the federal

-secretary of corrections

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surplus property program.

(c) All surplus state property shall be sold or otherwise disposed of within one year after the date on which such property becomes

New Sec. 3. (a) The department of administration is hereby designated as the central planning agency for the storage of all state property. The secretary of administration shall survey each state agency annually to determine current and anticipated storage space requirements of the state agency. State agency property shall be stored in such places and in such manner as specified by rules and regulations of the secretary of administration adopted as provided under K.S.A. 75-3706 and amendments thereto. On and after the effective date of this act, no contract, lease or other document shall be entered into by a state agency to provide space for the storage of state agency property unless such contract, lease or other document has been approved by the secretary of administration.

(b) As used in this section, "state agency" has the meaning ascribed to such term under K.S.A. 75-3701 and amendments thereto. Sec. 4. K.S.A. 75-6601 and K.S.A. 1990 Supp. 75-6602 are

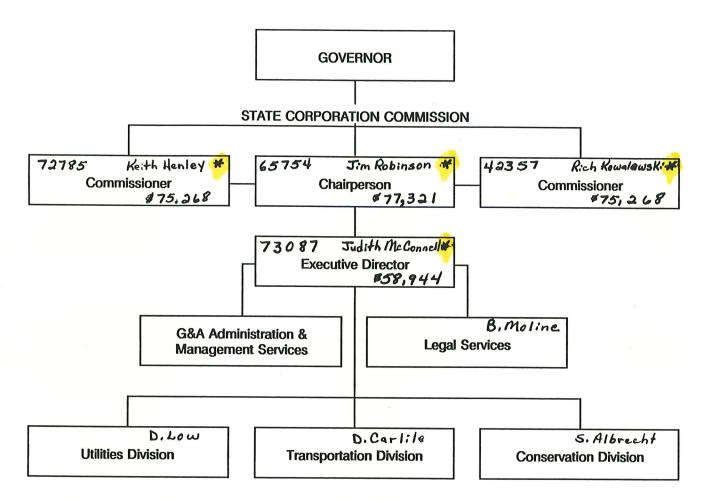
hereby repealed. 20

Sec. 5. This act shall take effect and be in force from and after its publication in the statute book.

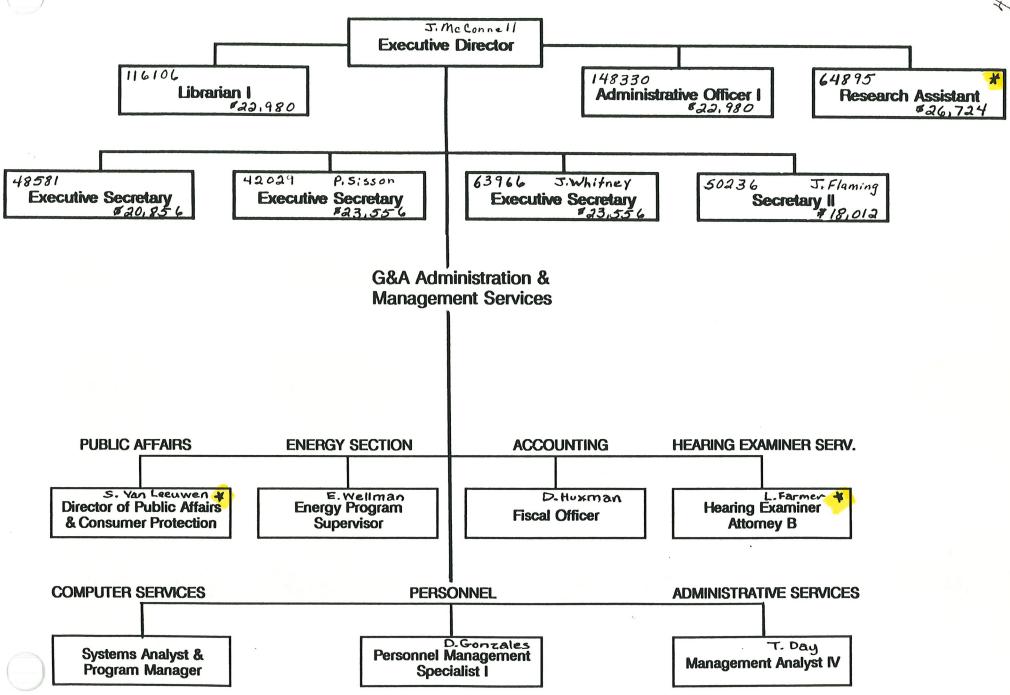
The secretary of corrections may adopt rules and regulations to establish procedures for the timely disposal of state property.

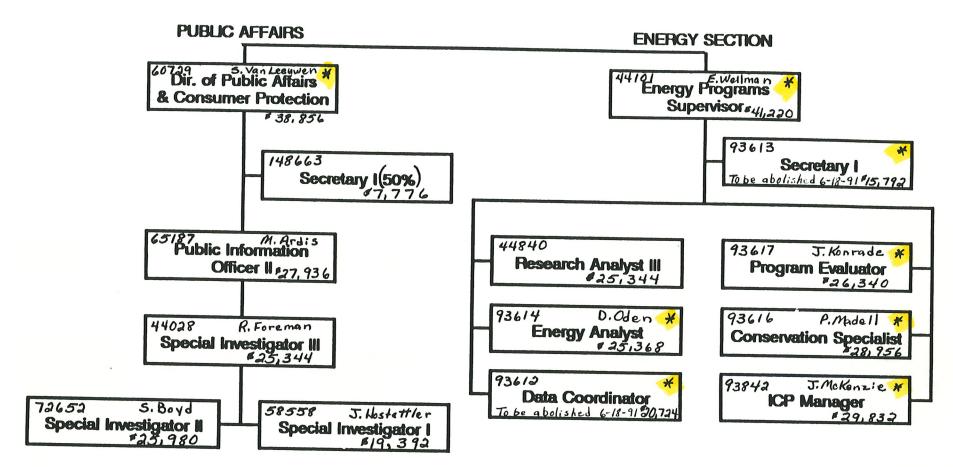
secretary of corrections.

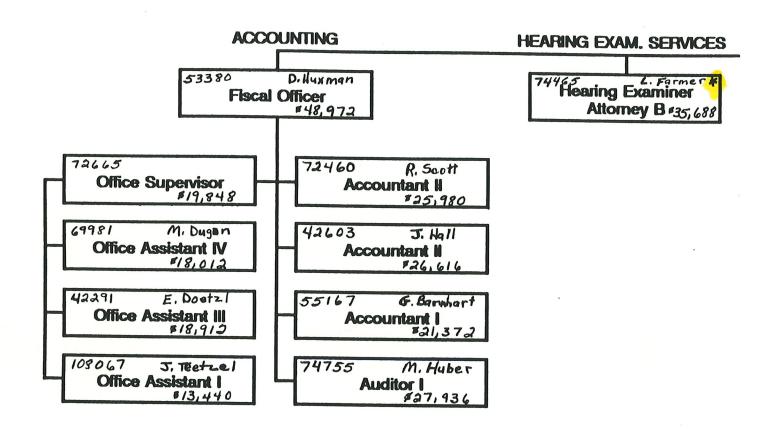
ORGANIZATIONAL STRUCTURE OF THE KANSAS STATE CORPORATION COMMISSION

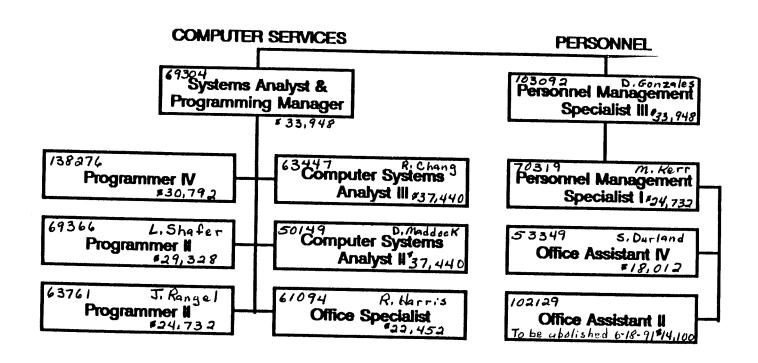


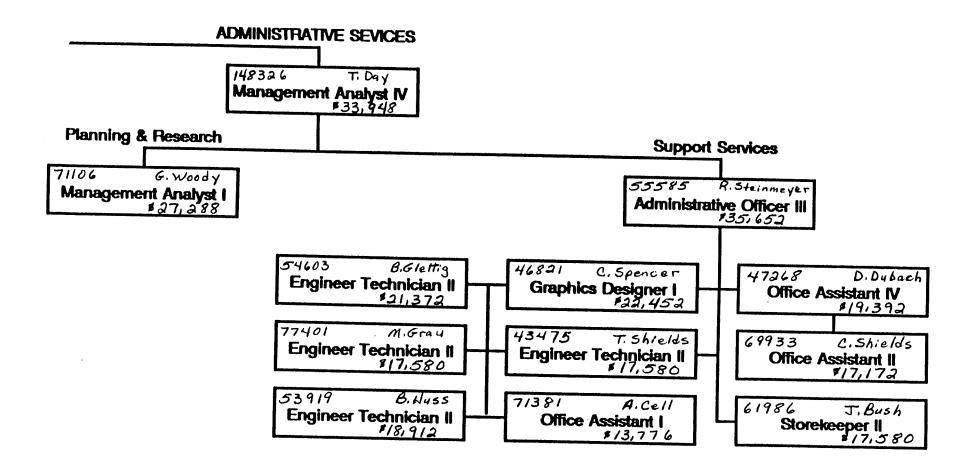
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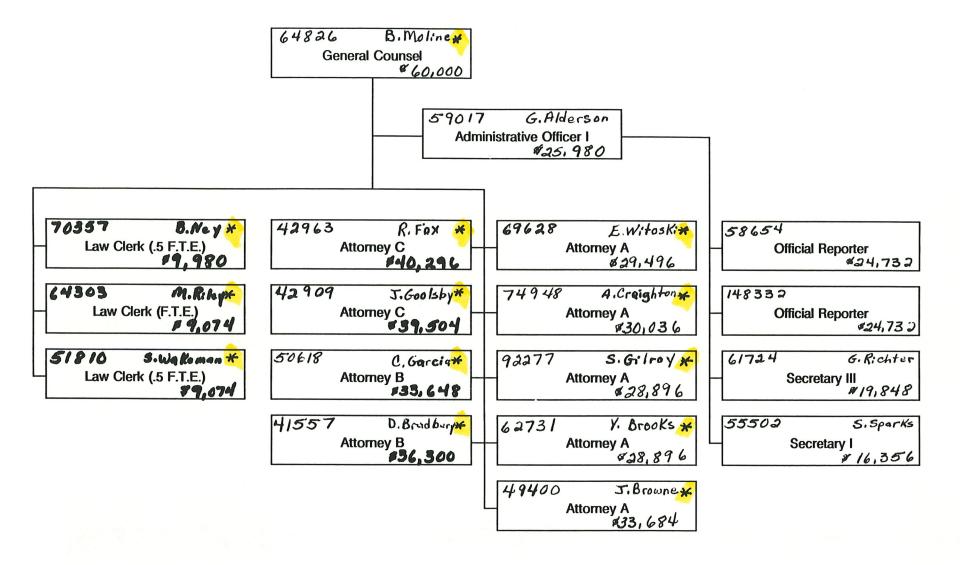




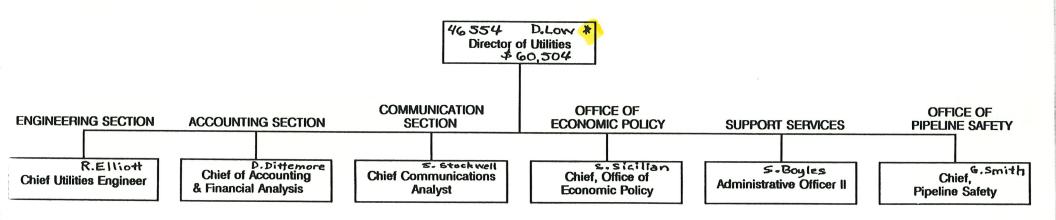




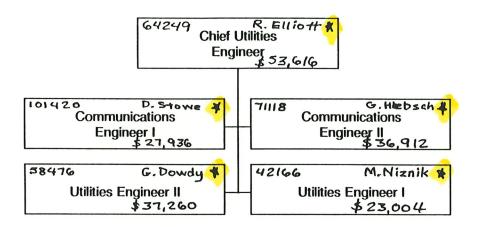
LEGAL DEPARTMENT



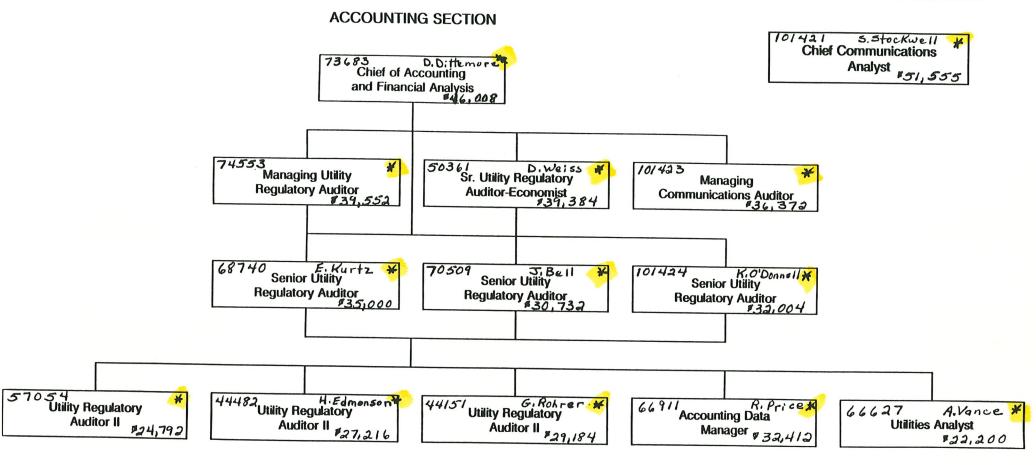
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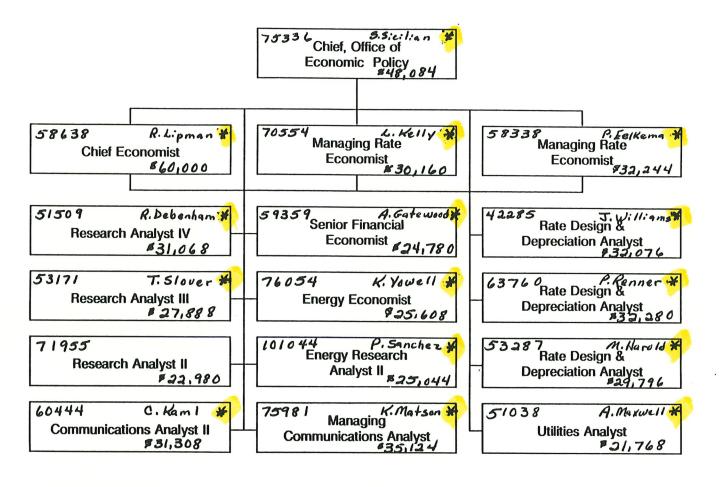
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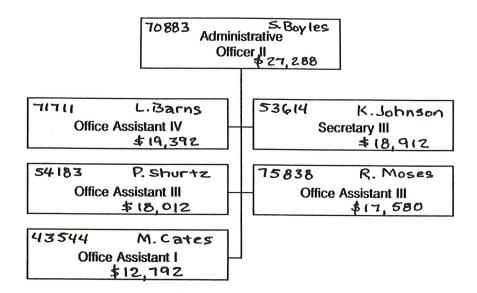
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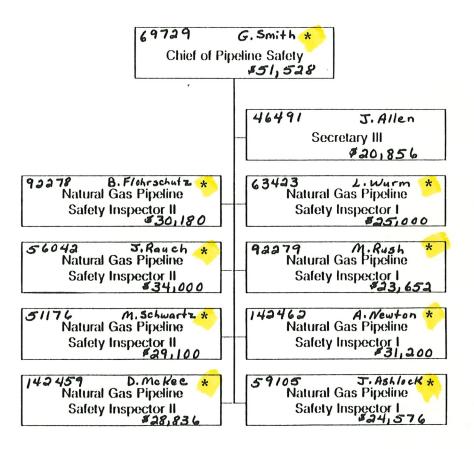
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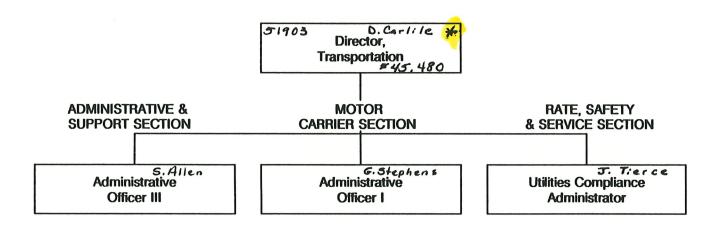
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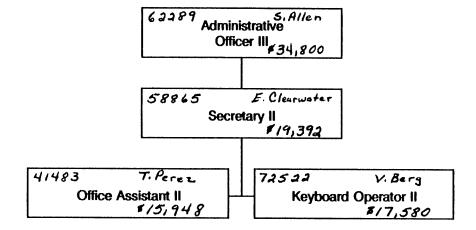
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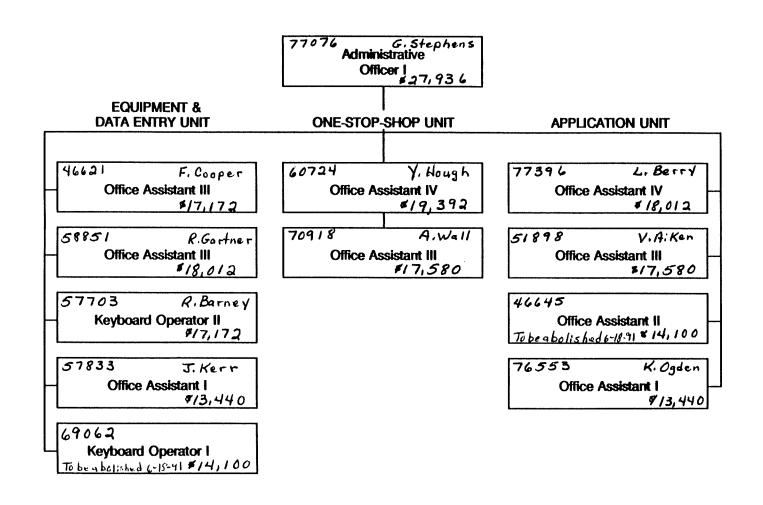
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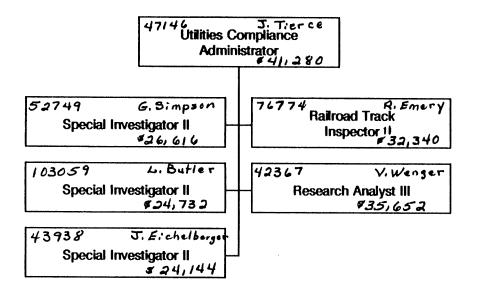
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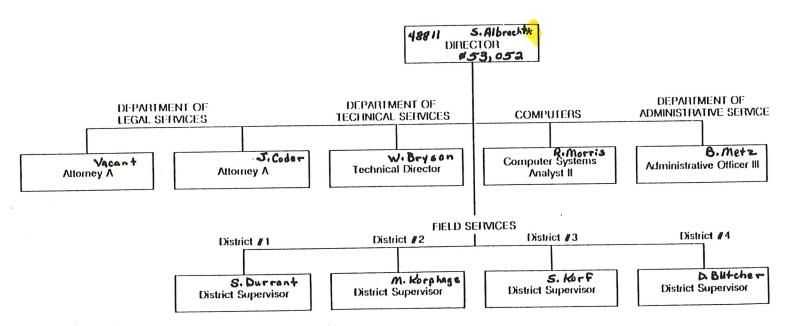


MOTOR CARRIER SECTION

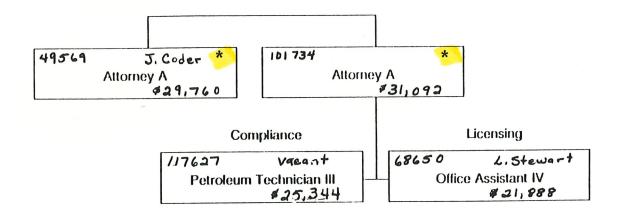


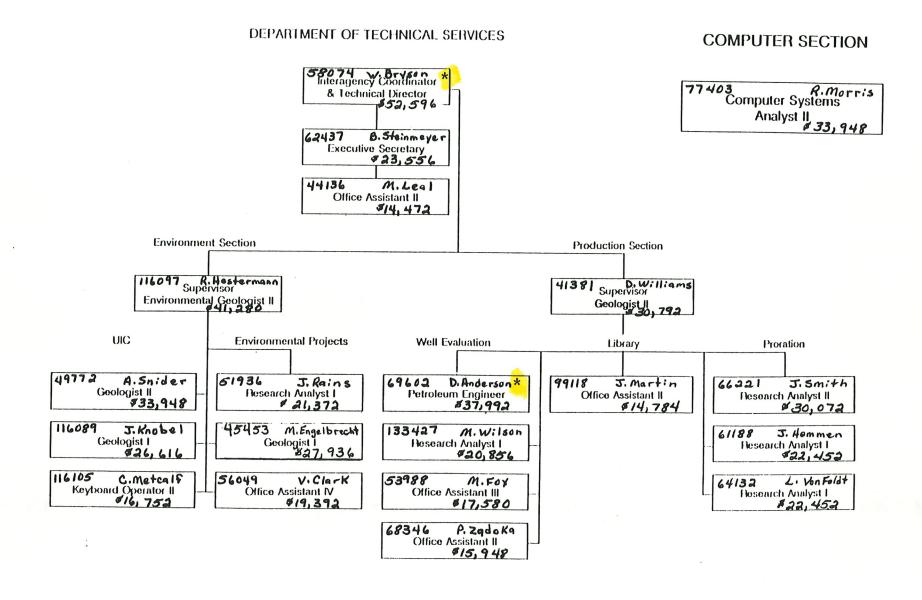
RATE, SAFETY & SERVICE SECTION



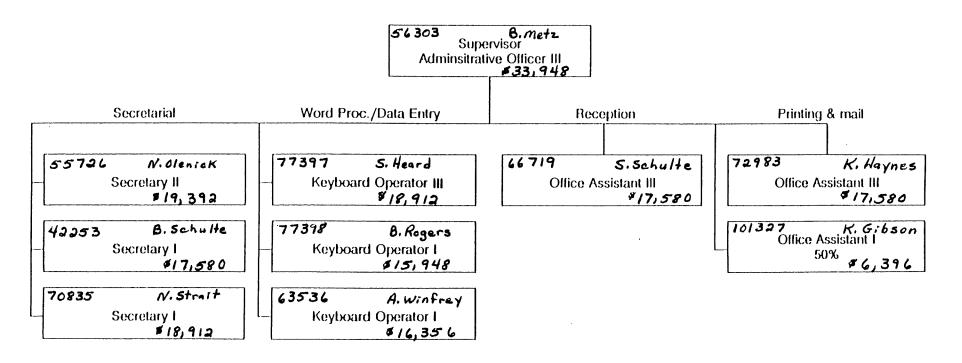


DEPARTMENT OF LEGAL SERVICES

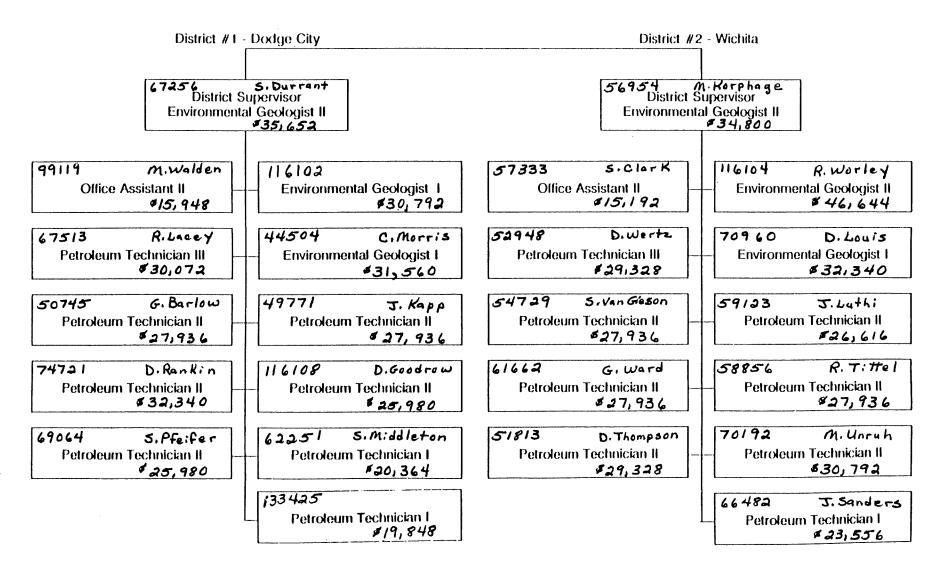




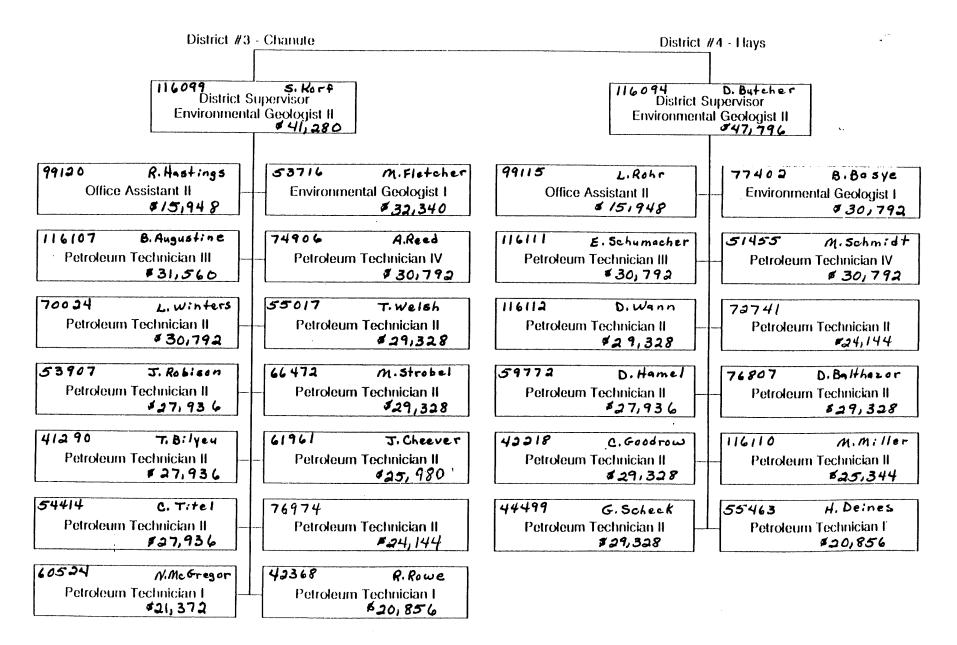
DEPARTMENT OF ADMINISTRATIVE SERVICES



FIELD SERVICES



FIELD SERVICES



CITIZENS' UTILITY RATEPAYERS BOARD

